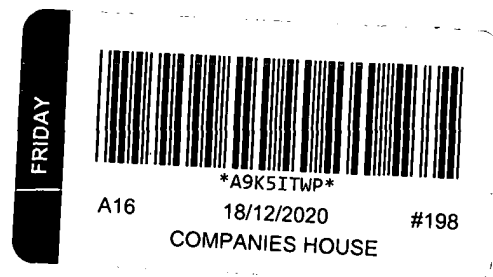


**LSP Acquisition (UK) Ltd**

**Annual report and financial  
statements**

Registered number 07319417

31 December 2019



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## **Directors and advisers**

### **Directors**

AJW Hoffman  
AW Wilkinson  
S Mathilakath  
SJ Diamond

### **Registered office**

Universal Point  
Steelmans Road  
Wednesbury  
West Midlands  
WS10 9UZ

### **Independent auditor**

KPMG LLP  
One Snowhill  
Snow Hill Queensway  
Birmingham  
B4 6GH

## **Strategic report** *for the year ended 31 December 2019*

The directors present the strategic report of the company for the year ended 31 December 2019.

### **Principal activities**

The principal activity of the company during the year was that of an intermediate holding company. Its subsidiaries remain the same as the prior year and are disclosed on page 13.

### **Results, business review and future developments**

The loss for the financial year amounted to £989,000 (2018: loss of £1,496,000).

The company was an intermediate holding company in the year, with intercompany loan interest costs and a net foreign exchange gain on the associated intercompany loans. The company is expected to continue in this manner for the foreseeable future.

### **Key performance indicators**

Given the straightforward nature of the business, the directors are of the opinion that analysis using key performance indicators is not appropriate for an understanding of the development, performance or position of the business.

### **Principal risks and uncertainties**

As the company acts as an intermediate holding company the performance of investments is considered a principal risk. The directors regularly review the performance of subsidiary companies and receive detailed performance information that enable them to identify risks of potential impairment.

#### *COVID-19 pandemic*

The directors continue to closely monitor the COVID-19 situation, but its ongoing nature means that it is difficult to assess the ultimate economic impact of the pandemic on the company and the business of its subsidiaries. Whilst there exists an element of uncertainty on the final impact on the subsidiaries revenue and earnings in 2020, the directors are confident that the measures it has taken and will continue to take, together with the subsidiaries sound financial strength and cash resources, will ensure the long term success of the company.

#### *Brexit*

Until the precise terms of the future trading relationship between the United Kingdom and the European Union are clear, there remains some uncertainty as to the potential impact on our business and that of our subsidiaries, including affecting relationships with some of our subsidiaries' existing and future customers and suppliers based in the European Union. The directors continue to monitor developments although until the terms of the future relationship between the UK and the European Union are finalised the impact remains uncertain.

There are no other additional risks in the company than those disclosed in its parent, LSP Investco Limited.

By order of the Board



**SJ Diamond**  
*Director*

18 November 2020

## **Directors' report** *for the year ended 31 December 2019*

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

### **Future developments**

Future developments in the business of the company are detailed in the Strategic report on page 2.

### **Dividends**

A dividend of £nil was paid in the year (2018: £nil).

### **Financial risks**

#### *Credit*

The company is exposed to credit risk in relation to banks. Credit risk in relation to banks is mitigated by the group's policy to deal only with major financial institutions. The company has no external debtors.

### **Directors**

The directors of the company during the year and up to the date of signing the financial statements were:

AJW Hoffman  
AW Wilkinson  
S Mathilakath  
SJ Diamond

### **Directors' indemnity provision**

Pursuant to the company's Articles of Association, the company has given an indemnity for the benefit of the directors of the company and persons who were directors of the company in respect of costs of defending claims against them and third-party liabilities. The company purchases a third-party insurance indemnity provision. This was in force throughout the last financial year and is currently in force.

Copies of the insurance indemnity and of the company's Articles of Association are available for inspection at the company's registered office during normal business hours.

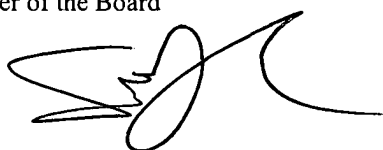
### **Disclosure of information to auditor**

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditor is unaware; and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

### **Auditor**

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By order of the Board



**SJ Diamond**  
*Director*

Registered address:

Universal Point  
Steelmans Road  
Wednesbury  
West Midlands  
WS10 9UZ

18 November 2020

Registered number: 07319417

## **Statement of directors' responsibilities in respect of the strategic report, the directors' report and the financial statements**

The directors are responsible for preparing the Strategic Report, the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), 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 estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.



