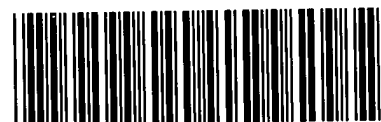


Company Registration No. 07816643 (England and Wales)

MEGGITT INTERNATIONAL HOLDINGS LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

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COMPANIES HOUSE

MEGGITT INTERNATIONAL HOLDINGS LIMITED

COMPANY INFORMATION

Directors

M L Thomas
L Burdett
A Wood
K Lewis

Secretary

S R Grant

Company number

07816643

Registered office

Pilot Way
Ansty Business Park
Coventry
CV7 9JU

MEGGITT INTERNATIONAL HOLDINGS LIMITED

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MEGGITT INTERNATIONAL HOLDINGS LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019

The directors present their strategic report and financial statements for the year ended 31 December 2019.

Review of the business

Results for the year

The company made a profit for the financial year of £53,432,000 (2018: £92,880,000) and has net assets as at 31 December 2019 of £1,423,866,000 (2018: £1,530,191,000).

Post reporting date events

Implications of COVID-19 on the business

In December 2019, a novel strain of coronavirus ("COVID-19") was reported in Wuhan, China. As the epidemic evolves, many areas have increasing cases and a high rate of local transmission of COVID-19. As of now, COVID-19 has since spread to over 150 countries worldwide and on March 11, 2020 the World Health Organization ('WHO') declared COVID-19 a pandemic.

The spread of the COVID-19 outbreak has caused severe disruptions in the UK and global economy and financial markets and could potentially create widespread business continuity issues of an as yet unknown magnitude and duration. Many countries, including UK, have reacted by instituting quarantines, mandating business and school closures and restricting travel. Many experts predict that the outbreak will trigger a period of global economic slowdown or a global recession.

As a non-trading company with no employees other than the directors (who are remunerated by other companies within the Group), the pandemic has not had a direct impact on the entity, nor is expected to do so in the future.

As COVID-19 is considered a non-adjusting subsequent event, any impact on the recoverability of assets in the balance sheet has not been adjusted. There is a risk that the lockdowns and impact on the aerospace industry driven by COVID-19 result in an impact to the recoverability of assets, such as investments; however, this cannot be quantified at this time.

Principal activities and business review

The principal activity of the company is an intermediate parent company owning shares in certain subsidiaries of Meggitt PLC, its ultimate parent company.

Key performance indicators

The company's directors believe that analysis using key performance indicators is not necessary or appropriate for an understanding of the development, performance or position of the business.

Principal risks and uncertainties

The management of the business and the execution of the company's strategy are subject to minimal risks. The key business risks, both external and internal, are fully discussed, in the context of the Meggitt PLC Group as a whole, on pages 44 to 51 of the Group's 2019 annual report which does not form part of this report.

Future prospects

The directors continue to rely on funds being made available to the company by its parent company to enable it to discharge its liabilities. The response to the impact of COVID-19 is set out in the Post reporting date events section. It is our view, to the best of our current knowledge, that there is not a material effect on the company's ability to continue as a going concern as a result of the pandemic. The directors have considered the impact of going concern in note 1.2.

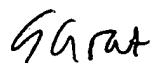
MEGGITT INTERNATIONAL HOLDINGS LIMITED

STRATEGIC REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

Approved by the Board of Directors on 18 December 2020.

Signed by order of the Board:



S R Grant

Secretary

18 December 2020

MEGGITT INTERNATIONAL HOLDINGS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019

The directors present their annual report and unaudited financial statements for the year ended 31 December 2019.

Directors

The directors who held office during the year and up to the date of approval of the financial statements were as follows:

M L Thomas
P E Green (resigned 31 December 2019)
L Burdett (appointed on 1 January 2019)
A Wood
K Lewis (appointed 1 April 2020)

Results and dividends

The results for the year are set out on page 5. Particulars of dividends paid are detailed in note 6 of the financial statements.

Directors' indemnities

The directors have the benefit of qualifying third-party indemnity provisions for the purposes of Section 234 of the Companies Act 2006. This remained in force during the financial year and also at the date of approval of these financial statements.

Financial risk management objectives and policies

The key financial risk management objectives and policies are fully discussed in the context of the Meggitt PLC Group as a whole, on page 44 and in note 3 on pages 141 to 142 of the Group's 2019 annual report which does not form part of this report.

Strategic report

Certain laws and regulations require that specific information should be included in the Directors' report. The principal activities and business review, principal risks and uncertainties, post reporting date events and future prospects are set out in the Strategic report on page 1.

MEGGITT INTERNATIONAL HOLDINGS LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

Statement of directors' responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

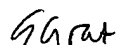
Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework" and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

Approved by the Board of Directors on 18 December 2020.

