

Company Number 2640241

GST Automotive Safety UK Limited

Director's report and financial statements
Year ended 31 December 2011

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GST Automotive Safety UK Limited

Director's report and financial statements for the year ended 31 December 2011

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Officers and professional advisers

Directors

G Saint-Denis
G Gottwick

Secretary

Everssecretary Limited
Eversheds House
70 Great Bridgewater Street
Manchester
M1 5ES

Registered Office

Eversheds House
70 Great Bridgewater Street
Manchester
M1 5ES

Bankers

HSBC Plc
97 Bute Street
Cardiff
CF10 5NA

Solicitors

Eversheds
1 Callaghan Square
Cardiff
CF10 5BT

Auditor

Grant Thornton UK LLP
Grant Thornton House
Melton Street
Euston Square
London
NW1 2EP

Directors' report for the year ended 31 December 2011

The directors present their report and the audited financial statements of the company for the year ended 31 December 2011

Principal activities

The principal activity of the company in former periods was the sale of airbags, bought from its fellow subsidiary company in Germany, for the European automotive industry. On 3rd of May 2008 the company ceased to trade

A Project is currently in place to initiate the liquidation of the company by end of 2012. Operational and administrative support is provided by a fellow group entity based in Germany

Statement of compliance

To comply with the Companies Act 2006 the company has provided below a review of the development and performance of the business during the year, including financial performance, and a description of the principal risks and uncertainties facing the company.

Results and Dividends

The results for the period are shown in the profit and loss account on page 7. As explained above the company ceased to make third party sales and has only incurred administrative expenses as well as interest receivable and payable on intercompany debt. The directors do not recommend the payment of a dividend (2010: £ nil).

Principal risks and uncertainties

The company is subject to the risk of exchange rate and interest rate variances which relate to the foreign debt due to and from group companies. The directors feel the exchange rate and interest rate exposure are covered by the financial support from the company's intermediate and indirect holding companies.

Directors and their interests

The directors who served the company during the year were as follows.

G Saint-Denis
G Gottwick

None of the directors had any interests in the shares of the company at any time in the year.

Directors' report for the year ended 31 December 2010 (continued)

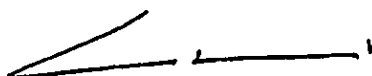
Disclosure of information to auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditor is unaware, and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information

Auditors

Grant Thornton UK LLP offer themselves for reappointment as auditor in accordance with section 485 of the companies Act 2006.

On behalf of the Board



Günter Gottwick
Director

27 Sept. 2012

Statement of directors' responsibilities

The directors are responsible for preparing the Annual 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 financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The financial statements are required by law to 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 then apply them consistently
- make judgments and estimates that are reasonable and prudent
- state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on a 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 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.

In so far as each of the directors is aware,

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent auditor's report to the members of GST Automotive Safety UK Limited

We have audited the financial statements of GST Automotive Safety UK Limited for the year ended 31 December 2011 which comprise Profit and loss account, Balance sheet and the related notes. 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 auditors

As explained more fully in the Directors' Responsibilities Statement set out on page 4, 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 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

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

Basis for qualified opinion on financial statements

At the balance sheet date the company's investment in its subsidiary, GST Automotive Safety RO s r l, amounted to £4.9m consisting of a debtor balance and a fixed asset investment. The latest available accounts of GST Automotive Safety RO s r l show significant negative reserves and as a consequence, in our opinion, the company is unlikely to recover its investment and full provision of £4.9m should be made. Accordingly the carrying value of both the investment and retained earnings should be reduced by £4.9m and the company's loss for the year increased by £4.9m.