## **Independent auditor's report to the members of LSP Acquisition (UK) Ltd**

### **Opinion**

We have audited the financial statements of LSP Acquisition (UK) Ltd ("the company") for the year ended 31 December 2019 which comprise the Statement of income and retained earnings, the Balance sheet and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2019 and of its loss for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 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.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

### **The impact of uncertainties due to the UK exiting the European Union on our audit**

Uncertainties related to the effects of Brexit are relevant to understanding our audit of the financial statements. All audits assess and challenge the reasonableness of estimates made by the directors and related disclosures and the appropriateness of the going concern basis of preparation of the financial statements. All of these depend on assessments of the future economic environment and the group's future prospects and performance.

Brexit is one of the most significant economic events for the UK, and at the date of this report its effects are subject to unprecedented levels of uncertainty of outcomes, with the full range of possible effects unknown. We applied a standardised firm-wide approach in response to that uncertainty when assessing the group's future prospects and performance. However, no audit should be expected to predict the unknowable factors or all possible future implications for a company and this is particularly the case in relation to Brexit.

### **Going concern**

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the company or to cease its operations, and as they have concluded that the company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least a year from the date of approval of the financial statements. In our evaluation of the directors' conclusions, we considered the inherent risks to the company's business model, including the impact of Brexit, and analysed how those risks might affect the company's financial resources or ability to continue operations over the going concern period. We have nothing to report in these respects.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of reference to a material uncertainty in this auditor's report is not a guarantee that the company will continue in operation.

### **Strategic report and directors' report**

The directors are responsible for the strategic report and the directors' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon.

Our responsibility is to read the strategic report and the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:



## **Independent auditor's report to the members of LSP Acquisition (UK) Ltd** *(continued)*

### **Strategic report and directors' report** *(continued)*

- we have not identified material misstatements in the strategic report and the directors' report;
- in our opinion the information given in those reports for the financial year is consistent with the financial statements; and
- in our opinion those reports have been prepared in accordance with the Companies Act 2006.

### **Matters on which we are required to report by exception**

Under the Companies Act 2006 we are required 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.

We have nothing to report in these respects.

### **Directors' responsibilities**

As explained more fully in their statement set out on page 4, the directors are responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; 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 they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities**

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

### **The purpose of our audit work and to whom we owe our responsibilities**

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.

**Stephen Ward (Senior Statutory Auditor)**  
**for and on behalf of KPMG LLP, Statutory Auditor**  
*Chartered Accountants*  
One Snowhill  
Snowhill Queensway  
Birmingham  
B4 6GH

Dated: 18 November 2020



**Statement of income and retained earnings**  
*for the year ended 31 December 2019*

	<i>Note</i>	<b>2019</b> <b>£000</b>	2018 £000
Other interest receivable and similar income	3	235	-
Interest payable and similar expenses	4	(1,224)	(1,496)
		<hr/>	<hr/>
<b>Loss before taxation</b>		<b>(989)</b>	(1,496)
Tax on loss	5	-	-
		<hr/>	<hr/>
<b>Loss for the financial year</b>		<b>(989)</b>	(1,496)
		<hr/> <hr/>	<hr/> <hr/>
Retained earnings at the beginning of the year		33,664	35,160
Loss for the financial year		(989)	(1,496)
		<hr/>	<hr/>
<b>Retained earnings at the end of the year</b>		<b>32,675</b>	33,664
		<hr/> <hr/>	<hr/> <hr/>

In both the current and prior year, the company made no material acquisitions and had no discontinued operations.

There were no recognised gains or losses in either the current or prior year other than the result shown above. Accordingly, no statement of other comprehensive income is presented.

The accompanying notes form part of these financial statements.

**Balance sheet**  
*at 31 December 2019*

	<i>Note</i>	2019 £000	2018 £000
<b>Fixed assets</b>			
Investments	6	40,909	40,909
<b>Current assets</b>			
Debtors (of which £nil (2018: £13,000,000) due in more than one year)	7	13,000	13,000
Cash at bank and in hand		2	2
<b>Net current assets</b>		<u>13,002</u>	<u>13,002</u>
<b>Total assets less current liabilities</b>		<u>53,911</u>	<u>53,911</u>
<b>Creditors: amounts falling due after more than one year</b>	8	<u>(19,801)</u>	<u>(18,812)</u>
<b>Net assets</b>		<u><u>34,110</u></u>	<u><u>35,099</u></u>
<b>Capital and reserves</b>			
Called up share capital	9	14	14
Share premium account		1,421	1,421
Profit and loss account		32,675	33,664
<b>Shareholders' funds</b>		<u><u>34,110</u></u>	<u><u>35,099</u></u>

These financial statements were approved by the board of directors on 18 November 2020 and were signed on its behalf by:



**SJ Diamond**  
*Director*

Company registered number: 07319417

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

LSP Acquisition (UK) Ltd (the “Company”) is a company limited by shares and incorporated and domiciled in the UK. The registered number is 07319417 and the registered address is Universal Point, Steelmans Road, Wednesbury, West Midlands, WS10 9UZ.

