

GD First (UK) Limited

Annual Report and Financial Statements For the year ended 31 December 2021

Registered number: 04955958



GD First (UK) Limited

Annual Report and Financial Statements For the year ended 31 December 2021

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GD First (UK) Limited

Officers and Professional Advisers For the year ended 31 December 2021

Directors

M. J. Scheske
A. R. Schiesl

Company Secretary

M. E. Grummett

Registered Office

PO Box 468, Cross Lane, Tong
Bradford
West Yorkshire
BD4 0SU
England and Wales.

GD First (UK) Limited is a private company limited by shares and registered in England and Wales.

Auditor

Deloitte LLP
Statutory Auditor
Four Brindley place
Birmingham
United Kingdom
B1 2HZ

Bankers

HSBC plc
62-76 Park Street
London
United Kingdom
SE1 9DZ

GD First (UK) Limited

Strategic Report For the year ended 31 December 2021

The directors present their strategic report for the year ended 31 December 2021.

Principal activity and review of the business

The Company's principal activity during the year was that of a largely dormant undertaking with only interest received on an intergroup loan. The company was not impacted by the Covid-19 pandemic and the directors do not expect any changes in the principal activity during the next financial year.

Key performance indicators

A key performance indicator of the Company is profit or loss. The profit for the year ended 31 December 2021 is £97,000 (2020: profit £50,000). Net assets are £2,947,000 (2020: £2,850,000). There are no applicable non-financial performance indicators for the Company.

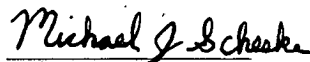
Principal risks and uncertainties

The Company is largely dormant and therefore has no material principal risks and uncertainties. However, the company is exposed to changes in interest rates which impacts the intercompany interest expense in the profit and loss account. This is also managed at a group level.

Future Developments

The Company is expected to continue as a largely dormant company with no current plans to be liquidated.

Approved by the Board of Directors and signed on behalf of the Board by:



M. J. Scheske
Director

Date 15 December 2022

GD First.(UK) Limited

Directors' Report For the year ended 31 December 2021

The directors present the annual report and audited financial statements for the year ended 31 December 2021.

Principal activities and future developments are discussed in the strategic report.

Results and dividends

The profit for the year after taxation amounted to £97,000 (2020: profit £50,000). No interim dividend was paid (2020: £nil). The directors do not recommend payment of a final dividend (2020: £nil).

Going concern

As part of the preparation of the financial statements, the directors have carried out a review with respect to going concern. They have reviewed the cash flow forecasts and the prospects of the business going forward. This included reviewing any potential impact from the global pandemic 'Covid-19' and has concluded that there is no impact or a going concern issue as a result.

The company is reliant on the support of Gardner Denver Inc., its ultimate operating parent undertaking, to be able to meet its liabilities as they fall due. The directors have received a letter of support from Gardner Denver Inc. which states its intent to provide the necessary financial support to ensure that the company is a going concern for at least twelve months from the date of signing these financial statements. After making enquiries and taking account of the factors noted above, the directors have a reasonable expectation that the company will have access to adequate resources to continue in existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing these financial statements.

Directors

The directors who served the Company during the year and to the date of this report were as follows:

M. J. Scheske
A. R. Schiesl

The remuneration paid to the directors who held office in the year is disclosed in note 4 to the financial statements.

Director's indemnities

The ultimate parent undertaking Ingersoll Rand Inc. has made qualifying third party indemnity provisions for the benefit of the company's directors (and other group company directors) which were made during the year and remain in force at the date of this report.

Auditor

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

- so far as the directors are aware, there is no relevant audit information of which the auditor is unaware; and
- the directors have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

This information is given and should be interpreted in accordance with the provisions of section 418 of the Companies Act 2006.

A resolution to reappoint Deloitte-LLP as auditor will be put to the member at the Annual General Meeting.

Approved by the Board of Directors and signed on behalf of the Board by:



M. E. Grummett
Company Secretary

Date: 15 December 2022

GD First (UK) Limited

Directors' Responsibilities Statement For the year ended 31 December 2021

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 the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including FRS 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 and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; 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.

GD First (UK) Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF GD FIRST (UK) LIMITED

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of GD First (UK) Limited (the 'company'):

- give a true and fair view of the state of the company's affairs as at 31 December 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements which comprise:

- the profit and loss account;
- the balance sheet;
- the statement of changes in equity; 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, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISA's (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.

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 Financial Reporting Council's ("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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

GD First (UK) Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF GD FIRST (UK) 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 contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of directors

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, 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.

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 FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We considered the nature of the company's industry and its control environment, and reviewed the company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory framework that the company operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included UK Companies Act, pensions legislation and tax legislation; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty

We discussed among the audit engagement team including relevant internal specialists such as tax regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

GD First (UK) Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF GD FIRST (UK) LIMITED (continued)

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management legal counsel concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance and reviewing correspondence with HMRC.