Qualified opinion on financial statements

Except for the financial effect of not making the provision referred to in the preceding paragraph, in our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2011 and of its profit 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

Independent auditor's report to the members of GST Automotive Safety UK Limited

Opinion on other matter prescribed by the Companies Act 2006

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

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



Harold Wilson
Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Chartered Accountants
Statutory Auditor
London

27 September 2012

GST Automotive Safety UK Limited

Profit and loss account for the year ended 31 December 2011

	Note	Year ended 31 December 2011 £'000	Year ended 31 December 2010 £'000
Turnover		-	-
Cost of sales		-	-
Gross profit		-	
Administrative expenses		(184)	(358)
Operating loss		(184)	(358)
Interest receivable	1	463	437
Interest payable	2	(237)	(327)
Profit/(loss) on ordinary activities before taxation	3	42	(248)
Tax on profit/loss on ordinary activities	6	30	27
Profit/(loss) for the financial year	11	12	(275)

All items dealt with in arriving at the operating profit/(loss) above relate to discontinued operations

There have been no recognised gains and losses other than as shown above and accordingly no statement of total recognised gains and losses is required to be prepared.

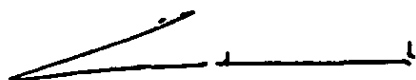
There is no difference between the profit or loss on ordinary activities before taxation and the retained profit for the year stated above and their historical cost equivalents.

GST Automotive Safety UK Limited

Balance sheet as at 31 December 2011

	Note	31 December 2011 £'000	31 December 2010 £'000
Fixed assets			
Investments	15	-	-
		-	
Current assets			
Debtors	7	6,137	11,374
Cash at bank and in hand		223	68
		6,360	11,442
Creditors – amounts falling due within one year	8	(196)	(5,290)
Net current assets		6,164	6,152
Net assets		6,164	6,152
Capital and reserves			
Called up share capital	9	-	-
Share premium account	10	600	600
Capital redemption reserve	10	1,811	1,811
Profit and loss account	10	3,753	3,741
Shareholders' funds	11	6,164	6,152

These financial statements were approved by the board of directors on September 27, 2012 and were signed on its behalf by:



Günter Gottwick
Director

Company number : 02640241

GST Automotive Safety UK Limited

Statement of accounting policies

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards in the United Kingdom. The particular accounting policies adopted have been applied consistently except for the adoption of new accounting standards and are described below.

It is the directors' intention to liquidate the company within a year and consequently these financial statements have been prepared on a break up basis as opposed to the going concern basis applied in prior periods.

The adoption of the break up basis of accounting has not resulted in any adjustments to the carrying value of the company's assets and liabilities at the balance sheet date

Accounting convention

The financial statements are prepared under the historical cost convention.

Foreign exchange

All monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the mid-market rate ruling at the close of business at that date, unless there is a contracted/group exchange rate. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit or loss

Cash flow statement

Under the provision of Financial Reporting Standard No 1 (Revised), the company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the company in its own published consolidated financial statements.

Deferred taxation

Deferred tax is provided for using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability

Consolidation

The company has taken advantage of the exemption afforded by section 400 of the Companies Act 2006 from preparing consolidated financial statements because its financial statements, and those of its subsidiary, are included in the consolidated financial statements of GST Global GmbH. These financial statements therefore present information about the company as an individual undertaking and not about its group

**Notes to the financial statements
for the year ended 31 December 2011**

1 Interest receivable

	Year ended 31 December 2011 £'000	Year ended 31 December 2010 £'000
Interest receivable and similar income	463	437

2 Interest payable

	Year ended 31 December 2011 £'000	Year ended 31 December 2010 £'000
Interest payable on intercompany loan	237	327
Total interest payable	237	327

3 Profit/(loss) on ordinary activities before taxation

Profit/(loss) on ordinary activities before taxation is stated after charging:

	Year ended 31 December 2011 £'000	Year ended 31 December 2010 £'000
Auditors' remuneration	13	10
Exchange loss	144	309

GST Automotive Safety UK Limited
Notes to the financial statements
for the year ended 31 December 2011 (continued)

4 Staff numbers and costs

	Year ended 31 December 2011	Year ended 31 December 2010
The average monthly number of employees during the period was		
Directors	2	2

5 Directors' remuneration, interests and transactions

Directors' emoluments have been paid by other group companies, in both the current and preceding year. It is not possible to allocate the proportion of their remuneration which relates to this company.

