

Registered number: 05432280

SCT EUROPE LTD

ANNUAL REPORT

FOR THE YEAR ENDED 29 DECEMBER 2018



SCT EUROPE LTD

COMPANY INFORMATION

Directors	K P Hildum (resigned 26 January 2018) C J Weatherall (resigned 26 January 2018) M E Fetsko III (appointed 26 January 2018) M J Isaac (appointed 26 January 2018) J A Mastalerz Jr (appointed 26 January 2018)
Company secretary	M J Isaac
Registered number	05432280
Registered office	Howard House Graycar Business Park Barton Under Needwood Burton-On-Trent Staffordshire DE13 8EN
Independent auditors	Cooper Parry Group Limited Chartered Accountants & Statutory Auditor Sky View Argosy Road East Midlands Airport Castle Donington Derby DE74 2SA

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DIRECTORS' REPORT FOR THE YEAR ENDED 29 DECEMBER 2018

The directors present their report and the financial statements for the year ended 29 December 2018.

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 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 judgements and accounting estimates that are reasonable and prudent;
- 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.

Directors

The directors who served during the year are stated on the company information page.

Directors' qualifying third party indemnity provisions

The company has granted an indemnity to all its directors against liability in respect of proceedings brought by third parties, subject to the conditions set out in the Companies Act 2006. Such qualifying third party indemnity provision remains in force as at the date of approving the directors' report.

Results and dividends

The loss for the year, after taxation, amounted to £18 (2017: loss of £444).

During the year dividends of £Nil (2017: £Nil) were paid.

The directors do not recommend payment of a final dividend.

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**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 29 DECEMBER 2018**

Disclosure of information to auditors

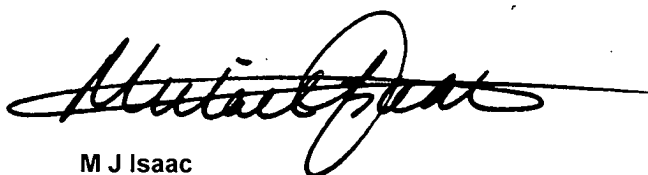
Each of the persons who are directors at the time when this directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that 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.

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

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

A handwritten signature in black ink, appearing to read 'M J Isaac', with a long horizontal flourish extending to the right.

M J Isaac
Director

Date: 26 September 2019

SCT EUROPE LTD

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SCT EUROPE LTD

Opinion

We have audited the financial statements of SCT Europe Ltd (the 'company') for the year ended 29 December 2018, which comprise the profit and loss account, the balance sheet and the related notes, 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, including Financial Reporting Standard 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 state of the company's affairs as at 31 December 2018 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. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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.

SCT EUROPE LTD

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SCT EUROPE LTD (CONTINUED)

Other information

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

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 this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion 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 directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has 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 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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement on page 1, 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.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SCT EUROPE LTD (CONTINUED)

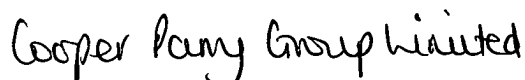
Auditor's responsibilities for the audit of the financial statements

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: 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.



Alison Fovargue (Senior Statutory Auditor)

for and on behalf of
Cooper Parry Group Limited

Chartered Accountants
Statutory Auditor

Sky View
Argosy Road
East Midlands Airport
Castle Donington
Derby
DE74 2SA

Date: 26 September 2019

SCT EUROPE LTD
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 29 DECEMBER 2018

	Note	2018 £	2017 £
Turnover	1	-	-
Administrative expenses		(18)	(444)
		<hr/>	<hr/>
Loss on ordinary activities before taxation		(18)	(444)
Taxation on loss on ordinary activities		<hr/> -	<hr/> -
Loss for the financial year		<hr/> <hr/> (18)	<hr/> <hr/> (444)

The notes on pages 8 to 10 form part of these financial statements.

