

**REGISTERED NUMBER: 01892238 (England and Wales)**

**SCULLY U.K. LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

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FOR THE YEAR ENDED 30 JUNE 2022**

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**SCULLY U.K. LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 30 JUNE 2022**

**DIRECTOR:** Ms R Scully

**SECRETARY:** Shakespeares Legal Secretaries Limited

**REGISTERED OFFICE:** Unit 33 - 37  
Meridian House  
Road One, Winsford Industrial Estate  
Winsford  
Cheshire  
CW7 3QG

**REGISTERED NUMBER:** 01892238 (England and Wales)

**AUDITORS:** Murray Smith LLP  
Chartered Accountants  
Statutory Auditors  
Darland House  
44 Winnington Hill  
Northwich  
Cheshire  
CW8 1AU

**BALANCE SHEET**  
**30 JUNE 2022**

|  | Notes | 2022<br>£      | £                | 2021<br>£      | £              |
|--|-------|----------------|------------------|----------------|----------------|
| <b>FIXED ASSETS</b>                          |       |                |                  |                |                |
| Tangible assets                              | 4     |                | 24,863           |                | 31,422         |
| Investments                                  | 5     |                | <u>2</u>         |                | <u>2</u>       |
|  |       |                | 24,865           |                | 31,424         |
| <b>CURRENT ASSETS</b>                        |       |                |                  |                |                |
| Stocks                                       | 6     | 139,592        |                  | 130,936        |                |
| Debtors                                      | 7     | 760,713        |                  | 491,349        |                |
| Cash at bank                                 |       | <u>311,443</u> |                  | <u>331,624</u> |                |
|  |       | 1,211,748      |                  | 953,909        |                |
| <b>CREDITORS</b>                             |       |                |                  |                |                |
| Amounts falling due within one year          | 8     | <u>135,182</u> |                  | <u>74,109</u>  |                |
| <b>NET CURRENT ASSETS</b>                    |       |                | <u>1,076,566</u> |                | <u>879,800</u> |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       |                | 1,101,431        |                | 911,224        |
| <b>CREDITORS</b>                             |       |                |                  |                |                |
| Amounts falling due after more than one year | 9     |                | (113,598)        |                | (120,358)      |
| <b>PROVISIONS FOR LIABILITIES</b>            | 11    |                | <u>(5,262)</u>   |                | <u>(6,520)</u> |
| <b>NET ASSETS</b>                            |       |                | <u>982,571</u>   |                | <u>784,346</u> |
| <b>CAPITAL AND RESERVES</b>                  |       |                |                  |                |                |
| Called up share capital                      | 12    |                | 127              |                | 127            |
| Share premium                                | 13    |                | 363,499          |                | 363,499        |
| Retained earnings                            | 13    |                | <u>618,945</u>   |                | <u>420,720</u> |
| <b>SHAREHOLDERS' FUNDS</b>                   |       |                | <u>982,571</u>   |                | <u>784,346</u> |

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the director and authorised for issue on 22 March 2023 and were signed by:

Ms R Scully - Director

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2022**

**1. STATUTORY INFORMATION**

Scully U.K. Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Going Concern**

The accounts have been prepared on a going concern basis, having carried out a detailed review of the company and group position and at the date of signing the accounts with regard to the challenges presented by the current economic and health climate. Notwithstanding these uncertainties, the pledge by the parent undertaking to provide financial support as the company requires to meet its liabilities as they fall due for a period of not less than 12 months from the date of these accounts being signed has satisfied the Director that it has adequate resources and sufficient cash flows to enable it to continue in operational existence for the foreseeable future.

**Turnover**

Turnover is recognised at the fair value of the consideration received or receivable for sale of goods and services to external customers in the ordinary course of business. Turnover is recognised at the point of exchange of goods and services. Turnover is shown net of Value Added Tax.

**Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following basis:

|                     |                        |
|---------------------|------------------------|
| Plant and machinery | - 10% reducing balance |
| Office equipment    | - 20% reducing balance |
| Computer equipment  | - 20% reducing balance |
| Motor vehicles      | - 25% reducing balance |

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to the statement of income.

**Investments in subsidiaries**

Investments in subsidiaries are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

**Impairment of fixed assets**

At each reporting period end date, the company reviews the carrying amounts of its fixed assets to determine whether there is an 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). An impairment loss is recognised immediately in the statement of income.

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2022**

**2. ACCOUNTING POLICIES - continued**

**Stocks**

Stocks are stated at the lower of cost or estimated selling price less costs to complete and sell.

