

**VERTICAL SYSTEMS LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2023**

CR Bland Baker Limited  
Chartered Accountants and  
Registered Auditor  
21 Lodge Lane  
Grays  
Essex  
RM17 5RY

**CONTENTS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 APRIL 2023**

	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Statement of Financial Position</b>	<b>2</b>
<b>Notes to the Financial Statements</b>	<b>4</b>

**VERTICAL SYSTEMS LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 30 APRIL 2023**

**DIRECTORS:**

P.L. Healey  
D. Gardner

**REGISTERED OFFICE:**

14 Hemmells  
Laindon  
Basildon  
Essex  
SS15 6ED

**REGISTERED NUMBER:**

01741340 (England and Wales)

**INDEPENDENT AUDITORS:**

CR Bland Baker Limited  
Chartered Accountants and  
Registered Auditor  
21 Lodge Lane  
Grays  
Essex  
RM17 5RY

**VERTICAL SYSTEMS LIMITED (REGISTERED NUMBER: 01741340)**

**STATEMENT OF FINANCIAL POSITION  
30 APRIL 2023**

	Notes	2023 £	£	2022 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		137,261		148,042
Investments	5		100,000		100,000
Investment property	6		<u>302,940</u>		<u>302,940</u>
			540,201		550,982
<b>CURRENT ASSETS</b>					
Stocks	7	1,500		1,500	
Debtors	8	1,284,591		1,782,994	
Cash at bank and in hand		<u>15,449</u>		<u>12,579</u>	
		1,301,540		1,797,073	
<b>CREDITORS</b>					
Amounts falling due within one year	9	<u>863,896</u>		<u>906,906</u>	
<b>NET CURRENT ASSETS</b>			<u>437,644</u>		<u>890,167</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			977,845		1,441,149
<b>CREDITORS</b>					
Amounts falling due after more than one year	10		<u>216,667</u>		<u>316,667</u>
<b>NET ASSETS</b>			<u>761,178</u>		<u>1,124,482</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			20,001		20,001
Share premium			443,999		443,999
Retained earnings			<u>297,178</u>		<u>660,482</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>761,178</u>		<u>1,124,482</u>

The notes form part of these financial statements

**VERTICAL SYSTEMS LIMITED (REGISTERED NUMBER: 01741340)**

**STATEMENT OF FINANCIAL POSITION - continued**  
**30 APRIL 2023**

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 26 January 2024 and were signed on its behalf by:

P.L. Healey - Director

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 APRIL 2023

1. STATUTORY INFORMATION

Vertical Systems Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

**Tangible fixed assets**

Depreciation is charged so as to allocate the cost of assets less their residual value over their

estimated  
useful  
lives, using  
the  
straight-line  
method.

Depreciation is provided on the following basis:

Long-term leasehold property	2%
Plant and machinery	20%
Motor vehicles	25%
Fixtures and fittings	33%
Computer equipment	33%
Server	20%

**Investments in subsidiaries**

Investments in subsidiary undertakings are recognised at cost.

**Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 APRIL 2023**

**2. ACCOUNTING POLICIES - continued**

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 27 (2022 - 28) .

**VERTICAL SYSTEMS LIMITED (REGISTERED NUMBER: 01741340)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 APRIL 2023**

**4. TANGIBLE FIXED ASSETS**

	Land and buildings £	Plant and machinery etc £	Totals £
<b>COST</b>			
At 1 May 2022	207,943	768,990	976,933
Additions	-	5,387	5,387
At 30 April 2023	<u>207,943</u>	<u>774,377</u>	<u>982,320</u>
<b>DEPRECIATION</b>			
At 1 May 2022	78,670	750,221	828,891
Charge for year	4,159	12,009	16,168
At 30 April 2023	<u>82,829</u>	<u>762,230</u>	<u>845,059</u>
<b>NET BOOK VALUE</b>			
At 30 April 2023	<u>125,114</u>	<u>12,147</u>	<u>137,261</u>
At 30 April 2022	<u>129,273</u>	<u>18,769</u>	<u>148,042</u>