GST Automotive Safety UK Limited
Notes to the financial statements
for the year ended 31 December 2011 (continued)

6 Tax on profit on ordinary activities

	Year ended 31 December 2011 £'000	Year ended 31 December 2010 £'000
United Kingdom corporation tax	-	-
Overseas tax	27	27
Adjustments in respect of previous year	3	-
Total current tax charge	30	27
Deferred taxation		
Origination and reversal of timing differences	-	-
Tax on profit on ordinary activities	30	27

The current tax charge for the year is 26.5% (2010: 28%) the standard rate of corporation tax in the United Kingdom. The differences are explained below

	Year ended 31 December 2011 £'000	Year ended 31 December 2010 £'000
Profit on ordinary activities before taxation	42	(248)
Factors affecting charge for the year		
Tax charge/(repayment) at 26.5% thereon (2010: 28%)	11	(69)
Expenses not deductible for tax purposes	(8)	(4)
Overseas tax	27	27
Other timing differences	(3)	73
Adjustment in respect of previous year	3	-
Current tax charge	30	27

GST Automotive Safety UK Limited
Notes to the financial statements
for the year ended 31 December 2011(continued)

7 Debtors

	31 December 2011 £'000	31 December 2010 £'000
Other debtors	3	3
Amounts due from group companies	6,134	11,171
Corporation tax	-	200
	6,137	11,374

8 Creditors – Amounts falling due within one year

	31 December 2011 £'000	31 December 2010 £'000
Trade creditors	19	18
Amounts owed to group undertakings	13	5,139
Accruals and deferred income	164	133
	196	5,290

9 Called up share capital

	31 December 2011 £'000	31 December 2010 £'000
Authorised		
200 ordinary shares of £1 each	-	-
Allotted, called up and fully paid		
200 ordinary shares of £1 each	-	-

GST Automotive Safety UK Limited
Notes to the financial statements
for the year ended 31 December 2011 (continued)

10 Reserves

	Share premium account £'000	Capital redemption reserve £'000	Profit and loss account £'000
At 1 January 2011	600	1,811	3,741
Retained profit for the year	-	-	12
At 31 December 2011	600	1,811	3,753

11 Reconciliation of movement in shareholders' funds

	Year ended 31 December 2011 £'000	Year ended 31 December 2010 £'000
Profit for the financial period	12	(275)
Opening shareholders' funds	6,152	6,427
Closing shareholders' funds	6,164	6,152

12 Related party transactions

The company has taken advantage of the exemption which is conferred by Financial Reporting standard No 8, 'Related party disclosures' that allows it not to disclose transactions with group undertakings where 100% or more of the voting rights are controlled within the group.

There were no other related party transactions.

GST Automotive Safety UK Limited

Notes to the financial statements

for the year ended 31 December 2011 (continued)

13 Financial commitments

There are no annual commitments under non-cancellable operating leases

14 Ultimate parent company and controlling party

The company's ultimate parent company and ultimate controlling party is Hyosung Corporation, incorporated in Korea. Group accounts may be obtained from Hyosung Corporation, 121-720,450 Gongdeok-don, Mapo-Gu, Seoul, Korea.

The largest group of undertakings for which group financial statements have been drawn up is that headed by Hyosung Corporation and the smallest group of undertakings for which group financial statements have been drawn up is that headed by GST Global GmbH.

15 Subsidiary

GST Automotive Safety UK Limited is the sole shareholder of GST Automotive Safety RO s.r.l. (formerly ITG Automotive Safety RO s r l), registered in Romania. The nominal share capital of the company is RON 300 divided into 5 shares of RON 60 each. The principal activity of the company is manufacturing of automotive airbags. The company's net liabilities at the balance sheet date and profit/(loss) for the period are as below:

	2011 £'000	2010 £'000
Net assets/(liabilities)	(1,050)	(1,109)
Profit/(loss) after tax	31	(152)

16 Post balance sheet event

On 30 May 2012 the company increased its investment in GST Automotive Safety RO s r l by subscribing for an additional 495 shares in exchange for cash consideration of £4.7m

This investment was funded through a loan from fellow group company Global Safety Textiles GmbH