Signed by order of the Board:



S R Grant

Secretary

18 December 2020

MEGGITT INTERNATIONAL HOLDINGS LIMITED

INCOME STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2019

	Note	2019 £000	2018 £000
Administration expenses		8,936	-
Other gains/(losses)		16,712	(14,293)
Income from shares in group undertakings		39,238	103,632
Operating profit		64,886	89,339
Interest receivable from group undertakings		14,932	14,919
Interest payable to group undertakings		(25,153)	(13,900)
Finance (cost)/income - net		(10,221)	1,019
Profit before taxation		54,665	90,358
Tax (charge)/credit on profit	5	(1,233)	2,522
Profit for the financial year		53,432	92,880

The income statement has been prepared on the basis that all operations are continuing operations.

The company has no other comprehensive income or expenses other than the profits for the years as set out above, and therefore no separate statement of comprehensive income has been presented.

MEGGITT INTERNATIONAL HOLDINGS LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2019

	Note	2019 £000	2018 £000
Fixed assets			
Investments	7	1,500,000	1,500,000
Current assets			
Other receivables	9	250,855	421,664
Creditors: amounts falling due within one year			
Other payables	10	(326,989)	(382,537)
Net current (liabilities)/assets		(76,134)	39,127
Total assets less current liabilities		1,423,866	1,539,127
Provisions for liabilities			
Other provisions	11	-	(8,936)
Net assets		1,423,866	1,530,191
Capital and reserves			
Share capital	12	1,000	1,000
Retained earnings		1,422,866	1,529,191
Total equity		1,423,866	1,530,191

The notes on pages 9 to 21 are an integral part of these financial statements.

The financial statements on pages 5 to 21 were approved by the Board of Directors and authorised for issue on 18 December 2020.

Audit exemption statement

For the year ending 31 December 2019 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

Directors' responsibilities:

- the members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476;
- the directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

MEGGITT INTERNATIONAL HOLDINGS LIMITED

STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT 31 DECEMBER 2019

Signed on behalf of the directors:



M Thomas

Director

18 December 2020

Company Registration No. 07816643

MEGGITT INTERNATIONAL HOLDINGS LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2019

	Note	Share capital £000	Retained earnings £000	Total equity £000
Balance at 1 January 2018		1,000	1,901,740	1,902,740
Profit for the financial year		-	92,880	92,880
Total comprehensive income for the year		-	92,880	92,880
Dividends paid	6	-	(465,429)	(465,429)
Balance at 31 December 2018		1,000	1,529,191	1,530,191
Profit for the financial year		-	53,432	53,432
Total comprehensive income for the year		-	53,432	53,432
Dividends paid	6	-	(159,757)	(159,757)
Balance at 31 December 2019		1,000	1,422,866	1,423,866

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

General Information

The company is an intermediate holding company, holding shares in certain Meggitt PLC group companies. The company is private, limited by shares and incorporated and domiciled in the UK. The address of its registered office is Pilot Way, Ansty Business Park, Coventry, CV7 9JU.

1.1 Accounting convention

The financial statements have been prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework (FRS 101). The financial statements have been prepared on the historical cost basis and in accordance with the Companies Act 2006. These policies have been applied consistently to all periods presented unless otherwise stated.

The company has taken advantage of the following disclosure exemptions under FRS 101:

- the requirements of IFRS 7 'Financial Instruments: Disclosures';
- the requirement in paragraph 38 of IAS 1 'Presentation of Financial Statements' to present comparative information in respect of: (i) paragraph 79(a) (iv) of IAS 1 'Presentation of Financial Statements';
- the requirements of paragraph 10(d), 16 and 134 -136 of IAS 1 'Presentation of Financial Statements';
- the requirements of IAS 7 'Statement of Cash Flows';
- the requirements of paragraph 17 of IAS 24 'Related Party Disclosures';
- the requirements in IAS 24 'Related Party Disclosures' to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member; and
- the requirements of paragraphs 30 and 31 of IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors'.

The company has taken advantage of the exemption under section 400 of the Companies Act 2006 not to prepare consolidated financial statements. The financial statements present information about the company as an individual entity and not about its group.

Meggitt International Holdings Limited is a wholly owned subsidiary of Meggitt PLC and the results of Meggitt International Holdings Limited are included in the consolidated financial statements of Meggitt PLC which are publicly available, as set out in note 14.

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.2 Going concern

The directors have formed a judgement, at the time of approving the financial statements, that there is a reasonable expectation that the company has adequate resources to continue in operational existence for a period of at least 12 months from the date of this report. For this reason, the directors continue to adopt the going concern basis in preparing the company financial statements.

