

**Voith Industrial Services Verwaltungs Limited**

**Directors' report and financial  
statements  
07332825**

**For the 14 month period from incorporation  
on 2 August 2010 to 30 September 2011**



**Voith Industrial Services Verwaltungs Limited**  
**Directors' report and financial statements**  
For the 14 month period from incorporation on 2 August 2010 to 30 September 2011

## **Contents**

<b>Directors' report</b>	<b>1</b>
<b>Statement of directors' responsibilities in respect of the Directors' Report and the financial statements</b>	<b>3</b>
<b>Independent auditor's report to the members of Voith Industrial Services Verwaltungs Limited</b>	<b>4</b>
<b>Profit and Loss Account</b>	<b>6</b>
<b>Balance Sheet</b>	<b>7</b>
<b>Notes to financial statements</b>	<b>8</b>

## Directors' report

The directors present their directors' report and financial statements for the 14 month period from incorporation on 2 August 2010 to 30 September 2011

### Incorporation

The company was incorporated on 2 August 2010

### Principal activities

The principal activity of the company is the management of loans to group undertakings

### Going concern

The company is not expected to undertake any significant business activities in the foreseeable future other than the management of its loans to fellow group undertakings. Accordingly, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

### Directors of the company

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

D Rettig	(appointed on incorporation, resigned 31 August 2010)
H-J Amthor	(appointed 23 August 2010)
A Ebel	(appointed 1 October 2011)
W Mauz	(appointed 23 August 2010)
W Weinmann	(appointed 23 August 2010)

### Disclosure of information to the auditors

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 auditors are 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 auditors are aware of that information.

### Small company provisions

The Directors' Report has been prepared in accordance with the special provisions in Part 15 of the Companies Act 2006 relating to small companies.

### Disclosure of information to auditors

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 auditors are 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 auditors are aware of that information.

**Directors' report** *(continued)*

**Auditors**

Pursuant to Section 487(2) of the Companies Act 2006, the auditors will be deemed to be reappointed and KPMG LLP will therefore continue in office

By order of the board



**H-J Amthor**  
*Director*

Voth Industrial Services Verwaltungs Limited  
69 Great Hampton Street  
Birmingham  
B18 6EW

18 January 2012

## **Statement of directors' responsibilities in respect of the Directors' Report and the financial statements**

The directors are responsible for preparing 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 the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards 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 these financial statements, the directors are required to

- select suitable accounting policies and apply them consistently
- make judgments 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. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



**KPMG LLP**

One Snowhill  
Snow Hill Queensway  
Birmingham  
B4 6GH  
United Kingdom

**Independent auditor's report to the members of Voith Industrial Services  
Verwaltungs Limited**

We have audited the financial statements of Voith Industrial Services Verwaltungs Limited for the 14 month period from incorporation on 2 August 2010 to 30 September 2011 set out on pages 6 to 11. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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.

**Respective responsibilities of directors and auditors**

As explained more fully in the Statement of Directors' Responsibilities (set out on page 3), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

A description of the scope of an audit of financial statements is provided on the APB's web-site at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

**Opinion on the financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 30 September 2011 and of its loss for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Independent auditor's report to the members of Voith Industrial Services  
Verwaltungs Limited** *(continued)*

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

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us 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

*R J Pound*

**RJ Pound (Senior Statutory Auditor)**  
**for and on behalf of KPMG LLP, Statutory Auditor**  
*Chartered Accountants*

18 January 2012

**Profit and Loss Account**  
*for the 14 months ended 30 September 2011*

	<i>Note</i>	<b>14 month period ended 30 September 2011 £</b>
<b>Turnover</b>		-
Administrative expenses		(6,000)
		<hr/>
<b>Operating loss</b>	3	(6,000)
Other interest receivable and similar income	4	1,784
		<hr/>
<b>Loss on ordinary activities before taxation</b>		(4,216)
Tax on loss on ordinary activities	5	-
		<hr/>
<b>Loss for the financial period</b>	9	(4,216)
		<hr/> <hr/>

Turnover and operating loss derived wholly from continuing operations

The company has no recognised gains or losses for the period other than the results above



**Balance Sheet**  
*at 30 September 2011*

	<i>Note</i>	<b>2011 £</b>
<b>Current assets</b>		
Debtors	6	51,784
<b>Creditors: Amounts falling due within one year</b>	7	<b>(6,000)</b>
<b>Net assets</b>		<b>45,784</b>
<b>Capital and reserves</b>		
Called up share capital	8	50,000
Profit and loss account	9	(4,216)
<b>Equity shareholder's funds</b>	10	<b>45,784</b>