**5. FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
<b>COST</b>	
At 1 May 2022 and 30 April 2023	<u>100,000</u>
<b>NET BOOK VALUE</b>	
At 30 April 2023	<u>100,000</u>
At 30 April 2022	<u>100,000</u>

**6. INVESTMENT PROPERTY**

	Total £
<b>FAIR VALUE</b>	
At 1 May 2022 and 30 April 2023	<u>302,940</u>
<b>NET BOOK VALUE</b>	
At 30 April 2023	<u>302,940</u>
At 30 April 2022	<u>302,940</u>

The 2023 valuation was made by the directors, on an open market value for existing use basis.



**VERTICAL SYSTEMS LIMITED (REGISTERED NUMBER: 01741340)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 APRIL 2023**

**7. STOCKS**

	2023	2022
	£	£
Finished goods	<u>1,500</u>	<u>1,500</u>

**8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2023	2022
	£	£
Trade debtors	309,184	1,011,686
Amounts owed by group undertakings	868,362	548,931
Other debtors	<u>107,045</u>	<u>222,377</u>
	<u>1,284,591</u>	<u>1,782,994</u>

**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2023	2022
	£	£
Bank loans and overdrafts	100,000	100,000
Trade creditors	122,935	125,220
Amounts owed to group undertakings	464,910	546,131
Taxation and social security	72,752	92,051
Other creditors	<u>103,299</u>	<u>43,504</u>
	<u>863,896</u>	<u>906,906</u>

**10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2023	2022
	£	£
Bank loans	<u>216,667</u>	<u>316,667</u>

**11. SECURED DEBTS**

The following secured debts are included within creditors:

	2023	2022
	£	£
Bank loans	<u>316,667</u>	<u>416,667</u>

The company bankers have a fixed and floating charge over the assets of the company.

**12. DISCLOSURE UNDER SECTION 444(SB) OF THE COMPANIES ACT 2006**

The Report of the Auditors was unqualified.

D M Baker (Senior Statutory Auditor)  
for and on behalf of CR Bland Baker Limited

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 APRIL 2023**

**13. RELATED PARTY DISCLOSURES**

As the Company is a wholly owned subsidiary of Notsallow 134 Limited the Company has taken advantage of the exemption in FRS102 disclosure 33.1A and has therefore not disclosed transactions or balances with other wholly-owned subsidiaries which form part of the group headed by Vertical Group Limited. The consolidated financial statements, within which this company is included, can be obtained from 14 Hemmells, Laindon, Essex, SS15 6ED.

Transactions with companies not wholly owned by the group are as follows:

The Company made sales of £1,994 (2022: £1,920) to MI Telecom Limited and purchases of £17,159 (2022 - £14,429), a fellow subsidiary of Notsallow 134 Limited. As at 30 April 2023 the Company owed £61,045 (2022: £47,804) to MI Telecom Limited.

As at 30 April 2023 the Company owed Villas for Travel Limited, a fellow associate of Notsallow 134 Limited, £45,926 (2022: £45,926).

As at 30 April 2023 the amount of £5,374 (2022: £7,917) was owed from the directors to the company. The balances represented unsecured, interest free loans, repayable on demand.

**14. ULTIMATE CONTROLLING PARTY**

The ultimate parent undertaking of this company as at the period ended 30 April 2023 was Vertical Group Limited which is incorporated in England and registered in England and Wales.

The immediate parent undertaking and controlling party is Notsallow 134 Limited which is incorporated and registered in England and Wales. The largest and smallest group of undertakings which include this company and for which consolidated accounts have been drawn up is that headed by Vertical Group Limited. The address where these accounts can be found is also the registered address of the parent company: 14 Hemmells, Laindon, Basildon, Essex, SS15 6ED.

The ultimate controlling party is P L Healey.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.