In reaching this conclusion, the directors have considered:

- the financial position of the company as set out in this report and additional information provided in the financial statements;
- the resources available to the company; and
- the principal risks and uncertainties to which the Meggitt PLC Group is exposed, as set out on pages 44 to 51 of the Meggitt PLC Annual Report & Accounts 2019 (which do not form part of these financial statements), the likelihood of them arising and the mitigating actions available.
- the impact of COVID-19 on both the entity and the Meggitt PLC group as part of their assessment.

As a Group, we are closely monitoring the potential impact of COVID-19 on our 2020 financial results and cashflows and have prepared a detailed model and revised projections for the business.

To model the expected impact of COVID-19 on the Group, a base case model has been developed which reflects its current view of the most likely impact on the Group's revenues, the extent to which appropriate mitigating actions on costs can be implemented and how this impacts cash flows over the next five years. In assessing whether the going concern principle remains appropriate, the Group has leveraged the output from this model covering the period to 31 December 2022. The Group has also considered the liquidity available to it over the period to 31 December 2022. This model has also been stress tested using a downside ('severe but plausible') scenario. Under the downside scenario, the Group has sufficient financing to be able to meet its obligations as they fall due in the period under assessment, and no covenants contained within external funding agreements would be breached.

Based on the above, the directors have therefore concluded it is appropriate to adopt the going concern principle in these financial statements.

1.3 Investments

Investments held as fixed assets are stated at cost less provision for impairment in value arising from an annual review.

1.4 Impairment of fixed, non-financial assets

At each reporting end date, the company reviews the carrying amounts of its fixed, non-financial fixed assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future pre-tax cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss.

Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

1.5 Other receivables

Other receivables are initially recognised at fair value and subsequently measured at amortised cost less any impairment losses. The company applied the IFRS 9 simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, other receivables have been grouped based on shared credit risk characteristics. Expected credit losses are based on the assumption that repayment of the loan is demanded at the reporting date. The borrowers' access to sufficient highly liquid assets in order to repay the loan if demanded at the reporting date is assessed to consider the expected manner of recovery to measure expected credit losses. If the recovery strategies indicate that the lender would fully recover the outstanding balance of the loan, the expected credit loss will be limited to the effect of discounting the amount due on the loan at the loan's effective interest rate over the period until cash is realised.

1.6 Other payables

Other payables are initially recognised at fair value and subsequently measured at amortised cost.

1.7 Current tax

Current tax is based on taxable profit for the period, calculated using tax rates enacted or substantively enacted at the balance sheet date. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Current tax is recognised in the income statement, other comprehensive income or directly in equity depending on where the item to which they relate has been recognised

1.8 Provisions

Provisions are recognised when the company has a legal or constructive present obligation as a result of a past event and it is probable that the company will be required to settle that obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

1.9 Foreign exchange

The financial statements are presented in 'pounds sterling' (£), which is also the company's functional currency. Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the income statement for the period.

1.10 Dividend recognition and distribution

Dividend income is recognised when the right to receive payment is established.

Dividend distributions to the company's shareholders are recognised as a liability in the company's financial statements in the period in which the dividends are approved by the company's shareholders.

2 Critical accounting estimates and judgements

In applying the company's accounting policies set out in note 1, the company is required to make certain estimates and judgements concerning the future. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The actual results may differ from these estimates.

Significant accounting estimates

Determining the carrying amounts of some assets and liabilities requires estimation of the effects of uncertain future events on those assets and liabilities at the end of the reporting period. Through the process of applying the company's accounting policies the directors have not identified assumptions made about the future, and other major sources of estimation uncertainty at the end of the reporting period, that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Significant accounting judgements

In the process of applying the company's accounting policies, the directors have not made judgements that significantly affect the amounts it has recognised in the financial statements.

3 Auditor's remuneration

Audit fees for the year were borne by the ultimate parent company, Meggitt PLC. The following allocation is made, but has not been recharged to the company:

	2019	2018
	£	£
Audit fees payable to the company's auditor	-	2,100

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

4 Employees and directors

The company has no employees (2018: none).

All of the directors as at the year end are employees of the ultimate parent company, Meggitt PLC, and are remunerated by that company for their services to the group as a whole. The directors did not receive any remuneration in their capacity as directors of Meggitt International Holdings Limited (2018: £nil), as their services to the company were incidental to their services to the group.

Two of the directors exercised options in the shares of the ultimate holding company, Meggitt PLC, during the year (2018: three). No options were issued in regards to services for Meggitt International Holdings Limited.

