

STANLEY U.K. HOLDING LIMITED

STRATEGIC REPORT, ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2017

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STANLEY U.K. HOLDING LIMITED

COMPANY INFORMATION

DIRECTORS	A Sood Stanley Atlantic, Inc. M Smiley S Costello
COMPANY SECRETARY	S Costello
REGISTERED NUMBER	03452684
REGISTERED OFFICE	3 Europa Court Sheffield Business Park Sheffield S9 1XE
INDEPENDENT AUDITORS	Ernst & Young LLP 1 Bridgewater Place Water Lane Leeds LS11 5QR

STANLEY U.K. HOLDING LIMITED

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STANLEY U.K. HOLDING LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2017

BUSINESS REVIEW

The results for the year ended 31 December 2017 are in line with Directors' expectations. The company has impairment in its subsidiary Stanley UK Acquisition Company Limited of £1,091,000 (2016: £1,115,000) resulting in a loss of £881,000 (2016: £1,004,000). The results for the year are satisfactory as are the prospects.

PRINCIPAL RISKS AND UNCERTAINTIES

The company's principal financial instruments comprise cash, bank borrowings and loans between fellow group undertakings, the main purpose of which is to provide finance for its normal operations. The main risks arising from the company's financial instruments are interest rate risk, liquidity risk and profitability of Investments held.

TREASURY POLICY

The company holds financial instruments in order to earn interest to finance the company. The company's policy is to maintain sufficient cash and borrowing facilities as required to support the operating activities of the business.

Credit risk

The Directors consider that the credit risk exposure is limited as the loans are with fellow group companies.

Liquidity and refinancing risk

The company's objective is to produce continuity of funding at a reasonable cost. To do this it seeks to arrange committed funding where necessary from its immediate parent company or other group undertakings.

Market and interest rate risk

The company does not use hedging instruments to hedge interest rate risk as the Directors consider that they will be able to renegotiate borrowing and loan portfolios within an acceptable timescale so as to minimise the impact of significant changes in market interest rates.

FINANCIAL KEY PERFORMANCE INDICATORS

The company's key financial performance indicator is interest receivable of £913,000 (2016: £1,498,000) and payable £690,000 (2016: £1,375,000) on affiliate cash pool balances.

GOING CONCERN

After making enquiries, the directors have reasonable expectation that the company has adequate resources to continue its operational existence for the foreseeable future. The ultimate parent undertaking has confirmed its intention to provide continued support for at least a year from the date of signing these financial statements. Accordingly, they continue to adopt a going concern basis in preparing the annual report and accounts.

This report was approved by the board on 20 September 2018 and signed on its behalf.



S Costello
Director

STANLEY U.K. HOLDING LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2017**

The Directors present their report and the financial statements for the year ended 31 December 2017.

PRINCIPAL ACTIVITY

The principal activity of the business during the year continued to be the holding company for the Stanley Black & Decker UK Group subsidiaries in the United Kingdom.

RESULTS AND DIVIDENDS

The loss for the year, after taxation, amounted to £881,000 (2016 - loss £1,004,000).

The directors do not recommend the payments of any dividends (2016 £:Nil)

DIRECTORS

The Directors who served during the year were:

A Sood
Stanley Atlantic, Inc.
M Smiley
S Costello

FUTURE DEVELOPMENTS

The directors do not envisage any significant changes in the operations of the company.

FINANCIAL INSTRUMENTS

Details of financial instruments are provided in the Strategic Report.

QUALIFYING THIRD PARTY INDEMNITY PROVISIONS

The company benefits from a global indemnity policy which protects its directors against liability in respect of proceedings brought by third parties, subject to the conditions set out in section 234 of the Companies Act 2006.

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are Directors at the time when this Directors' Report is approved has confirmed that:

- so far as the Director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the Director has taken all the steps that ought to have been taken as a Director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

POST BALANCE SHEET EVENTS

There have been no significant events affecting the Company since the year end.

STANLEY U.K. HOLDING LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2017**

This report was approved by the board on 20 September 2018 and signed on its behalf.



