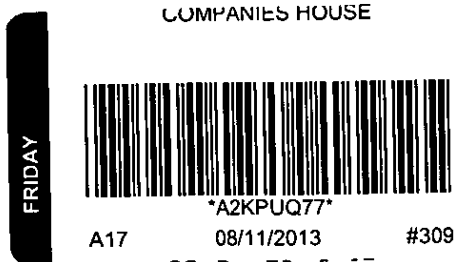


HCTC Limited
Annual report and financial statements

For the year ended 31 March 2013

Company registration number:
3560828



The directors present the annual report of the Company for the year ended 31 March 2013

Principal activities

The company did not trade during the year. There are no plans to alter the non-trading status of the company.

Results and dividends

The directors report that the company has made a profit on discontinued activities after tax of £Nil (2012 £5,000). The Company's performance during the year was in line with the directors' expectations.

During the year the company paid an interim dividend amount of £Nil to Babcock Training Limited (2012 £582,704).

Directors of the company

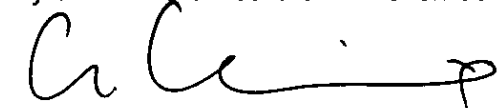
The directors who held office during the year and up to the date of signing the financial statements were as follows:

F Martinelli
G Leeming

Qualifying third-party indemnity provisions

Under their respective Articles of Association, the directors of the company are, and were during the year to 31 March 2013, entitled to be indemnified by the company against liabilities and costs incurred in connection with the execution of their duties or the exercise of their powers, to the extent permitted by the Companies Act 2006.

By order of the Board on 4 November 2013



G Leeming
Director

Profit and loss account
For the year ended 31 March 2013

	Notes	2013 £'000	2012 £'000
Interest receivable and similar income	2	-	3
Profit on ordinary activities before taxation	3	-	3
Tax on profit on ordinary activities	6	-	2
Profit for the financial year	11	-	5

There is no difference between the profit on ordinary activities before taxation (*2012 profit*) and the profit for the financial year (*2012 profit*) stated above and their historical cost equivalents

There were no other recognised gains or losses aside from those shown in the Profit and Loss account

The above results all relate to discontinued activities

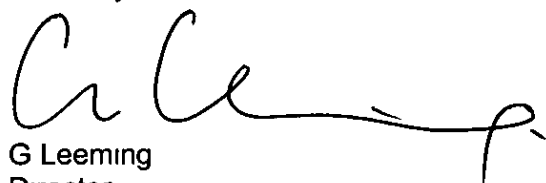
Balance sheet as at 31 March 2013

	Notes	2013 £'000	2012 £'000
Current assets			
Debtors	8	1,766	1,766
		<u>1,766</u>	<u>1,766</u>
Creditors – amounts falling due within one year	9	(2)	(2)
Net current assets		<u>1,764</u>	<u>1,764</u>
Net assets		<u>1,764</u>	<u>1,764</u>
Capital and reserves			
Called-up share capital	10	1,762	1,762
Share premium account	11	2	2
Profit and loss account	11	-	-
Total shareholders' funds	11	<u>1,764</u>	<u>1,764</u>

Directors' statement

- a For the year ending 31 March 2013 the company was entitled to exemption from audit under Section 480 of the Companies Act 2006 relating to small companies
- b The members have not required the company to obtain an audit of its accounts for the year in question in accordance with Section 476
- c i The directors acknowledge their responsibilities for complying with requirements of the Act with respect to accounting records and preparation of accounts
 ii The accounts give a true and fair view of the state of affairs of the company as at the end of the financial year in accordance with Section 393
- d These accounts have been prepared in accordance with the provision applicable to companies subject to the small companies regime

The financial statements on pages 2-7 were approved by the board of directors and signed on its behalf by



G Leeming
Director

4 November 2013

1. Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements

Basis of preparation

The financial statements have been prepared on a going concern basis, in accordance with the Companies Act 2006 and United Kingdom Generally Accepted Accounting Practice using the historical cost convention

Under Financial Reporting Standard 1 (1996 Revised), the company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a wholly owned subsidiary undertaking