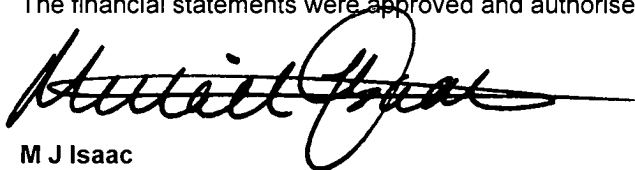
SCT EUROPE LTD
REGISTERED NUMBER: 05432280

BALANCE SHEET
AS AT 29 DECEMBER 2018

	Note	£	2018 £	£	2017 £
Fixed assets					
Tangible assets	3		-		-
Current assets					
Debtors: amounts falling due within one year	4	201,276		201,276	
Cash at bank and in hand		<u>2,375</u>		<u>2,393</u>	
		203,651		203,669	
Net current assets			<u>203,651</u>		<u>203,669</u>
Net assets			<u>203,651</u>		<u>203,669</u>
Capital and reserves					
Called up share capital	5		1		1
Capital redemption reserve	6		5,203,381		5,203,381
Profit and loss account	6		<u>(4,999,731)</u>		<u>(4,999,713)</u>
Shareholders' funds			<u>203,651</u>		<u>203,669</u>

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:



M J Isaac
Director

Date: 26 September 2019

The notes on pages 8 to 10 form part of these financial statements.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 29 DECEMBER 2018

1. Accounting Policies

SCT Europe Ltd (the 'company') is a limited liability company incorporated and domiciled in the United Kingdom. The address of its registered office is disclosed on the company information page.

The financial statements are prepared in Sterling (£), which is the functional currency of the company. The financial statements are for the year ended 29 December 2018 (2017: year ended 29 December 2017).

1.1 Basis of preparation of financial statements

The financial statements have been prepared on a going concern basis under the historical cost convention and in accordance with Financial Reporting Standard (FRS) 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland, including section 1A of FRS 102, and the Companies Act 2006.

The following principle accounting policies have been applied:

1.2 Turnover

Turnover is recognised to the extent that it is probable that economic benefits will flow to the company and that the associated turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

1.3 Cash

Cash is represented by cash in hand and deposits with financial institutions.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and machinery	-	20% straight line
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2. Employees

The company has no employees other than the directors (2017: none).

SCT EUROPE LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 29 DECEMBER 2018

3. Tangible fixed assets

	Plant and machinery £
Cost	
At 29 December 2017 and 29 December 2018	<u>116,823</u>
Depreciation	
At 29 December 2017 and 29 December 2018	<u>116,823</u>
Net book value	
At 29 December 2018	<u>-</u>
At 29 December 2017	<u>-</u>

4. Debtors

	2018 £	2017 £
Amounts owed by group undertakings	<u>201,276</u>	<u>201,276</u>

5. Share capital

	2018 £	2017 £
Allotted, called up and fully paid		
1 Ordinary share of £1	<u>1</u>	<u>1</u>

6. Reserves

Share capital

Represents the nominal value of shares that have been issued.

Capital redemption reserve

This reserve arose out of the capitalisation of amounts owed to group undertakings. This amount is a non-distributable reserve.

Profit and loss account

Retained earnings represents accumulated profit and loss for the year and prior periods less dividends paid.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 29 DECEMBER 2018

7. Related party transactions

Transactions with group undertakings have not been disclosed as the group has taken advantage of the FRS 102 section 1AC.35 exemption from disclosing transactions with wholly owned group undertakings.

8. Ultimate parent undertaking and controlling party

The immediate parent company is SCT Technology LLC, a company registered in Delaware, USA. The company's ultimate parent undertaking is Westinghouse Air Brake Technologies Corporation, a company registered in the United States of America. This is the smallest and largest group for which consolidated financial statements are prepared. Copies of the consolidated financial statements of Westinghouse Air Brake Technologies Corporation can be obtained from 1001 Air Brake Avenue, Wilmerding, PA 15148, USA (www.wabtec.com).