S Costello
Director

**DIRECTORS' RESPONSIBILITIES STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2017**

The Directors are responsible for preparing the Strategic Report, 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgments 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;
- 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 to 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 STANLEY U.K. HOLDING LIMITED

Opinion

We have audited the financial statements of Stanley U.K. Holding Limited for the year ended 31 December 2017 which comprise Statement of Comprehensive Income, Balance Sheet, Statement of Changes in Equity and the related notes 1 to 16, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the company's affairs as at 31 December 2017 and of its loss 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF STANLEY U.K. HOLDING LIMITED - CONTINUED

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or directors' report.

We have nothing to report in respect of the following matters in relation to which 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.

Responsibilities of directors

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, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF STANLEY U.K. HOLDING LIMITED - CONTINUED

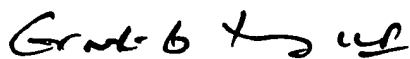
Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

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.



Eddie Diamond (Senior statutory auditor)
for and on behalf of Ernst & Young LLP, Statutory Auditor
Leeds
24 September 2018

STANLEY U.K. HOLDING LIMITED

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017 £000	2016 £000
Administrative expenses		(13)	(12)
Exceptional administrative expenses	9	(1,091)	(1,115)
OPERATING LOSS		(1,104)	(1,127)
Interest receivable and similar income	6	913	1,498
Interest payable and expenses	7	(690)	(1,375)
LOSS BEFORE TAX		(881)	(1,004)
LOSS FOR THE YEAR		(881)	(1,004)
TOTAL COMPREHENSIVE LOSS FOR THE YEAR		(881)	(1,004)

STANLEY U.K. HOLDING LIMITED
REGISTERED NUMBER:03452684

BALANCE SHEET
AS AT 31 DECEMBER 2017

	Note	2017 £000	2016 £000
FIXED ASSETS			
Investments	10	64,840	65,931
		<u>64,840</u>	<u>65,931</u>
CURRENT ASSETS			
Debtors: amounts falling due within one year	11	137,920	197,995
Cash at bank and in hand		338,410	318,581
		<u>476,330</u>	<u>516,576</u>
Creditors: amounts falling due within one year	12	(524,204)	(564,660)
NET CURRENT LIABILITIES		<u>(47,874)</u>	<u>(48,084)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>16,966</u>	<u>17,847</u>
Creditors: amounts falling due after more than one year	13	(16,044)	(16,044)
NET ASSETS		<u>922</u>	<u>1,803</u>
CAPITAL AND RESERVES			
Called up share capital	14	16,710	16,710
Share premium account	15	25,175	25,175
Profit and loss account	15	(40,963)	(40,082)
		<u>922</u>	<u>1,803</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 20 September 2018.



S Costello
Director

STANLEY U.K. HOLDING LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Called up share capital	Share premium account	Profit & loss	Total equity
	£000	£000	£000	£000
At 1 January 2017	16,710	25,175	(40,082)	1,803
COMPREHENSIVE LOSS FOR THE YEAR				
Loss for the year	-	-	(881)	(881)
AT 31 DECEMBER 2017	<u>16,710</u>	<u>25,175</u>	<u>(40,963)</u>	<u>922</u>

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Called up share capital	Share premium account	Profit & loss	Total equity
	£000	£000	£000	£000
At 1 January 2016	16,710	25,175	(39,078)	2,807
COMPREHENSIVE LOSS FOR THE YEAR				
Loss for the year	-	-	(1,004)	(1,004)
AT 31 DECEMBER 2016	<u>16,710</u>	<u>25,175</u>	<u>(40,082)</u>	<u>1,803</u>

The notes on pages 11 to 22 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

1. GENERAL INFORMATION

Stanley U.K. Holding Limited is a private limited by shares company incorporated and domiciled in England and Wales. The registered office is 3 Europa Court, Sheffield Business Park, Sheffield, S9 1XE.

2. ACCOUNTING POLICIES

2.1 Basis of preparation of financial statements

The financial statements are prepared in sterling which is the functional and presentational currency of the company and is rounded to the nearest thousand.

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

2.2 Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Stanley Black & Decker, Inc as at 30 December 2017 and these financial statements may be obtained from 1000 Stanley Drive, New Britain, Connecticut 06053, USA.