5 Tax on profit

	2019 £000	2018 £000
Current tax		
Current year taxation	1,233	(2,522)

The tax charge/(credit) for the year is lower (2018: lower) than the standard rate of corporation tax in the UK for the year ended 31 December 2019 of 19.00% (2018: 19.00%). The difference is explained below:

	2019 £000	2018 £000
Profit before taxation	54,665	90,358
Effects of:		
Profit before taxation multiplied by the standard rate of tax in the UK of 19.00% (2018: 19.00%)	10,386	17,168
Income not taxable	(9,153)	(19,690)
Tax charge/(credit) for the year	1,233	(2,522)

Factors that may affect future tax charges

The Finance Bill 2016 enacted provisions to reduce the main rate of UK corporation tax to 17% from 1 April 2020. However, in the March 2020 Budget it was announced that the reduction in the UK rate to 17% will now not occur and the Corporation Tax Rate will be held at 19%. As substantive enactment is after the balance sheet date, deferred tax balances as at 31 December 2019 continue to be measured at a rate of 17%. No material impact to deferred tax balances are expected as a result of these changes.

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

6	Dividends paid	2019 per share £	2018 per share £	2019 £000	2018 £000
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Amounts recognised as distributions to equity holders:

Paid and satisfied during the year	159.76	465.43	159,757	465,429
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On 18 December 2019 the directors approved the payment of an interim dividend of £159.76 per £1 ordinary share totalling £159,757,000 (2018: £302.97 per £1 ordinary share totalling £302,968,000 and £162.46 per £1 ordinary share totalling £162,461,000). All dividends were approved, paid and satisfied during the financial year.

7 Investments

	2019 £000	2018 £000
Investments in subsidiaries	1,500,000	1,500,000

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

8 Subsidiaries

Details of the company's subsidiaries at 31 December 2019 are as follows:

	Country of incorporation (or residence)	Proportion of ownership interest (%)	Proportion of voting power held (%)	Nature of business
Meggitt Acquisition Limited *	United Kingdom	100	100	IHC
Meggitt Finance Limited *	United Kingdom	100	100	Financing provider for group undertakings
Meggitt International Limited *	United Kingdom	100	100	IHC
Meggitt Investments Limited *	United Kingdom	100	100	IHC
Meggitt Properties PLC *	United Kingdom	100	100	IHC & Property holding company
ABL Systems ** 6	USA	50	50	Dormant
Aero-Tech Composites de Mexico, S de RL CV **	Mexico	100	100	Manufacturer
Aircraft Braking Systems Europe Limited **	United Kingdom	100	100	Dormant
Aircraft Braking Systems Services Limited **	United Kingdom	100	100	Dormant
Alston Properties LLC ** 5	USA	100	100	Dormant
Artus SAS **	France	100	100	Manufacturer
Meggitt (Vietnam) Limited ** 7	Vietnam	100	100	Manufacturer
Atlantic House Pension Trustee Limited **	United Kingdom	100	100	Dormant
Bestobell Engineering Products Limited **	United Kingdom	100	100	Dormant
BAJ Coatings Limited **	United Kingdom	100	100	Dormant
Bells Engineering Limited **	United Kingdom	100	100	Dormant
Bestobell Aviation Products Limited **	United Kingdom	100	100	Dormant
Bestobell Insulation Limited **	United Kingdom	100	100	Dormant
Bestobell Meterflow Limited **	United Kingdom	100	100	Dormant
Bestobell Mobrey Limited **	United Kingdom	100	100	Dormant
Bestobell Service Co Limited **	United Kingdom	100	100	Dormant
Bestobell Sparling Limited **	United Kingdom	100	100	Dormant
Cavehurst (Finance) Ireland Unlimited Company **	Ireland	100	100	Finance company
Cavehurst Limited **	United Kingdom	100	100	Finance company
Dunlop Aerospace Group Limited **	United Kingdom	100	100	IHC
Dunlop Aerospace Holdings Limited **	United Kingdom	100	100	IHC
Dunlop Aerospace Overseas Limited **	United Kingdom	100	100	IHC
Dunlop Holdings Limited **	United Kingdom	100	100	IHC
Dunlop Limited **	United Kingdom	100	100	IHC
Endevco UK Limited **	United Kingdom	100	100	Dormant
Endevco Vertriebs GmbH **	Germany	100	100	Dormant
Erlanger Acquisition Corporation ** 2	USA	100	100	IHC
Europeenne De Conception D'Etudes Technologiques SAS **	France	100	100	Manufacturer
Evershed & Vignoles Limited **	United Kingdom	100	100	Dormant
Meggitt Training Systems Limited **	United Kingdom	100	100	Dormant
GB Aero Engine LLC ** 5	USA	100	100	Dormant
King Tool International Limited **	United Kingdom	100	100	Dormant
Heatric Limited **	United Kingdom	100	100	Manufacturer
Meggitt (Baltimore) Inc ** 2	USA	100	100	Manufacturer
Meggitt (Canford) Limited **	United Kingdom	100	100	Dormant
Meggitt (Colehill) Limited **	United Kingdom	100	100	Dormant
Meggitt (Erlanger) LLC ** 5	USA	100	100	Manufacturer
Meggitt (France) SAS **	France	100	100	Manufacturer

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

8 Subsidiaries

(Continued)