Report on other legal and regulatory requirements

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 the directors' report have been prepared in accordance with applicable legal requirements.

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 any material misstatements in the strategic report or the directors' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 we are required to report in respect of the following matters 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.

We have nothing to report in respect of these matters.

Use of our report

This report is made solely to the company's member, 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 member 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 member as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:

9F83CAB7EDEF445C

Ryan Duffy (Senior statutory auditor)
For and on behalf of Deloitte LLP
Statutory Auditor
Birmingham, United Kingdom

15 December 2022 | 20:50:36 GMT

GD First (UK) Limited**Profit and Loss Account
For the year ended 31 December 2021**

		2021	2020
	Note	£'000	£'000
Interest receivable and similar income	6	97	50
Profit before taxation	3	97	50
Tax on profit	7	-	-
Profit for the financial year		<u>97</u>	<u>50</u>

All amounts relate to continuing activities and there are no other items of comprehensive income and as such no separate statement of comprehensive income has been prepared.

Notes to the financial statements on pages 11 - 15 form an integral part of the financial statements.

GD First (UK) Limited**Balance Sheet
As at 31 December 2021**

	Note	2021 £'000	2020 £'000
Current assets			
Cash at bank and in hand		23	23
Debtors	8	2,947	2,850
		<u>2,970</u>	<u>2,873</u>
Creditors: amounts falling due within one year	9	(23)	(23)
Net current assets		<u>2,947</u>	<u>2,850</u>
Net assets		<u>2,947</u>	<u>2,850</u>
Capital and reserves			
Called up share capital	10	-	-
Profit and loss account		<u>2,947</u>	<u>2,850</u>
Shareholder's funds		<u>2,947</u>	<u>2,850</u>

Notes to the financial statements on pages 11-15 form an integral part of the financial statements.

The financial statements of GD First (UK) Limited (registered number 04955958) were approved by the board of directors and authorised for issue and signed on its behalf by:



M. J. Scheske

Director

Date: 15 December 2022

GD First (UK) Limited**Statement of Changes in Equity
For the year ended 31 December 2021**

	Called up Share Capital £'000	Profit and Loss Account £'000	Total £'000
At 1 January 2020	-	2,800	2,800
Profit for the financial year and total comprehensive income	-	50	50
At 31 December 2020	-	2,850	2,850
Profit for the financial year and total comprehensive income	-	97	97
At 31 December 2021	-	2,947	2,947

Notes to the financial statements on pages 11 - 15 form an integral part of the financial statements.

GD First (UK) Limited

Notes to the Financial Statements For the year ended 31 December 2021

1. Accounting policies

Basis of preparation

The principal accounting policies are summarised below. They have all been applied consistently throughout the year and to the preceding year.

General information and basis of accounting

GD First (UK) Limited is a private company limited by shares, incorporated in the United Kingdom under the Companies Act and registered in England and Wales. The address of the registered office is given on page 1. The nature of the Company's operations and its principal activities are set out in the Strategic Report on page 2.

The financial statements have been prepared under the historical cost convention, and in accordance with Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council.

The functional currency of GD First (UK) Limited is considered to be Pound Sterling because that is the currency of the primary economic environment in which the Company operates.

GD First (UK) Limited meets the definition of a qualifying entity under FRS 102 and has therefore taken advantage of the disclosure exemptions available to it in respect of its separate financial statements. GD First (UK) Limited is consolidated in the financial statements of its ultimate parent undertaking, Ingersoll Rand Inc., which may be obtained as per note 11. Exemptions have been taken in these separate Company financial statements in relation to share-based payments, financial instruments, presentation of a cash flow statement, related party transactions and remuneration of key management personnel.

Going concern

As part of the preparation of the financial statements, the directors have carried out a review with respect to going concern. They have reviewed the cash flow forecasts and the prospects of the business going forward. This included reviewing any potential impact from the global pandemic 'Covid-19' and has concluded that there is no impact or a going concern issue as a result.

The company is reliant on the support of Gardner Denver Inc., its ultimate operating parent undertaking, to be able to meet its liabilities as they fall due. The directors have received a letter of support from Gardner Denver Inc. which states its intent to provide the necessary financial support to ensure that the company is a going concern for at least twelve months from the date of signing these financial statements. After making enquiries and taking account of the factors noted above, the directors have a reasonable expectation that the company will have access to adequate resources to continue in existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing these financial statements.

Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the Company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

GD First (UK) Limited

Notes to the Financial Statements (continued) For the year ended 31 December 2021

1. Accounting policies (continued)

Taxation (continued)

When the amount that can be deducted for tax for an asset that is recognised in a business combination is less (more) than the value at which it is recognised, a deferred tax liability (asset) is recognised for the additional tax that will be paid (avoided) in respect of that difference. Similarly, a deferred tax asset (liability) is recognised for the additional tax that will be avoided (paid) because of a difference between the value at which a liability is recognised and the amount that will be assessed for tax.