2.3 Going concern

After making enquiries, the directors have reasonable expectation that the company has adequate resources to continue its operational existence for the foreseeable future. The ultimate parent undertaking has confirmed its intention to provide continued support for at least a year from the date of signing these financial statements. Accordingly, they continue to adopt a going concern basis in preparing the annual report and accounts.

2.4 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment. Management performs an annual review to determine if the indicators of impairment exist. The impairment is calculated internally using a valuation technique based on the net assets model as there is a lack of comparable market data because of the nature of the investment.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

2. ACCOUNTING POLICIES (CONTINUED)

2.5 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.6 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.7 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in the case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Comprehensive Income.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the balance sheet date.

Financial assets and liabilities are offset and the net amount reported in the Balance Sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2.8 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

2. ACCOUNTING POLICIES (CONTINUED)

2.9 Finance costs

Finance costs are charged to the Statement of Comprehensive Income over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.10 Interest income

Interest income is recognised in the Statement of Comprehensive Income using the effective interest method.

2.11 Taxation

Tax is recognised in the Statement of Comprehensive Income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2.12 Exceptional items

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

**3. JUDGMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION
UNCERTAINTY**

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. The following judgments (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements.

Valuation of investments

The company carries its investments at cost less accumulated impairment. The impairment is calculated internally using a valuation technique based on the net asset model as there is lack of comparable market data because of the nature of its investment.

Taxation

Management estimation is required to determine the amount of deferred tax assets that can be recognised, based upon likely timing and level of future taxable profits together with an assessment of the effects of the future tax planning strategies.

4. OPERATING LOSS

The operating loss is stated after charging:

	2017 £000	2016 £000
Fees payable to the Company's auditor and its associates for the audit of the company's annual accounts	7	6

5. DIRECTORS' REMUNERATION

Directors' remuneration was paid by fellow group companies as the Directors of the company are also directors of other group undertakings.

Although they carried out qualifying services for each company, the Directors do not believe that it is practical to apportion their remuneration between companies.

Aggregate emoluments in respect of qualifying services for the year were £573,000 (2016 - £639,000).

During the year retirement benefits were accruing to 3 directors (2016 - 3) in respect of defined contribution pension schemes.

The highest paid Director received remuneration of £343,000 (2016 - £228,000).

The value of the company's contributions paid to a defined contribution pension scheme in respect of the highest paid Director amounted to £19,000 (2016 - £16,000).

STANLEY U.K. HOLDING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

6. INTEREST RECEIVABLE

	2017 £000	2016 £000
Other interest receivable	913	1,498
	913	1,498

7. INTEREST PAYABLE AND SIMILAR CHARGES

	2017 £000	2016 £000
Interest payable to group companies	690	1,375
	690	1,375

STANLEY U.K. HOLDING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

8. TAXATION

	2017 £000	2016 £000
Total current tax	-	-

FACTORS AFFECTING TAX CHARGE FOR THE YEAR

The tax assessed for the year is higher than (2016 - higher than) the standard rate of corporation tax in the UK of 19.25% (2016 - 20%). The differences are explained below:

	2017 £000	2016 £000
Loss on ordinary activities before tax	(881)	(1,004)
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 19.25% (2016 - 20%)	(170)	(201)
Effects of:		
Non-tax deductible Impairment of investment	211	223
Group relief	46	77
Transfer pricing adjustments	(87)	(99)
TOTAL TAX CHARGE FOR THE YEAR	-	-

A transfer pricing adjustment has been included for tax purposes above in relation to non-interest bearing intercompany balances.

FACTORS THAT MAY AFFECT FUTURE TAX CHARGES

The Finance (No. 2) Act 2015 obtained Royal Assent on 18 November 2015 and enacted a reduction in the UK corporation tax rate from 20% to 19% effective from 1 April 2017 and a further reduction to 18% effective from 1 April 2020.

Furthermore the Finance Act 2016 obtained Royal Assent on 15 September 2016 and stated that the 18% rate given above will, in fact, be reduced to 17%.

The company has an unrecognised deferred tax asset of £1,598,000 (2016: £1,598,000) relating to tax losses brought forward. The deferred tax has been calculated at the 17% corporation tax rate that was substantively enacted at the year end date. No deferred tax asset has been recognised in these financial statements as the recovery is uncertain and not currently anticipated.