	Country of incorporation (or residence)	Proportion of ownership interest (%)	Proportion of voting power held (%)	Nature of business
Meggitt (Hurn) Limited **	United Kingdom	100	100	Dormant
Meggitt (North Hollywood) Inc ** 2	USA	100	100	Manufacturer
Meggitt (Orange County) Inc ** 2	USA	100	100	Manufacturer
Meggitt (Rockmart) Inc ** 2	USA	100	100	Manufacturer
Meggitt (San Diego) Inc ** 2	USA	100	100	Manufacturer
Meggitt (Sensorex) SAS **	France	100	100	Manufacturer
Meggitt (Shapwick) Limited **	United Kingdom	100	100	Dormant
Meggitt (Simi Valley) Inc **	USA	100	100	Manufacturer
Meggitt (Tarrant) Limited **	United Kingdom	100	100	Dormant
Meggitt (Troy) Inc ** 2	USA	100	100	Manufacturer
Meggitt (UK) Limited **	United Kingdom	100	100	Manufacturer
Meggitt (Xiamen) Sensors & Controls Co Ltd ** 1	China	100	100	Manufacturer
Meggitt A/S **	Denmark	100	100	Manufacturer
Meggitt Acquisition (Erlanger) Inc ** 8	USA	100	100	IHC
Meggitt Acquisition (France) SAS **	France	100	100	IHC
Meggitt Advanced Composites Limited **	United Kingdom	100	100	IHC
Meggitt Aerospace Asia Pacific Pte Ltd **	Singapore	100	100	Manufacturer
Meggitt Aerospace Holdings Limited **	United Kingdom	100	100	IHC
Meggitt Aerospace Limited **	United Kingdom	100	100	Manufacturer
Meggitt Aircraft Braking Systems Corporation ** 2	USA	100	100	Manufacturer
Meggitt Aircraft Braking Systems Kentucky Corp ** 2	USA	100	100	Manufacturer
Meggitt Aircraft Braking Systems Queretaro S de RL de C ** 9	Mexico	100	100	Manufacturer
Meggitt Asia Pacific Pte Limited **	Singapore	100	100	Manufacturer
Meggitt Brazil (Soluceos De Engenharia) Ltda **	Brazil	100	100	Manufacturer
Meggitt Defense Systems Inc ** 2	USA	100	100	Manufacturer
Meggitt Filtration & Transfer Ltd **	United Kingdom	100	100	Dormant
Meggitt Finance (Beta) **	United Kingdom	100	100	Dormant
Meggitt Finance S.A.R.L **	Luxembourg	100	100	Finance company
Meggitt GmbH **	Germany	100	100	Manufacturer
Meggitt Holdings (USA) Inc ** 2	USA	100	100	IHC
Meggitt India Pvt Ltd ** 3	India	100	100	Manufacturer
Meggitt Oregon Inc ** 2	USA	100	100	Manufacturer
Meggitt Queretaro LLC ** 5	USA	100	100	Manufacturer
Meggitt SA ** 4	Switzerland	100	100	Manufacturer
Meggitt Safety Systems Inc ** 2	USA	100	100	Manufacturer
Meggitt Training Systems (Quebec) Inc ** 2	Canada	100	100	Manufacturer
Meggitt Training Systems Australia Pty Ltd **	Australia	100	100	Manufacturer
Meggitt Training Systems Europe BV **	Holland	100	100	Manufacturer
Meggitt Training Systems Inc ** 2	USA	100	100	Training provider
Meggitt Training Systems Pte Limited **	Singapore	100	100	Manufacturer
Meggitt UTC Aerospace Systems LLC ** 13	USA	100	100	Manufacturer
Meggitt USA Services Inc ** 2	USA	100	100	IHC
Meggitt USA Inc ** 2	USA	100	100	IHC
Mikroma SA **	Poland	10	10	Manufacturer
Miller Insulation & Engineering Limited **	United Kingdom	100	100	Dormant
Nasco Aircraft Brake Inc ** 2	USA	100	100	Manufacturer

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

8 Subsidiaries

(Continued)