The Company is exempt by virtue of s400 of the Companies Act 2006 from the requirement to prepare group financial statements. These financial statements present information about the Company as an individual undertaking and not about its group. These financial statements were prepared in accordance with Financial Reporting Standard 102 *The Financial Reporting Standard* applicable in the UK and Republic of Ireland (“FRS 102”) as issued in August 2014. The amendments to FRS 102 issued in July 2015 and effective immediately have been applied. The presentation currency of these financial statements is sterling. All amounts in the financial statements have been rounded to the nearest £1,000.

The Company’s parent undertaking, LSP Holding (UK) Ltd includes the Company in its consolidated financial statements. The consolidated financial statements of LSP Holding (UK) Ltd are available to the public and may be obtained from Companies House, Crown Way, Cardiff, CF14 3UZ. In these financial statements, the company is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS 102 in respect of the following disclosures:

- Reconciliation of the number of shares outstanding from the beginning to end of the period;
- Financial Instruments;
- Cash Flow Statement and related notes; and
- Key Management Personnel compensation.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

#### 1.1. Measurement convention

The financial statements are prepared on the historical cost basis.

#### 1.2. Going concern

The financial statements have been prepared on a going concern basis which the directors consider to be appropriate for the following reasons.

LSP Investco Limited Group, of which the Company is a member, is primarily funded through a combination of senior secured loans and cash generated through operating profits. These comprised £51.2 million of senior secured term loans and a revolving credit facility of \$12.5 million, of which approximately \$1.8 million was utilised at 31 December 2019, both with a final maturity date of 31 March 2021. The directors of LSP Investco Limited are mindful of the due date of the external financing arrangements and recognise the need to review refinancing or capital structure options at an appropriate time. Subsequent to year end, on the 30 October 2020, the final maturity date of the senior secured term loans and revolving credit facility was extended to 30 September 2022 and this extension was accompanied by a repayment of £15m of the term loans. Following this event, cash at hand for the group totalled £30m (unaudited). Having arranged the refinancing of facilities during the Covid-19 pandemic and associated recession, the directors believe that they will be able to refinance the senior secured loans under normal, commercial terms ahead of September 2022.

Management have prepared cash flow forecasts and accompanying covenant compliance calculations for the period of 12 months from the signing of these financial statements, including what they consider to be reasonably possible downside scenarios. These cash flow forecasts indicate that the Group will have sufficient funds to meet its liabilities as they fall due for that period. Whilst the economic outlook resulting from the global COVID-19 pandemic remains uncertain, the directors of LSP Acquisition (UK) Limited have considered the impact to the Group by conducting scenario analysis on the Group’s profitability, the availability of cash to meet liabilities as they fall due and its compliance with debt covenants. Additionally, the directors of LSP Acquisition (UK) Limited continue to assess the ability to refinance in each scenario.

LSP Investco Limited has indicated its intention to continue to make available such funds as are needed by the company, and that it does not intend to seek repayment of the amounts due at the balance sheet date, for the period covered by the forecasts. As with any company placing reliance on other group entities for financial support, the directors acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so.

## **Notes** *(continued)*

### **1 Accounting policies** *(continued)*

#### **1.2. Going concern** *(continued)*

Therefore, the directors consider, after making appropriate enquiries and taking into consideration the risks and uncertainties facing the Company, on page 2, that the Company has adequate resources to continue in operation as a going concern and that Company will be able to meet its obligations for the period covered by the Company's cash flow forecasts. Accordingly, the directors continue to adopt the going concern basis in preparing these financial statements.

#### **1.3. Accounting estimates and judgements**

In the process of applying the Company's accounting policies, management has made a number of estimates and judgements. The key estimates and judgements concerning the future and other sources of estimation uncertainty that have the most significant effect on the financial statements at the reporting date are described below.

##### *Investments*

The Company has investments that are subject to impairment testing on an annual basis, which require estimates and judgements to be made of the value in use of its cash generating units ("CGU"). This calculation requires the Company to estimate the future cash flows and growth rates expected to arise from its trading companies, and use a suitable discount rate in order to calculate the present value of those cash flows.

