

Registration number: 00533160

Pentair European Steel Strip Limited

Directors' Report and Financial Statements

for the Year Ended 31 December 2014

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Pentair European Steel Strip Limited

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Pentair European Steel Strip Limited
Officers & Professional Advisers

Directors	M. Boardman T. Toffolo
Company secretary	S. K. Grundy
Registered office	Sharp Street Worsley Manchester M28 3NA
Bankers	Barclays Eagle Point 1 Capability Green Luton LU1 3US
Auditor	Deloitte LLP Chartered Accountants and Statutory Auditor Leeds United Kingdom

Pentair European Steel Strip Limited
Strategic Report for the Year Ended 31 December 2014

The directors present their strategic report for the year ended 31 December 2014.

Principal activity

The principal activity of the company is that of a non trading entity. Under a Business Sale Agreement dated 12 November 2004, the trade and certain business assets of the company were sold to Caparo Precision Steel Strip Limited and accordingly the company ceased to trade from that date.

Business review

On 3 June 2014 Pentair Limited, the ultimate parent company at 31 December 2013 and registered in Switzerland, merged into Pentair plc, registered in the Republic of Ireland. Pentair Limited was removed from the Swiss commercial register as a result of the cross border merger in accordance with a merger agreement between the entities. Pentair plc became the ultimate parent company and controlling party from that date.

Fair review of the business

The company did not trade during the year and therefore there are no Key Performance Indicators to disclose.

At 31 December 2014 and at 31 December 2013 the company had net current liabilities of £27,000 and net liabilities of £15,494,147. All amounts are owed to fellow group undertakings.

Going concern

The directors have reviewed the financial position of the company, the continuing support from the wider group and the continued support from Pentair International Holding S.a.r.l., a fellow group company, including consideration of the uncertainties arising from the current difficult economic environment and the consequential impact of this upon trading and financing.

At 31 December 2014 the company had net current liabilities of £27,000 and net liabilities of £15,494,147. All amounts are owed to fellow group undertakings.

Since there is continued support from the group, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Pentair European Steel Strip Limited
Strategic Report for the Year Ended 31 December 2014

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Financial risk management objectives and policies

The company's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The company does not use financial derivative financial instruments.

Cash flow risk

The business operates primarily in the UK and has a large and diverse range of customers. It operates appropriate control over its debtor and creditor balances and therefore exposure to cash flow risk from realising its working capital is small.

Credit risk

The Company's principal financial assets are bank balances and cash, trade and other debtors.

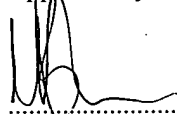
The Company's credit risk is primarily attributable to its trade debtors. The amounts presented in the balance sheet are net of allowances for doubtful debts. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The Company has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

The Company's liquidity risk is primarily attributable to its trade debtors. The Company has no significant concentration of liquidity risk, with exposure spread over a large number of counterparties and customers.

Approved by the Board on 17th Sept and signed on its behalf by:



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M. Boardman
Director

Pentair European Steel Strip Limited
Directors' Report for the Year Ended 31 December 2014

The directors present their report and the audited financial statements for the year ended 31 December 2014.

Results and dividends

The result for the year ended 31 December 2014 was £nil (2013 - £nil). The directors do not recommend the payment of a dividend (2013 - £nil).

Profit and loss account

No profit and loss account is presented with these financial statements because the company has not received income, incurred expenditure or recognised any gains or losses during either the year under review or the preceding accounting year.

Directors of the company

The following served as directors of the company during the year and since the year end, except as noted:

M. Boardman

T. Toffolo

Disclosure of information to the auditor

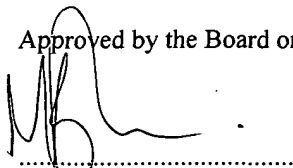
Each of the persons who is a director at the date of approval of this report confirms that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditor is unaware; and
- the director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

In accordance with section 485 of the Companies Act 2006, a resolution for the re-appointment of Deloitte LLP as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

Approved by the Board on 12th Sept. and signed on its behalf by:



M. Boardman
Director

Pentair European Steel Strip Limited

Directors' Responsibilities Statement

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Auditor's Report to the Members of Pentair European Steel Strip Limited

We have audited the financial statements of Pentair European Steel Strip Limited for the year ended 31 December 2014, which comprise the balance sheet and the related notes 1 to 11. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2014 and of its result for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Independent Auditor's Report to the Members of
Pentair European Steel Strip Limited**

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Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



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Christopher Powell F.C.A. (Senior Statutory Auditor)
For and on behalf of Deloitte LLP,
Chartered Accountants and Statutory Auditor