	Country of incorporation (or residence)	Proportion of ownership interest (%)	Proportion of voting power held (%)	Nature of business
OECO LLC ** 5	USA	100	100	Manufacturer
Pacific Scientific Company ** 2	USA	100	100	Manufacturer
Park Chemical Company ** 2	USA	100	100	Manufacturer
Parkway-Hamilton Sundstrand Mexico S.De R.L. De CV ** 10	Mexico	100	100	Manufacturer
Precision Engine Controls Corp ** 2	USA	100	100	Manufacturer
Securaplane Technologies Inc **	USA	100	100	Manufacturer
Serck Aviation Limited **	United Kingdom	100	100	Dormant
Meggitt (Korea) Limited **	United Kingdom	100	100	Sales office
Target Technology Petrel Limited **	United Kingdom	100	100	Dormant
Techniques Et Fabrications Electroniques SAS **	France	100	100	Manufacturer
Meggitt (Overseas) Limited **	United Kingdom	100	100	Dormant
Triscan Limited **	United Kingdom	100	100	Dormant
Valley Association Corporation ** 11	USA	33	33	Dormant
Vibro-Meter Ltd **	United Kingdom	100	100	Dormant
Vibro-Meter S.A.R.L **	Switzerland	100	100	Dormant
Wallaby Grip Australia Pty Limited **	Australia	100	100	In liquidation
Wallaby Grip Industries Australia Pty Limited **	Australia	100	100	In liquidation
Wallaby Grip Limited **	United Kingdom	100	100	IHC
Whittaker Aerospace ** 12	United Kingdom	100	100	Dormant
Whittaker Corporation ** 2	USA	100	100	IHC
Whittaker Development Co ** 2	USA	100	100	Dormant
Whittaker Ordnance Inc ** 2	USA	100	100	Dormant
Whittaker Technical Products Inc ** 2	USA	100	100	Dormant
Zambra Legal Pty Limited **	Australia	100	100	Professional services
Dunlop Aerospace Overseas Investments Limited **	United Kingdom	100	100	Dormant
Wallaby Grip B.A.E. Pty Limited **	Australia	100	100	In liquidation
Wallaby Grip (NSW) Pty Limited **	Australia	100	100	In liquidation
Piher International Limited **	United Kingdom	100	100	Dormant
Meggitt Holdings (France) SNC **	France	100	100	IHC

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

8 Subsidiaries

(Continued)

* Directly held ** Indirectly held
Abbreviation; IHC - Intermediate holding company

Unless otherwise stated, ownership comprises ordinary shares representing 100% of the issued share capital.

1. Ownership held as registered capital (100%)
2. Ownership held as common stock (100%)
3. Ownership held as equity shares (100%)
4. Ownership held as bearer shares (100%)
5. Ownership held as membership interest (100%)
6. Ownership held as ordinary shares (50%)
7. Ownership held as owner's capital (100%)
8. Ownership held as class A shares (67.5%), class B shares (12.5%) and class C shares (20%)
9. Ownership held as quota interest (100%)
10. Subsidiary of Parkway-HS, LLC - ownership held as quota interest (99.97%)
11. Ownership held as ordinary shares (33%)
12. Private unlimited company
13. Joint venture with UTC Aerospace - ownership held as membership interest (70%)

As at 31 December 2019, the registered office address for all subsidiaries incorporated in the United Kingdom was Atlantic House, Aviation Park West, Bournemouth International Airport, Christchurch, Dorset, BH23 6EW. From 1 April 2020, the registered office address of all subsidiaries incorporated in the United Kingdom is Pilot Way, Ansty Business Park, Coventry, CV7 9JU. For subsidiaries not incorporated in the United Kingdom, the registered office address details are as follows:

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

8 Subsidiaries

(Continued)