STANLEY U.K. HOLDING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

9. EXCEPTIONAL ITEMS

	2017 £000	2016 £000
Impairment of investment in Stanley UK Acquisition Company Limited	1,091	1,115
	<u>1,091</u>	<u>1,115</u>

10. FIXED ASSET INVESTMENTS

	Shares in subsidiary companies £000
COST OR VALUATION	
At 1 January 2017	145,227
At 31 December 2017	<u>145,227</u>
IMPAIRMENT	
At 1 January 2017	79,296
Charge for the period	1,091
At 31 December 2017	<u>80,387</u>
NET BOOK VALUE	
At 31 December 2017	<u>64,840</u>
At 31 December 2016	<u>65,931</u>

SUBSIDIARY UNDERTAKINGS

* Indirectly held

Name	Class of shares	Holding	Principal activity
Stanley UK Services Limited	£1 Ordinary	100 %	Provision of services
SWK (UK) Holding Limited	£1 Ordinary	100 %	Holding company
Stanley UK Acquisition Company Limited	£1 Ordinary	100 %	Holding company
Stanley UK Limited	£1 Ordinary	100 %	Dormant
Stanley UK Sales Limited	£1 Ordinary	100 %	Dormant
The Stanley Works Limited*	£1 Ordinary	100 %	Tool Manufacturer
Stanley Black & Decker Pension Trustees Limited*	£1 Ordinary	100 %	Dormant

STANLEY U.K. HOLDING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

10. FIXED ASSET INVESTMENTS (CONTINUED)

SWK (UK) Limited*	£1 Ordinary	100 %	Holding company
Stanley Security Solutions - Europe Limited*	5p Ordinary	100 %	Holding company
Acmetrack Limited*	£1 Ordinary 10p Ordinary & 10p	100 %	Dormant
Stanley Security Solutions Operations Limited*	Preferred Ordinary	100 %	Dormant
Amano Blick International (Europe) Limited*	£1 Ordinary	100 %	Dormant
Blick Dormants Limited*	£1 Ordinary	100 %	Dormant
Blick Group Management Services Ltd*	£1 Ordinary	100 %	Dormant
Blick Telefusion Communications Limited*	£1 Ordinary	100 %	Dormant
Blick Software Systems Limited*	£1 Ordinary	100 %	Dormant
PAC International Limited*	£1 Ordinary	100 %	Dormant
GDX International Limited*	£1 Ordinary	100 %	Dormant
Audax Sound Systems Limited*	£1 Ordinary	100 %	Dormant
Blick Engineering Limited*	£1 Ordinary	100 %	Dormant
Blick International Limited*	£1 Ordinary	100 %	Dormant
Cybershift Limited*	£1 Ordinary	100 %	Dormant
Blick Maintenance Limited*	£1 Ordinary	100 %	Dormant
Blick National Systems Limited*	£1 Ordinary	100 %	Dormant
Blick Properties Limited*	£1 Ordinary	100 %	Dormant
Blick Tannoy Limited*	£1 Ordinary	100 %	Dormant
Blick Time Recorders Limited*	£1 Ordinary	100 %	Dormant
Blick Time Systems Limited*	£1 Ordinary	100 %	Dormant
British Time Limited*	£1 Ordinary	100 %	Dormant
ITR International Time Limited*	£1 Ordinary £1 Ordinary & £1	100 %	Dormant
Programs At Work Limited*	Preference £1 Ordinary & £1	100 %	Dormant
National Time Recorder Company Limited*	Preference	100 %	Dormant
Thomson & Kelly Limited*	£1 Ordinary	100 %	Dormant
Trusound Installation Limited*	£1 Ordinary £1 Ordinary & £1	100 %	Dormant
Trusound Limited*	Preference	100 %	Dormant
Trusound Manufacturing Limited*	£1 Ordinary	100 %	Dormant
Trusound Rentals Limited*	£1 Ordinary	100 %	Dormant
Blick International Systems Limited*	£1 Ordinary	100 %	Dormant

STANLEY U.K. HOLDING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

10. FIXED ASSET INVESTMENTS (CONTINUED)

Sneddon Limited*	£1 Ordinary	100 %	Dormant
Blick Telefusion (Scotland) Limited*	£1 Ordinary 5p Ordinary and £1	100 %	Dormant
Telefusion Communications Limited*	Preference	100 %	Dormant
Visionhire Cable Limited*	£1 Ordinary £1 Ordinary and £1	100 %	Dormant
Wolsey Television (Scotland) Limited*	Deferred Ordinary	100 %	Dormant