Leeds
United Kingdom

Date: 29/09/2015

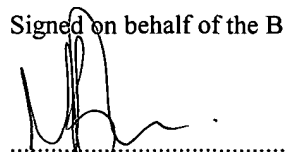
Pentair European Steel Strip Limited
(Registration number: 00533160)
Balance Sheet at 31 December 2014

	Note	2014 £ 000	2013 £ 000
Creditors: Amounts falling due within one year	5	(27)	(27)
Net current liabilities		(27)	(27)
Creditors: Amounts falling due after more than one year	6	(15,467)	(15,467)
Net liabilities		<u>(15,494)</u>	<u>(15,494)</u>
Capital and reserves			
Called-up share capital	7	10	10
Profit and loss account	8	(15,504)	(15,504)
Shareholder's deficit	9	<u>(15,494)</u>	<u>(15,494)</u>

The company did not trade during the current year or preceding year and has made neither profit nor loss, nor any other recognised gain or loss.

The financial statements of Pentair European Steel Strip Limited, registered number 00533160, were approved by the Board and authorised for issue on 16th Sept.

Signed on behalf of the Board by:



M. Boardman
Director

Pentair European Steel Strip Limited
Notes to the Financial Statements
Year Ended 31 December 2014

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies are summarised below. These have been applied consistently throughout the current year and prior year.

Exemption from preparing a cash flow statement

The company is exempt under Financial Reporting Standard No. 1 (Revised 1996) from preparing a cash flow statement as at 31 December 2014 it was a wholly owned subsidiary of Pentair plc. Its cash flows are therefore disclosed in the consolidated financial statements of that company.

Going concern

The directors have reviewed the financial position of the company and the wider group and the continued support from Pentair International Holding S.a.r.l., a fellow group company, including consideration of the uncertainties arising from the current difficult economic environment and the consequential impact of this upon trading and financing.

At 31 December 2014 the company had net current liabilities of £27,000 and net liabilities of £15,494,147. All amounts are owed to fellow group undertakings.

Since there is continued support from the group, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Fixed asset investments

Fixed asset investments are stated at the lower of cost and net realisable value.

2 Profit and loss account

No profit and loss account is presented with these financial statements because the company has not received income, incurred expenditure or recognised any gains or losses during the year under review or the preceding financial year. There have been no movements in shareholder's deficit during the year under review or the preceding year.

3 Operating result

The audit fee of £1,000 (2013 - £1,000) is borne by a group undertaking.

Pentair European Steel Strip Limited
Notes to the Financial Statements
Year Ended 31 December 2014

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4 Directors' remuneration

The company had no employees in the current year or previous financial year.

None of the directors received any remuneration from the company during the year (2013 - £nil). The emoluments of the directors are paid by other group undertakings that make no recharge to the company as it is not possible to make an accurate apportionment of their emoluments in respect of their services to specific group companies.

5 Creditors: Amounts falling due within one year

	2014 £ 000	2013 £ 000
Amounts owed to group undertakings	<u>27</u>	<u>27</u>

6 Creditors: Amounts falling due after more than one year

	2014 £ 000	2013 £ 000
Amounts owed to group undertakings	<u>15,467</u>	<u>15,467</u>

All amounts owed to group undertakings shown as falling due after more than one year have no specified repayments terms, except that they are not repayable in less than one year, and do not bear interest.

7 Share capital

Allotted, called-up and fully paid shares

	No. 000	2014 £ 000	No. 000	2013 £ 000
Ordinary shares of £1 each	<u>10</u>	<u>10</u>	<u>10</u>	<u>10</u>

8 Reserves

	Profit and loss account £ 000
At 1 January 2014 and at 31 December 2014	<u>(15,504)</u>

Pentair European Steel Strip Limited
Notes to the Financial Statements
Year Ended 31 December 2014

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9 Reconciliation of movement in shareholder's deficit

	2014 £ 000	2013 £ 000
Net movement to shareholder's deficit	-	-
Shareholder's deficit at 1 January	<u>(15,494)</u>	<u>(15,494)</u>
Shareholder's deficit at 31 December	<u><u>(15,494)</u></u>	<u><u>(15,494)</u></u>

10 Related party transactions

The company has taken advantage of the exemption in FRS8 "Related Party Disclosures" from disclosing transactions with other members of the group. There are no other related party transactions.

11 Ultimate parent company

The company is a wholly owned subsidiary undertaking of Pentair Tubing Limited, a company registered in England and Wales. Copies of the financial statements can be obtained from Companies House, Crown Way, Cardiff CF4 3UZ.

The ultimate parent company, controlling party and only group for which consolidated financial statements are prepared is Pentair plc, a company incorporated in the Republic of Ireland. Copies of the consolidated financial statements may be obtained from the company secretary, Pentair plc, PO Box 471, Sharp Street, Walkden, M28 8BU.