In addition, advantage has been taken of the exemption available under Financial Reporting Standard 8 not to disclose details of transactions with Babcock International Group PLC or other group undertakings, as the consolidated financial statements of Babcock International Group PLC in which the company is included are publicly available

Taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Deferred tax is recognised without discounting, in respect of all timing differences between the treatment of certain tax items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS19

Dividends on shares presented within shareholder's funds

Dividends unpaid at the balance sheet date are only recognised as a liability at that date to the extent that they are appropriately authorised and are no longer at the discretion of the company. Unpaid dividends that do not meet these criteria are disclosed in the notes to the financial statements

2. Interest receivable and similar income

	2013 £'000	2012 £'000
Bank interest	-	3
	-	3

Notes to the financial statements (continued)

3. Remuneration of directors

None of the directors received remuneration for their services to the company in the current year as the services provided to the company are incidental to their wider role in the group (2012 £nil)

4. Staff numbers and costs

The company had no employees in the year (2012 nil)

5. Tax on profit on ordinary activities

	2013 £'000	2012 £'000
Current tax		
UK Corporation tax on profits of the year	-	-
Adjustment in respect of prior years	-	(2)
Current tax credit/ for the year	-	(2)

Factors affecting the tax credit/ for the current year

The tax assessed for the year is equal to (2012 lower than) the standard effective rate of corporation tax in the UK for the year ended 31 March 2013 of 24% (2012 26%) The differences are explained below

	2013 £'000	2012 £'000
Profit on ordinary activities before tax	-	3
Tax on profit on ordinary activities at standard UK corporation tax rate of 24% (2012 26%)	-	1
Group relief for nil consideration	-	(1)
Adjustment in respect of prior years	-	(2)
Current tax credit/ for the year	-	(2)

Factors affecting the future tax charge

A number of changes to the UK Corporation tax systems were announced in the March 2013 Budget Statement. Legislation to reduce the main rate of corporation tax from 24% to 23% from 1 April 2013 was included in the Finance Act 2012. Further reductions to the main rate are proposed to reduce the rate to 21% from 1 April 2014 and to 20% from 1 April 2015. These further changes had not been substantively enacted at the balance sheet date and, therefore the impact is not included in these financial statements.

Notes to the financial statements (continued)

6. Dividends

	2013 £'000	2012 £'000
Equity - Ordinary		
Interim Paid £Nil per share (2012 3 3p)	-	583
	-	583

7. Debtors

	2013 £'000	2012 £'000
Due within one year		
Amounts owed by group undertakings	1,766	1,766
	1,766	1,766

Amounts owed by group undertakings are unsecured, interest free and repayable on demand

8. Creditors - amounts falling due within one year

	2013 £'000	2012 £'000
Amounts owed to group undertakings	2	2
	2	2

Amounts owed to group undertakings are unsecured, interest free and repayable on demand

9. Called-up share capital

	2013 £'000	2012 £'000
Allotted, issued and fully paid		
17,621,361 (2012 17,621,361) ordinary shares of £0 10 each	1,762	1,762

10. Reconciliation of movements in shareholders' funds and reserves

	Called up share capital £'000	Share premium account £'000	Profit and loss account £'000	Total £'000
At 1 April 2012	1,762	2	-	1,764
Profit for the financial year	-	-	-	-
Dividends paid	-	-	-	-
At 31 March 2013	1,762	2	-	1,764

11. Contingent liabilities

The company is a member of a wider Babcock VAT group, and as a result is jointly and severally liable with the other members for the VAT liability of the group. At 31 March 2013 the accrued VAT liability of the group was £2,086,827 (2012: 768,424).

12. Ultimate parent undertaking

The company is a subsidiary undertaking of Babcock Training Limited, a company incorporated in Great Britain and registered in England and Wales.

The company's ultimate parent company and ultimate controlling party is Babcock International Group PLC, a company registered in England and Wales. The only Group in which the results of the company are consolidated is that headed by Babcock International Group PLC.

Copies of Babcock International Group PLC Financial Statements are available from the following address:

The Company Secretary
Babcock International Group PLC
33 Wigmore Street
London W1U 1QX