#### **1.4. Basic financial instruments**

##### *Trade and other debtors / creditors*

Trade and other debtors are recognised initially at transaction price less attributable transaction costs. Trade and other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example, if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of instrument for a similar debt instrument.

##### *Investments in subsidiaries*

These are separate financial statements of the Company. Investments in subsidiaries are carried at cost less impairment.

#### **1.5 Impairment**

##### *Non-financial assets*

The carrying amounts of the Company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. 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.

An impairment loss is recognised if the carrying amount of an asset or its CGU exceeds its estimated recoverable amount. Impairment losses are recognised in profit or loss. An impairment loss is reversed if and only if the reasons for the impairment have ceased to apply.

Impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

#### **1.6. Contingent liabilities**

Where the Company enters into financial guarantee contracts to guarantee the indebtedness of other companies within its group, the Company treats the guarantee contract as a contingent liability until such time as it becomes probable that the Company will be required to make a payment under the guarantee.

## Notes (continued)

### 1 Accounting policies (continued)

#### 1.7. Expenses

##### *Interest receivable and Interest payable*

Interest payable and similar expenses relates to interest payable on intercompany loans.

Other interest receivable and similar income includes net foreign exchange gains.

Interest income and interest payable are recognised in profit or loss as they accrue. Dividend income is recognised in the profit and loss account on the date the company's right to receive payments is established. Foreign currency gains and losses are reported on a net basis.

#### 1.8. Taxation

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on timing differences which arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements. The following timing differences are not provided for: differences between accumulated depreciation and tax allowances for the cost of a fixed asset if and when all conditions for retaining the tax allowances have been met. Deferred tax is not recognised on permanent differences arising because certain types of income or expense are non-taxable or are disallowable for tax or because certain tax charges or allowances are greater or smaller than the corresponding income or expense.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

### 2 Expenses and auditor's remuneration

#### *Auditors' remuneration*

Auditors' remuneration of £2,000 (2018: £2,000) in respect of the Company is paid for by LSP Investco Limited and is not recharged to the Company.

#### *Employees and directors*

The Company had no employees during the year (2018: none) other than the directors. Two of the directors (2018: two) are paid by other entities within the group headed by LSP Holding (UK) Ltd and are not directly recharged to the Company as the qualifying services provided are negligible.

### 3 Other interest receivable and similar income

	2019 £000	2018 £000
Net foreign exchange gain	235	-

## Notes (continued)

### 4 Interest payable and similar expenses

	2019 £000	2018 £000
Interest payable on intercompany loans	1,224	1,134
Net foreign exchange loss	-	362
	<u>1,224</u>	<u>1,496</u>

### 5 Taxation

#### Total tax expense recognised in the profit and loss account, other comprehensive income and equity

	2019 £000	2018 £000
<i>Current tax</i>		
Current tax on income for the period	-	-
Adjustments in respect of prior periods	-	-
Total current tax	<u>-</u>	<u>-</u>
<i>Deferred tax</i>		
Origination and reversal of timing differences	-	-
Change in tax rate	-	-
Total deferred tax	<u>-</u>	<u>-</u>
Total tax	<u>-</u>	<u>-</u>

#### Reconciliation of effective tax rate

	2019 £000	2018 £000
Loss for the year	(989)	(1,496)
Total tax expense	-	-
Loss before taxation	<u>(989)</u>	<u>(1,496)</u>
Tax using the UK corporation tax rate of 19% (2018: 19%)	(188)	(284)
Effect on tax charge of:		
Group relief surrendered	188	284
Total tax expense included in profit or loss	<u>-</u>	<u>-</u>

A 1% reduction in the main rate of UK corporation tax rate from 20% to 19% took effect from 1 April 2018. A further reduction from 19% to 17% due to take effect from 1 April 2020 was put on hold as part of the 2020 Budget announcement. If this reduction is subsequently enacted this will reduce the Company's future tax charge accordingly.