Deferred tax liabilities are recognised for timing differences arising from investments in subsidiaries and associates, except where the Company is able to control the reversal of the timing difference and it is probable that it will not reverse in the foreseeable future.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date that are expected to apply to the reversal of the timing difference. Deferred tax relating to property, plant and equipment measured using the revaluation model and investment property is measured using the tax rates and allowances that apply to sale of the asset.

Where items recognised in other comprehensive income or equity are chargeable to or deductible for tax purposes, the resulting current or deferred tax expense or income is presented in the same component of comprehensive income or equity as the transaction or other event that resulted in the tax expense or income.

Current tax assets and liabilities are offset only when there is a legally enforceable right to set off the amounts and the Company intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Deferred tax assets and liabilities are offset only if: a) the Company has a legally enforceable right to set off current tax assets against current tax liabilities; and b) the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

Interest income

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

2. Critical accounting judgements and key sources of estimation uncertainty

In the application of the Company's accounting policies, which are described in note 1, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. There are no key sources of estimation uncertainty.

GD First (UK) Limited

Notes to the Financial Statements (continued) For the year ended 31 December 2021

2. Critical accounting judgements and key sources of estimation uncertainty (continued)

Critical judgements in applying the Company's accounting policies

The company is largely dormant and therefore there are no critical judgements applied to the Company's accounting policies.

3. Profit before taxation

The auditor's remuneration, in respect of the audit of these financial statements, of £5,000 (2020: £5,000) was borne by a fellow group undertaking, Gardner Denver Limited, and not recharged. There were no non-audit fees in the year (2020: £nil).

4. Directors' remuneration

The Company directors were remunerated through a fellow group company, Gardner Denver Inc. The directors were not remunerated for the service to this Company as it was not possible to allocate their services to the Company.

5. Staff costs

No persons were employed by the Company during the year (2020: none).

6. Interest receivable and similar income

	2021 £'000	2020 £'000
Interest receivable and similar income:		
Interest receivable on loans to affiliated companies	97	50
Finance income	<u>97</u>	<u>50</u>

7. Tax on profit

The tax charge comprises:

	2021 £'000	2020 £'000
Current tax on profit :		
UK corporation tax at 19.0% (2020: 19.0%)	-	-
Total current tax charge	<u>-</u>	<u>-</u>

The standard rate of tax applied to the reported profit is 19.0% (2020: 19.0%). From 1 April 2023, the standard rate of corporation tax is expected to increase to 25%. No impact is expected from this increase as the company is not expected to incur a tax charge.

GD First (UK) Limited

Notes to the Financial Statements (continued) For the year ended 31 December 2021

7. Tax on profit (continued)

The difference between the total tax charge shown above and the amount calculated by applying the standard rate of UK corporation tax to the profit before tax is as follows:

	2021 £'000	2020 £'000
Profit before tax	<u>97</u>	<u>50</u>
Tax on profit at standard UK corporation tax rate of 19.0% (2020: 19.0%)	18	10
Effects of:		
- Group relief claimed	<u>(18)</u>	<u>(10)</u>
Total tax charge for the year	<u>-</u>	<u>-</u>

8. Debtors

	2021 £'000	2020 £'000
Amounts falling due within one year:		
Amounts owed by group undertakings	2,922	2,829
Interest receivable on loans to affiliated companies	<u>25</u>	<u>21</u>
	<u>2,947</u>	<u>2,850</u>

Amounts owed by group undertakings do not have fixed repayment terms and are unsecured and accrue interest at 3.35% (2020: 3.35%) per annum and arose from a group cash pooling arrangement.

9. Creditors

	2021 £'000	2020 £'000
Amounts falling due within one year:		
Other creditors	<u>23</u>	<u>23</u>
	<u>23</u>	<u>23</u>

GD First (UK) Limited

Notes to the Financial Statements (continued) For the year ended 31 December 2021

10. Called up share capital

	2021		2020	
<i>Allotted, called up and fully paid</i>	No.	£'000	No.	£'000
Ordinary shares of 1p each	1,000	-	1,000	-

There is only one class of ordinary shares and there are no particular rights attached to them.

11. Ultimate parent undertaking and controlling party

At the balance sheet date, the Company's immediate parent undertaking was GD Global Holdings, Inc., a company incorporated in the USA.

At this time the Company's ultimate parent undertaking and ultimate controlling party was Ingersoll Rand Inc., with its registered office at 800-A Beatty Street, Davidson, North Carolina 28036, USA, incorporated in the USA, and its results are included in the financial statements of that company. Ingersoll Rand Inc. is the smallest and the largest group into which the Company is consolidated. The group financial statements of Ingersoll Rand Inc., are available on request from Gardner Denver International Limited, with its registered office at PO Box 468, Cross Lane, Tong, Bradford, West Yorkshire, BD4 0SU, United Kingdom.