At each reporting date, the company assesses whether stocks are impaired. Any excess of the carrying amount of stock over its estimated selling price less costs to sell is recognised as an impairment loss in the statement of income. Reversals of impairment losses are also recognised in the statement of income.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

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.

**Hire purchase and leasing commitments**

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the statement of financial position as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to profit or loss so as to produce a constant periodic rate of interest on the remaining balance of the liability.

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2022**

**2. ACCOUNTING POLICIES - continued**

**Cash and cash equivalents**

Cash and cash equivalents are basic financial instruments and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less.

**Financial instruments**

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

**Basic financial assets**

Basic financial assets, which include trade debtors, other debtors and amounts owed by group undertakings are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost.

**Classification of financial liabilities**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

**Basic financial liabilities**

Basic financial liabilities, including trade creditors, other creditors and amounts owed to group undertakings, are initially recognised at transaction price.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

**Equity instruments**

Equity instruments issued by the company are recorded at the fair value of proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

**Employee benefits**

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

**Retirement benefits**

For defined contribution schemes the amount charged to profit or loss is the contributions payable in the year.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**2. ACCOUNTING POLICIES - continued**

**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 the present value basis.

**Foreign exchange**

Transactions in currencies other than the functional currency (foreign currency) are initially recorded at the exchange rate prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the reporting date. Non-monetary assets and liabilities denominated in foreign currencies are translated at the rate ruling at the date of the transaction, or, if the asset and liabilities measured at fair value, the rate when that fair value was determined.

All translation differences are taken to profit and loss, except to the extent that they relate to gains and losses on non-monetary items recognised in other comprehensive income, when the related translation gain or loss is also recognised in other comprehensive income.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 4 (2021 - 4) .

**4. TANGIBLE FIXED ASSETS**

|                       | Plant and<br>machinery<br>£ | Office<br>equipment<br>£ | Motor<br>vehicles<br>£ | Computer<br>equipment<br>£ | Totals<br>£    |
|-----------------------|-----------------------------|--------------------------|------------------------|----------------------------|----------------|
| <b>COST</b>           |                             |                          |                        |                            |                |
| At 1 July 2021        | 8,004                       | 116,368                  | 34,686                 | 56,209                     | 215,267        |
| Additions             | -                           | -                        | -                      | 282                        | 282            |
| At 30 June 2022       | <u>8,004</u>                | <u>116,368</u>           | <u>34,686</u>          | <u>56,491</u>              | <u>215,549</u> |
| <b>DEPRECIATION</b>   |                             |                          |                        |                            |                |
| At 1 July 2021        | 2,771                       | 114,511                  | 13,746                 | 52,817                     | 183,845        |
| Charge for year       | 500                         | 371                      | 5,235                  | 735                        | 6,841          |
| At 30 June 2022       | <u>3,271</u>                | <u>114,882</u>           | <u>18,981</u>          | <u>53,552</u>              | <u>190,686</u> |
| <b>NET BOOK VALUE</b> |                             |                          |                        |                            |                |
| At 30 June 2022       | <u>4,733</u>                | <u>1,486</u>             | <u>15,705</u>          | <u>2,939</u>               | <u>24,863</u>  |
| At 30 June 2021       | <u>5,233</u>                | <u>1,857</u>             | <u>20,940</u>          | <u>3,392</u>               | <u>31,422</u>  |



NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2022

## 4. TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

|                                    | Motor<br>vehicles<br>£ |
|------------------------------------|------------------------|
| <b>COST</b>                        |                        |
| At 1 July 2021<br>and 30 June 2022 | <u>25,990</u>          |
| <b>DEPRECIATION</b>                |                        |
| At 1 July 2021                     | 4,873                  |
| Charge for year                    | <u>5,235</u>           |
| At 30 June 2022                    | <u>10,108</u>          |
| <b>NET BOOK VALUE</b>              |                        |
| At 30 June 2022                    | <u>15,882</u>          |
| At 30 June 2021                    | <u>21,117</u>          |

## 5. FIXED ASSET INVESTMENTS

|                                    | Shares in<br>group<br>undertakings<br>£ |
|------------------------------------|---|
| <b>COST</b>                        |   |
| At 1 July 2021<br>and 30 June 2022 | <u>2</u>                                |
| <b>NET BOOK VALUE</b>              |   |
| At 30 June 2022                    | <u>2</u>                                |
| At 30 June 2021                    | <u>2</u>                                |

## 6. STOCKS

|        | 2022<br>£      | 2021<br>£      |
|--------|----------------|----------------|
| Stocks | <u>139,592</u> | <u>130,936</u> |

