

Powertrain Services (UK Newco) Limited

Annual Report and Unaudited Financial Statements
for the Period from 11 October 2018 to 31 December 2019

Powertrain Services (UK Newco) Limited

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Powertrain Services (UK Newco) Limited

Company Information

Directors	Mr A Porter Mr S J Taylor
Registered office	C/o Powertrain Services UK Ltd Higher Woodcroft Leck Staffordshire ST13 5QF
Accountants	Armstrongs Accountants Limited Alexandra House Queen Street Leck Staffordshire ST13 6LP

Powertrain Services (UK Newco) Limited

Directors' Report for the Period from 11 October 2018 to 31 December 2019

The directors present their report and the unaudited financial statements for the period from 11 October 2018 to 31 December 2019.

Incorporation

The company was incorporated on 11 October 2018.

This report has been prepared in accordance with the special provisions of section 381 of the Companies Act 2006 relating to small companies. The directors has taken exemption under this regime not to disclose the strategic report.

Directors' of the company

The directors, who held office during the period, were as follows:

Mr A Porter (appointed 11 October 2018)

Mr S J Taylor (appointed 11 October 2018)

Principal activity

The principal activity of the company is that of a holding company

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the Board on 8 October 2020 and signed on its behalf by:

.....
Mr A Porter
Director

Powertrain Services (UK Newco) Limited

Profit and Loss Account for the Period from 11 October 2018 to 31 December 2019

	Note	2019 £
Turnover		-
Administrative expenses		<u>(3,000)</u>
Operating loss		<u>(3,000)</u>
Interest payable and similar expenses	<u>3</u>	<u>(36,697)</u>
		<u>(36,697)</u>
Loss before tax		<u>(39,697)</u>
Loss for the period		<u><u>(39,697)</u></u>

The above results were derived from continuing operations.

Powertrain Services (UK Newco) Limited

Statement of Comprehensive Income for the Period from 11 October 2018 to 31 December 2019

	2019 £
Loss for the period	<u>(39,697)</u>
Total comprehensive income for the period	<u><u>(39,697)</u></u>

Powertrain Services (UK Newco) Limited

(Registration number: 11618668)
Balance Sheet as at 31 December 2019

	Note	31 December 2019 £
Fixed assets		
Investments	<u>5</u>	1,251,756
Current assets		
Debtors	<u>6</u>	1
Creditors: Amounts falling due within one year	<u>9, 8</u>	<u>(1,291,453)</u>
Net current liabilities		<u>(1,291,452)</u>
Net liabilities		<u>(39,696)</u>
Capital and reserves		
Called up share capital	<u>7</u>	1
Profit and loss account		<u>(39,697)</u>
Shareholders' deficit		<u>(39,696)</u>

For the financial period 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 period in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the Board on 8 October 2020 and signed on its behalf by:

.....
Mr A Porter
Director

Powertrain Services (UK Newco) Limited

Statement of Changes in Equity for the Period from 11 October 2018 to 31 December 2019

	Share capital £	Retained earnings £	Total £
Loss for the period	-	(39,697)	(39,697)
Total comprehensive income	-	(39,697)	(39,697)
New share capital subscribed	1	-	1
At 31 December 2019	1	(39,697)	(39,696)

Powertrain Services (UK Newco) Limited

Notes to the Unaudited Financial Statements for the Period from 11 October 2018 to 31 December 2019

1 General information

The company is a private company limited by share capital, incorporated and domiciled in England and Wales.

The address of its registered office is:

C/o Powertrain Services UK Ltd

Higher Woodcroft

Leek

Staffordshire

ST13 5QF

These financial statements were authorised for issue by the Board on 8 October 2020.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Basis of preparation

These financial statements were prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework.

Summary of disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 101 "Reduced Disclosure Framework":

the requirements of IFRS 7 Financial Instruments: Disclosures;

the requirements of paragraphs 91 to 99 of IFRS 13 Fair Value Measurement;

the requirement in paragraph 38 of IAS 1 Presentation of Financial Statements to present comparative information in respect of paragraph 79(a)(iv) of IAS 1;

the requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D and 111 of IAS 1 Presentation of Financial Statements;

the requirements of paragraphs 134 to 136 of IAS 1 Presentation of Financial Statements;

the requirements of IAS 7 Statement of Cash Flows;

the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors;

the requirements of paragraphs 17 and 18A 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;

the requirements of paragraphs 134(d) to 134(f) and 135(c) to 135(e) of IAS 36 Impairments of Assets.

Exemption from preparing group accounts

The financial statements contain information about Powertrain Services (UK Newco) Limited as an individual company and do not contain consolidated financial information as the parent of a group.