- ABL Systems – 1204 Massillon Road, Akron, OH 44306, USA
- Aero-Tech Composites de Mexico, S de RL de CV Carretera a Zacatecas 5570-1, Saltillo, COA, Mexico 25070
- Alston Properties LLC – 14600 Myford Road, Irvine, CA 92606
- Artus SAS - Chemin de Champs des Martyrs, 49240 Avrille, France
- Artus Vietnam Co Ltd - Bien Hoa Industrial Zone 27 St. 16, Bien Hoa City, Dong Nai, Vietnam
- Cavehurst (Finance) Ireland Unlimited Company – Gorse Valley, Tipperkevin, Ballymore Eustace, Co Kildare, Republic of Ireland
- Endevo Vertriebs GmbH - Kaiserleistr. 51, 63067 Offenbach, Main, Germany
- Erlanger Acquisition Corporation - 1955 N. Surveyor Avenue, Simi Valley, CA 93063
- Europeenne de Conception d'Etudes Technologiques SAS - Chemin de bois Renaud, 16730, Fleac, France
- GB Aero Engine LLC - 1955 N. Surveyor Avenue, Simi Valley, CA 93063
- Meggitt A/S – Portusvej4, DK-3490 Kvistgaard, Denmark
- Meggitt (Baltimore) Inc - 3310 Carlins Park Drive, Baltimore, MD 21215, USA
- Meggitt (Erlanger) LLC - 1400 Jamike Avenue Erlanger, Kentucky 41018, USA
- Meggitt (France) SAS - 10 Rue Mercœur, 75011 Paris, France
- Meggitt (North Hollywood) Inc - 2616 Research Drive, Unit A, Corona, CA 92882, USA
- Meggitt (Orange County) Inc - 136 Harvey Road, Suite A9, Londonderry, NH 03053, USA
- Meggitt (Rockmart) Inc – 669 Goodyear Street, Rockmart, GA, GA 30153, USA
- Meggitt (San Diego) Inc - 10540 Heater Court, San Diego, CA 92121, USA
- Meggitt (Sensorex) SAS - 196 rue Louis Rustin, PO Box 63103, Archamps, Technopole, F-74166, Archamps Cedex, France
- Meggitt (Simi Valley) Inc - 1915 N. Surveyor Avenue, Simi Valley, CA 93063
- Meggitt (Troy) Inc - 2495 Directors Row, Suite F, Indianapolis IN 46241-4907, USA
- Meggitt (Xiamen) Sensors & Controls Co Ltd - 230 South 5, Gao Qi Road, Xiamen 361006, People's Republic of China
- Meggitt Acquisition (Erlanger) Inc - 1955 N. Surveyor Avenue, Simi Valley, CA 93063
- Meggitt Aircraft Braking Systems Corporation - 1204 Massillon Road, Akron, Ohio 44306-4186, USA
- Meggitt Aircraft Braking Systems Kentucky Corp - 190 Corporate Drive, Danville, KY 40422, USA
- Meggitt Aircraft Braking Systems Queretaro SdeRLdeC - Carretera Estatal 200, Queretaro-Tequisquiapan, Colon, Mexico
- Meggitt Acquisition (France) SAS – Chemin du Champ des Martyrs, 49240 Avrille, France
- Meggitt Asia Pacific Pte Limited - 1A Seletar Aerospace Link, Seletar Aerospace Park, Singapore, 797552
- Meggitt Brasil Solucoes de Engenharia Ltda - Av Cassiano Ricardo, 601 Sls 122-128, The One Office Tower, São José dos Campos, CEP 12246-870, Brasil
- Meggitt Defense Systems Inc - 9801 Muirlands Boulevard, Irvine, California 92618-2521, USA
- Meggitt Finance (Beta) – Atlantic House, Aviation Park West, Boumemouth International Airport, Christchurch, BH23 6EW
- Meggitt Finance S.A.R.L – 20 Rue des Peupliers, L-2328 Luxembourg, Grand Duchy of Luxembourg
- Meggitt GmbH - Kaiserleistr. 51, 63067 Offenbach, Main, Germany
- Meggitt Holdings (France) SNC - Chemin de Champs des Martyrs, 49240 Avrille, France
- Meggitt India Pvt Ltd (India) 901, Brigade Rubix, No 20, HMT Main Road, HMT Township, North Bangalore 56022, India
- Meggitt Oregon Inc - 2010 Lafayette Avenue, PO Box 887, McMinnville, OR 97128, USA
- Meggitt Queretaro LLC - Carretera Estatal 200, Queretaro-Tequisquiapan, Colon, Mexico
- Meggitt SA - Rte de Moncor 4, PO Box 1616, CH-1701, Fribourg, Switzerland
- Meggitt Safety Systems Inc - 1785 Voyager Avenue, Simi Valley CA 93063, USA
- Meggitt Training Systems (Quebec) Inc - 6140 Henri Bourassa West, Ville Saint Laurent, Quebec, H4R 3A6, Canada
- Meggitt Training Systems Australia Pty Ltd - Unit 2 48 Conrad Place, Lavington NSW 2641, Australia
- Meggitt Training Systems Europe BV - Ringweistraat 7, 4181CL Waardenburg, The Netherlands
- Meggitt Training Systems Inc - 296 Brogdon Road, Suwanee, Georgia 30024, USA
- Meggitt Training Systems Pte Ltd - 1A Seletar Aerospace Link, Seletar Aerospace Park, Singapore 797552
- Meggitt USA Services Inc - 1955 N. Surveyor Avenue, Simi Valley, CA 93063, USA
- Meggitt-USA Inc - 1955 N. Surveyor Avenue, 1955 N. Surveyor Avenue, USA
- Nasco Aircraft Brake Inc - 13330 Estrella Avenue, Gardena, CA 90248, USA
- Oeco LLC - 4607 SE International Way, Milwaukie, OR 97222
- Pacific Scientific Company - 6200 Poplar Tree Court, Louisville KY 40228, USA
- Park Chemical Company - 1955 N. Surveyor Avenue, Simi Valley, CA 93063
- Parkway-Hamilton Sundstrand Mexico S. De. R. L. De CV - Carretera a Zacatecas 5570-1, Saltillo, COA, Mexico 25070
- Meggitt UTC Aerospace Systems LLC - 51 Cavalier Boulevard, Suite 200, Florence, KY 41042
- Precision Engine Controls Corp - 11661 Sorrento Valley Road, San Diego, CA 92121, USA
- Securopplane Technologies Inc - 12350 N Vistoso Park Road, Oro Valley, AZ 85755, USA
- Techniques et Fabrications Electroniques SAS - Actisud ZI du Chapitre, 18 rue Jean Perrin, 31100 Toulouse, France
- Valley Association Corporation - 1204 Massillon Road, Akron, OH 44306, USA
- Vibro-Meter SARL – Route de Moncor 4, 1752 Villars-sur-Glane, Switzerland
- Wallaby Grip Australia Pty Limited – Bradley Tonks, PKF Sydney, Level 8, 1 O'Connell Street, Sydney, NSW 2000
- Wallaby Grip Industries Australia Pty Limited - Bradley Tonks, PKF Sydney, Level 8, 1 O'Connell Street, Sydney, NSW 2000
- Wallaby Grip B.A.E Pty Limited - Bradley Tonks, PKF Sydney, Level 8, 1 O'Connell Street, Sydney, NSW 2000
- Wallaby Grip (NSW) Pty Limited - Bradley Tonks, PKF Sydney, Level 8, 1 O'Connell Street, Sydney, NSW 2000
- Whittaker Aerospace - Atlantic House, Aviation Park West, Boumemouth International Airport, Christchurch, BH23 6EW
- Whittaker Development Co - 1955 N. Surveyor Avenue, Simi Valley, CA 93063
- Whittaker Ordnance Inc - 1955 N. Surveyor Avenue, Simi Valley, CA 93063
- Whittaker Technical Products Inc - 1955 N. Surveyor Avenue, Simi Valley, CA 93063
- Zambra Legal Pty Limited – Suite 2, Level 11, 60 Castlereagh Street, Sydney, NSW 2000, Australia