The financial statements have been prepared in accordance with the special provisions in Part 15 of the Companies Act 2006 relating to small companies

These financial statements were approved by the board of directors on 18 January 2012 and were signed on its behalf by



**H-J Amthor**  
*Director*

Company registered number 7332825

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements, except as noted below

#### Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards under the historical cost convention

#### Cash flow statement

As the company is a wholly owned subsidiary and its parent publishes consolidated financial statements, the directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements

#### Related party transactions

As a wholly owned subsidiary undertaking of Voith AG, the company has taken advantage of the exemption in FRS8 "Related Party Disclosures" from disclosing transactions with other members of the group headed by Voith AG

#### Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

#### Going concern

The company is not expected to undertake any significant business activities in the foreseeable future other than the management of its loans to fellow group undertakings. Accordingly, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future and has adopted the going concern basis of accounting in preparing the annual financial statements

### 2 Directors' remuneration and employees

Directors' remuneration have been borne by another group company in both years. The directors are also directors or officers of a number of the companies within the Voith AG group. Their directors' services to the company do not occupy a significant amount of their time. As such the directors do not consider that they have received any remuneration for their incidental services to the company in the period.

The average number of persons employed by the company (including directors) during the year was four

### 3 Operating loss

	14 month period ended 30 September 2011 £
Auditor's remuneration	
Audit of these financial statements	2,500

## Notes (continued)

### 4 Other interest receivable and similar income

	14 month period ended 30 September 2011 £
Interest from fellow group undertakings	1,784

### 5 Taxation

#### *Analysis of charge in period*

	14 month period ended 30 September 2011 £
<i>UK corporation tax</i>	
Current tax on income for the period	-
Tax on loss on ordinary activities	-

#### *Factors affecting the tax charge for the current period*

The current tax charge for the period is higher than the standard rate of corporation tax in the UK of 27%. The differences are explained below

	14 month period ended 30 September 2011 £
<i>Current tax reconciliation</i>	
Loss on ordinary activities before tax	(4,216)
Current tax at 27%	(1,138)
<i>Effects of</i>	
Unrelieved tax losses	(1,138)
Total current tax charge (see above)	-

#### *Factors that may affect future current and total tax charges*

Deferred tax assets are not recognised and relating to tax trading losses have not been recognised. A deferred tax asset in respect of these losses will be recognised in future years should the company generate suitable taxable profits to recover them. The amount not recognised in the period was £1,138.

The 2011 Budget on 23 March 2011 announced that the UK corporation tax rate will reduce to 23% over a period of 4 years from 2011. The first reduction in the UK corporation tax rate from 28% to 27% (effective from 1 April 2011) was substantively enacted on 20 July 2010, and further reductions to 26% (effective from 1 April 2011) and 25% (effective from 1 April 2012) were substantively enacted on 29 March 2011 and 5 July 2011, respectively. This will reduce the company's future current tax charge and further reduce the deferred tax asset accordingly. It has not yet been possible to quantify the full anticipated effect of the announced rate reductions, although this will further reduce the company's future current tax charge and reduce the company's deferred tax asset accordingly.

**Notes (continued)**

**6 Debtors**

	2011 £
Amounts owed by group undertakings	51,784

Debtors include £51,784 due after more than one year

The amount owed by group undertakings relates to a loan granted during the prior year which is due for repayment in 2012. Interest is levied at the rate of 3.5% per annum.

**7 Creditors: amounts falling due within one year**

	2011 £
Other creditors	6,000

**8 Called up share capital**

	2011 £
<i>Allotted, called up and fully paid</i>	
Ordinary shares of £1 each issued on incorporation	50,000

**9 Reserves**

	Profit and loss account £
On incorporation	-
Loss for the financial period	(4,216)
<b>At end of period</b>	<b>(4,216)</b>

**10 Reconciliation of movement in shareholder's funds**

	2011 £
Loss for the financial period	(4,216)
Shareholder's funds on incorporation	50,000
<b>Closing shareholder's funds</b>	<b>45,784</b>

**Notes** *(continued)*

**11 Related party disclosures**

The company is controlled by Voith AG

The company's immediate parent undertaking is Voith Industrial Services Beteiligungsverwaltungs GmbH and, in the directors' opinion, the company's ultimate parent undertaking and controlling party was Voith AG, which is incorporated in Germany

At 30 September 2011 the largest and smallest group of which Voith Industrial Services Verwaltungs Limited was a member and for which group financial statements were drawn up was headed by Voith AG, whose principal place of business is at Sankt Poltener Straße, 89522 Heidenheim, Germany Consolidated financial statements are available to the public from the above address