The company is exempt under section 400 of the Companies Act 2006 from the requirement to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its parent, WPG Holdco B.V., a company incorporated in the Netherlands.

Powertrain Services (UK Newco) Limited

Notes to the Unaudited Financial Statements for the Period from 11 October 2018 to 31 December 2019

Changes in accounting policy

None of the standards, interpretations and amendments effective for the first time from 11 October 2018 have had a material effect on the financial statements.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the initial transaction dates.

Non-monetary items measured in terms of historical cost in a foreign currency are not retranslated.

Investments

Investments in securities are classified on initial recognition as available-for-sale and are carried at fair value, except where their fair value cannot be measured reliably, in which case they are carried at cost, less any impairment.

Unrealised holding gains and losses other than impairments are recognised in other comprehensive income. On maturity or disposal, net gains and losses previously deferred in accumulated other comprehensive income are recognised in income.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. If collection is expected in one year or less (or in the normal operating cycle of the business if longer), they are classified as current assets. If not, they are presented as fixed assets.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the debtors.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business if longer). If not, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Powertrain Services (UK Newco) Limited

Notes to the Unaudited Financial Statements for the Period from 11 October 2018 to 31 December 2019

Borrowings

All borrowings are initially recorded at the amount of proceeds received, net of transaction costs. Borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the income statement over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in finance costs.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Impairment of non-financial assets

At each balance sheet date, the Company reviews the carrying amounts of its non-financial 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 to determine the extent of the impairment loss (if any). Where the asset does not generate cash flows that are independent from other assets, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future 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, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

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, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

3 Interest payable and similar expenses

	2019 £
Interest paid to group undertakings	<u>36,697</u>

4 Staff costs

The average number of persons employed by the company (including directors) during the period, analysed by category was as follows:

Powertrain Services (UK Newco) Limited

Notes to the Unaudited Financial Statements for the Period from 11 October 2018 to 31 December 2019

	2019 No.
Other departments	<u>2</u>
	<u>2</u>
5 Investments	
Associates	
	£
Cost or valuation	
Additions	<u>1,251,756</u>
At 31 December 2019	<u>1,251,756</u>
Provision	
Carrying amount	
At 31 December 2019	<u>1,251,756</u>

Powertrain Services (UK Newco) Limited

Notes to the Unaudited Financial Statements for the Period from 11 October 2018 to 31 December 2019

Details of the associates as at 31 December 2019 are as follows:

Name of associate	Principal activity	Registered office	Proportion of ownership interest and voting rights held 2019
Walterscheid (Rus) LLC *	Manufacture of bearings, gears, gearing and driving elements	Leninskaya Sloboda 19 room 21k 115280 Moscow Russia	50%

* indicates direct investment of Powertrain Services (UK) Limited

6 Trade and other debtors

	31 December 2019
	£
Trade debtors	1

Powertrain Services (UK Newco) Limited

Notes to the Unaudited Financial Statements for the Period from 11 October 2018 to 31 December 2019

7 Share capital

Allotted, called up and fully paid shares

	31 December 2019	
	No.	£
Ordinary of £1 each	1	1

8 Loans and borrowings

	31 December 2019 £
Current loans and borrowings	
Other borrowings	1,251,756

9 Trade and other creditors

	31 December 2019 £
Accrued expenses	39,697
Loans and borrowings	1,251,756
	1,291,453

10 Parent of group in whose consolidated financial statements the company is consolidated

The name of the parent of the group in whose consolidated financial statements the company's financial statements are consolidated is WPG Holdco B.V..

These financial statements are available upon request from Herengracht 466, 1017 CA Amsterdam, Netherlands.

11 Parent and ultimate parent undertaking

The company's immediate parent is Powertrain Services (UK) Limited.

The ultimate parent is WPG Holdco B.V..

The most senior parent entity producing publicly available financial statements is WPG Holdco B.V.. These financial statements are available upon request from Herengracht 466, 1017 CA Amsterdam, Netherlands

Powertrain Services (UK Newco) Limited

Notes to the Unaudited Financial Statements for the Period from 11 October 2018 to 31 December 2019

Relationship between entity and parents

The parent of the largest group in which these financial statements are consolidated is WPG Holdco B.V., incorporated in Netherlands.

The address of WPG Holdco B.V. is:
Herengracht 466, 1017 CA Amsterdam, Netherlands

The parent of the smallest group in which these financial statements are consolidated is WPG Holdco B.V., incorporated in Netherlands.

The address of WPG Holdco B.V. is:
Herengracht 466, 1017 CA Amsterdam, Netherlands

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.