## 7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|                                    | 2022<br>£      | 2021<br>£      |
|------------------------------------|----------------|----------------|
| Trade debtors                      | 363,471        | 162,345        |
| Amounts owed by group undertakings | 386,057        | 322,560        |
| Prepayments                        | <u>11,185</u>  | <u>6,444</u>   |
|                                    | <u>760,713</u> | <u>491,349</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2022

## 8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|                                       | 2022           | 2021          |
|---------------------------------------|----------------|---------------|
|                                       | £              | £             |
| Hire purchase contracts (see note 10) | 6,760          | 6,760         |
| Trade creditors                       | 12,371         | 10,867        |
| Corporation tax                       | 49,475         | 15,139        |
| Social security and other taxes       | 57,320         | 28,009        |
| Other creditors                       | 6              | 459           |
| Accrued expenses                      | 9,250          | 12,875        |
|                                       | <u>135,182</u> | <u>74,109</u> |

## 9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

|                                       | 2022           | 2021           |
|---------------------------------------|----------------|----------------|
|                                       | £              | £              |
| Amounts owed to group undertakings    | 105,710        | 105,710        |
| Hire purchase contracts (see note 10) | 7,888          | 14,648         |
|                                       | <u>113,598</u> | <u>120,358</u> |

Creditors falling due after more than one year include a loan from the company's ultimate parent company, Scully Signal Co. The value of the loan is £105,710 (2021: £105,710). The loan has no fixed date of repayment. Scully Signal Co has agreed that no amount will be payable before 30 June 2023 and have agreed to provide financial support for the company for the foreseeable future.

## 10. LEASING AGREEMENTS

Minimum lease payments under hire purchase fall due as follows:

|                            | 2022          | 2021          |
|----------------------------|---------------|---------------|
|                            | £             | £             |
| Net obligations repayable: |               |               |
| Within one year            | 6,760         | 6,760         |
| Between one and five years | 7,888         | 14,648        |
|                            | <u>14,648</u> | <u>21,408</u> |

## 11. PROVISIONS FOR LIABILITIES

|  | 2022         | 2021         |
|--|--------------|--------------|
|  | £            | £            |
| Deferred tax                           | <u>5,262</u> | <u>6,520</u> |
|  |              | Deferred tax |
|  |              | £            |
| Balance at 1 July 2021                 |              | 6,520        |
| Credit to Income Statement during year |              | (1,258)      |
| Balance at 30 June 2022                |              | <u>5,262</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 JUNE 2022

## 12. CALLED UP SHARE CAPITAL

| Allotted, issued and fully paid: |          | Nominal<br>value:<br>£1 | 2022       | 2021       |
|----------------------------------|----------|-------------------------|------------|------------|
| Number:                          | Class:   |                         | £          | £          |
| 127                              | Ordinary |                         | <u>127</u> | <u>127</u> |

## 13. RESERVES

|                     | Retained<br>earnings<br>£ | Share<br>premium<br>£ | Totals<br>£    |
|---------------------|---------------------------|-----------------------|----------------|
| At 1 July 2021      | 420,720                   | 363,499               | 784,219        |
| Profit for the year | <u>198,225</u>            |                       | <u>198,225</u> |
| At 30 June 2022     | <u>618,945</u>            | <u>363,499</u>        | <u>982,444</u> |

## 14. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

Michael Benson (Senior Statutory Auditor)  
for and on behalf of Murray Smith LLP

## 15. RELATED PARTY TRANSACTIONS

During the year, the company purchased £691 (2021: £5,050) of goods and engineering services from Scully Systems NV, a fellow subsidiary of Scully Signal Co. group. During the year, the company sold £49,200 (2021: £54,018) of goods to Scully Systems NV. At the year end £1,190,608 (2021: £1,189,917) was owed to Scully Systems NV and £1,404,973 (2021: £1,355,773) was due from Scully Systems NV.

During the year, the company purchased £623,032 (2021: £536,479) of goods and engineering services from Scully Signal Co, the company's parent company. During the year, the company sold £4,059 (2021: £791) of goods to Scully Signal Co. At the year end £200,794 (2021: £227,762) was owed to Scully Signal Co. and £372,486 (2021: £368,428) was owed from Scully Signal Co.

At the year end £105,710 (2021: £105,710) was owed to Scully Signal Co, in respect of a loan due for repayment in more than one year.

## 16. ULTIMATE CONTROLLING PARTY

The company's parent company is Scully Signal Co., a company incorporated in the United States of America. Scully U.K. Limited accounts are consolidated in the accounts of Scully Signal Co. The registered office is 70 Industrial Way, Wilmington, MA 01887-4607, United States of America.

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.