## Notes (continued)

### 6 Fixed asset investments

	Shares in group undertakings £000
<b>Cost</b>	
At 1 January and 31 December 2019	50,909
<b>Provisions</b>	
At 1 January and 31 December 2019	10,000
<b>Net book value</b>	
At 31 December 2019	40,909
At 31 December 2018	40,909

The Company owns 100% of the issued ordinary share capital of the following companies:

Name	Nature of business	Registered office
Lone Star Holdings UK Limited *	Holding company	Universal Point, Steelmans Road, Wednesbury, WS10 9UZ
Lone Star Leeds Limited	Manufacture and distribution of precision components and gaskets	Universal Point, Steelmans Road, Wednesbury, WS10 9UZ
Lone Star Grange Limited	Dormant company	Universal Point, Steelmans Road, Wednesbury, WS10 9UZ
Triplefast Middle East Limited	Manufacture and distribution of fasteners	Universal Point, Steelmans Road, Wednesbury, WS10 9UZ
Eurofast Petrochemical Supplies Limited	Dormant company	Universal Point, Steelmans Road, Wednesbury, WS10 9UZ
LoneStar Fasteners Europe Limited	Manufacture and distribution of fasteners	Universal Point, Steelmans Road, Wednesbury, WS10 9UZ
Triplefast International Limited	Dormant company	Universal Point, Steelmans Road, Wednesbury, WS10 9UZ
P.R.D. Fasteners Limited	Dormant company	Universal Point, Steelmans Road, Wednesbury, WS10 9UZ
PH International Trading (Ningbo) Limited	Distribution of industrial fasteners, gaskets and associated products	Nisseki Building, No. 438 Zhujiang Road, Beilun District, 315800 Ningbo, PR China
Ningbo Panxiang Import & Export Co Limited	Export distribution of industrial fasteners, gaskets and associated products	Nisseki Building, No. 438 Zhujiang Road, Beilun District, 315800 Ningbo, PR China
Lone Star SRL *	Distribution of industrial fasteners and gaskets	DN72, Ploiesti – Targoviste Road, KM No. 8, Ploiesti Industrial Park, Romania
Lone Star PRD Group Limited *	Intermediate holding company	Universal Point, Steelmans Road, Wednesbury, WS10 9UZ
Lone Star Triplefast Private Ltd *	Sale of fasteners, gaskets and associated products	19, Kian Teck Crescent, Singapore 628885
Lone Star Australia Pty Limited	Distribution of fasteners and gaskets	Level 29, 221 St. Georges Terrace, Perth, Western Australia 6000, Australia
Oil Field Sealing Techno Systems Private Limited	Manufacture and distribution of gaskets	56-C, 7 <sup>th</sup> Street, Ambattur Industrial Estate, Chennai, Tamil Nadu 600098, India

\* The Company holds direct interests in these subsidiaries

The directors believe that the carrying value of the investments, after allowing for existing provisions, is supported by their underlying net assets or future expected trading.

### 7 Debtors

	2019 £000	2018 £000
Amounts due from group undertakings	13,000	13,000

Amounts due from group undertakings are unsecured, are not subject to interest and are repayable on demand.

## Notes (continued)

### 8 Creditors: amounts falling after more than one year

	2019 £000	2018 £000
Amounts owed to group undertakings	19,801	18,812

Amounts owed to group undertakings have an interest charge of 6.5% and are not repayable until 2024.

### 9 Capital and reserves

#### Share capital

	2019 £000	2018 £000
<i>Allotted, called up and fully paid:</i>		
14,354 (2018: 14,354) ordinary shares of £1 each	14	14

### 10 Contingent liabilities

The Company is party to a group debt facility agreement agented by Antares Capital, whereby the majority of companies within the LSP Holding (UK) Ltd group guarantee the financial obligations under the group debt facility of other companies within the group. The LSP Holding (UK) Ltd group's banking facilities are supported by legal charges on the assets of the group. At 31 December 2019, the Company had contingent liabilities of £53,030,000 (2018: £54,927,000) under security arrangements. The directors do not anticipate that the security provided by the Company will be called upon.

### 11 Related parties

#### *Identity of related parties with which the Company has transacted*

The Company has taken advantage of the exemption offered to subsidiary companies under FRS 102, paragraph 33.1A ('Related Party Transactions') for the non-disclosure of transactions between wholly owned companies in the same group.

### 12 Ultimate parent company and parent company of larger group

The immediate parent undertaking of the Company is LSP Investco Limited, a company registered in England and Wales with the registered address of Universal Point, Steelmans Road, Wednesbury, West Midlands, WS10 9UZ.

The ultimate parent company is LSP Holding Sarl, a company registered in Luxembourg. These financial statements can be obtained from the registered office of LSP Holding Sarl, 6D, EBBC, Route de Treves, L-2633, Senningerberg, Luxembourg. The ultimate controlling party of LSP Holding Sarl is AEA Europe Fund LP, being the major shareholder.

The largest group in which the Company is consolidated is that of LSP Holding (UK) Ltd. The smallest group in which the Company is consolidated is that of LSP Investco Limited. The consolidated financial statements of these groups can be obtained from the registered office address of Universal Point, Steelmans Road, Wednesbury, West Midlands, WS10 9UZ.