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

9 Other receivables

	2019 £000	2018 £000
Corporation tax recoverable	4,389	5,428
Amounts due from fellow group undertakings	246,466	416,236
	<u>250,855</u>	<u>421,664</u>

The bank account of Meggitt International Holdings Limited is in the name of 'Meggitt PLC - Re Meggitt International Holdings Limited'. The legal title to this account rests with Meggitt PLC and it is recorded as an amount due from fellow group undertakings.

Amounts due from fellow group undertakings totalling £245,886,000 (2018: £413,427,000) are interest bearing, unsecured and are repayable on demand. Interest accrues at 2%.

The remaining amounts due from fellow group undertakings totalling £580,000 (2018: £2,809,000) are unsecured, interest free and are repayable on demand.

10 Other payables

	2019 £000	2018 £000
Amounts due to fellow group undertakings	326,989	382,537

Amounts due to fellow group undertakings totalling £326,323,000 (2018: £320,604,000) are interest bearing, unsecured and are repayable on demand. Interest accrues at 5%.

The remaining amounts due to fellow group undertakings totalling £666,000 (2018: £61,933,000) are unsecured, interest free and are repayable on demand.

MEGGITT INTERNATIONAL HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2019

11 Other provisions	2019 £000	2018 £000
Indemnity provisions	-	8,936

The company had an indemnity in respect of amounts owed to Meggitt Finance Limited, which has been released in the current year.

12 Share capital	2019 No.	2018 No.	2019 £000	2018 £000
Ordinary share capital				
Authorised, issued and fully paid				
Ordinary shares of £1 each	1,000,000	1,000,000	1,000	1,000

13 Events after the reporting date

Implications of COVID-19 on the business

In December 2019, a novel strain of coronavirus ("COVID-19") was reported in Wuhan, China. As the epidemic evolves, many areas have increasing cases and a high rate of local transmission of COVID-19. As of now, COVID-19 has since spread to over 150 countries worldwide and on March 11, 2020 the World Health Organization ('WHO') declared COVID-19 a pandemic.

The spread of the COVID-19 outbreak has caused severe disruptions in the UK and global economy and financial markets and could potentially create widespread business continuity issues of an as yet unknown magnitude and duration. Many countries, including UK, have reacted by instituting quarantines, mandating business and school closures and restricting travel. Many experts predict that the outbreak will trigger a period of global economic slowdown or a global recession.

As a non-trading company with no employees other than the directors (who are remunerated by other companies within the Group), the pandemic has not had a direct impact on the entity, nor is expected to do so in the future.

As COVID-19 is considered a non-adjusting subsequent event, any impact on the recoverability of assets in the balance sheet has not been adjusted. There is a risk that the lockdowns and impact on the aerospace industry driven by COVID-19 result in an impact to the recoverability of assets, such as investments; however, this cannot be quantified at this time.

14 Ultimate parent undertaking and controlling party

The immediate and ultimate parent undertaking and controlling party is Meggitt PLC, a company incorporated in the United Kingdom. Meggitt PLC is the parent undertaking of the smallest and largest group of undertakings to consolidate these financial statements at 31 December 2019. The consolidated financial statements of Meggitt PLC are available from its registered office: Pilot Way, Ansty Business Park, Coventry, CV7 9JU.