Name	Registered office
Stanley UK Services Limited	3 Europa Court, Sheffield Business Park, Sheffield, S9 1XE
SWK (UK) Holding Limited	3 Europa Court, Sheffield Business Park, Sheffield, S9 1XE
Stanley UK Acquisition Company Limited	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Stanley UK Limited	3 Europa Court, Sheffield Business Park, Sheffield, S9 1XE
Stanley UK Sales Limited	3 Europa Court, Sheffield Business Park, Sheffield, S9 1XE
The Stanley Works Limited*	3 Europa Court, Sheffield Business Park, Sheffield, S9 1XE
Stanley Black & Decker Pension Trustees Limited*	3 Europa Court, Sheffield Business Park, Sheffield, S9 1XE
SWK (UK) Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Stanley Security Solutions - Europe Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Acmetrack Limited*	3 Europa Court, Sheffield Business Park, Sheffield, S9 1XE
Stanley Security Solutions Operations Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Amano Blick International (Europe) Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Blick Dormants Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Blick Group Management Services Ltd*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Blick Telefusion Communications Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Blick Software Systems Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
PAC International Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
GDX International Limited*	61/63 Back Sneddon Street, Paisley, Renfrewshire, PA3 2DD
Audax Sound Systems Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Blick Engineering Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Blick International Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Cybershift Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Blick Maintenance Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Blick National Systems Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Blick Properties Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER

STANLEY U.K. HOLDING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

10. FIXED ASSET INVESTMENTS (CONTINUED)

Blick Tannoy Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Blick Time Recorders Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Blick Time Systems Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
British Time Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
ITR International Time Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Programs At Work Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
National Time Recorder Company Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Thomson & Kelly Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Trusound Installation Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Trusound Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Trusound Manufacturing Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Trusound Rentals Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Blick International Systems Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Sneddon Limited*	61/63 Back Sneddon Street, Paisley, Renfrewshire, PA3 2DD
Blick Telefusion (Scotland) Limited*	61/63 Back Sneddon Street, Paisley, Renfrewshire, PA3 2DD
Telefusion Communications Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Visionhire Cable Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER
Wolsey Television (Scotland) Limited*	Stanley House, Bramble Road, Swindon, Wiltshire, SN2 8ER

STANLEY U.K. HOLDING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

11. DEBTORS

	2017 £000	2016 £000
Amounts owed by group undertakings	137,920	197,995
	<u>137,920</u>	<u>197,995</u>

12. CREDITORS: Amounts falling due within one year

	2017 £000	2016 £000
Amounts owed to group undertakings	524,204	564,660
	<u>524,204</u>	<u>564,660</u>

13. CREDITORS: Amounts falling due after more than one year

	2017 £000	2016 £000
Amounts owed to group undertakings	16,044	16,044
	<u>16,044</u>	<u>16,044</u>

14. SHARE CAPITAL

	2017 £000	2016 £000
Allotted, called up and fully paid		
16,710,001 Ordinary shares shares of £1 each	16,710	16,710
	<u>16,710</u>	<u>16,710</u>

For all shares issued, subject to the articles, without prejudice to the rights attached to any existing shareholder, such rights or restrictions as may be determined by ordinary resolution.

15. RESERVES**Share premium account**

This reserve records the amount above the nominal value received for shares sold, less transaction costs.

Profit & loss account

The profit & loss account includes all current and prior period retained profits and losses.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

16. CONTROLLING PARTY

The company's immediate parent undertaking is Stanley Works (Europe) GmbH, which is incorporated in Switzerland.

The ultimate holding company and the ultimate controlling party of the group of undertakings for which group financial statements are drawn up and of which the company is a member is Stanley Black & Decker, Inc, incorporated in the United States of America. Stanley Black & Decker, Inc. is the parent undertaking of the largest and smallest group of which the company is a member and for which group financial statements are drawn up. Copies of the financial statements of Stanley Black & Decker, Inc may be obtained from

Stanley Black & Decker Inc,
1000 Stanley Drive,
New Britain,
Connecticut 06053,
USA.