

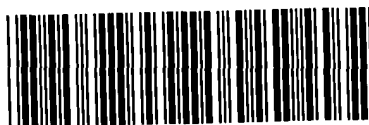
# **GE Capital Edinburgh Ltd**

## **Directors' report and Financial Statements**

**Year ended 31 December 2017**

*Registered number 247081*

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# GE Capital Edinburgh Ltd

<i>Contents</i>	<i>Page</i>
Directors and Other Information	1
Strategic Report	2
Directors' Report	3
Statement of Directors' Responsibilities	4
Independent Auditor's Report	5-7
Statement of Profit or Loss	8
Statement of Comprehensive Income	9
Statement of Financial Position	10
Statement of Changes in Equity	11
Notes forming part of the Financial Statements	12-19

# GE Capital Edinburgh Ltd

## Directors and other information

### Directors

Columba Glavin (resigned 30 March 2018)  
Timothy Lane  
Kieran Tracey (resigned 30 March 2018)  
Robert Holmes (appointed 6 March 2018)

### Registered office

4<sup>th</sup> Floor  
Saltire Court  
20 Castle Terrace  
Edinburgh, EH1 2EN  
Scotland

### Auditor

KPMG  
Chartered Accountants and Registered Auditor  
1 Harbourmaster Place  
I.F.S.C.  
Dublin 1  
D01 F6F5  
Ireland

### Bankers

Barclays Bank Plc  
54 Lombard Street  
London EC3P 3AH  
United Kingdom

BNP Paribas  
16, Boulevard des Italiens  
75009 Paris  
France

### Solicitor

Dundas & Wilson CS LLP  
4<sup>th</sup> Floor  
Saltire Court  
20 Castle Terrace  
Edinburgh, EH1 2EN  
Scotland

# GE Capital Edinburgh Ltd

## Strategic Report

The Directors present their Strategic Report for GE Capital Edinburgh Ltd (the "Company") for the year ended 31 December 2017.

### Principal activities, business review and future developments

The Company is the minority partner in GE Capital UK Funding & Co., GE Capital European Funding & Co. and GE Capital UK Finance (the "Partnerships"). Partnership income in 2017 was USD3,005 (2016: Partnership expense USD2,481) and is derived from the automatic division of profits / losses in the Partnerships. The Partnerships lend to General Electric Company ("GEC") affiliates within the General Electric ("GE") Group and are transparent entities from an Irish tax perspective.

The Directors are satisfied with the results of the Company. The results for the year are set out in the Statement of Profit or Loss on page 8 and the related notes.

The Directors will continue to develop and seek opportunities to grow the Company. The future growth of the Company is dependent on the cash needs of the wider GE Group. The Directors of the Company have assessed that the business is a going concern for the foreseeable future.

### Post balance sheet events

No significant events affecting the Company occurred since the Statement of Financial Position date which requires amendment to the financial statements.

### Risks and uncertainties

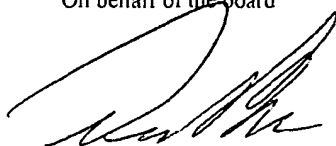
As an affiliate of GEC, the Company has access to funds thus reducing any cash flow and liquidity risks.

The main financial risks that the Company is exposed to are the impairment risk on its partnership interests and fluctuations in foreign exchange ("FX").

### Financial key performance indicators

The Directors have determined that the main key performance indicators are total assets and profit on ordinary activities before taxation. Profit on ordinary activities before taxation for 2017 was USD 5,264 (2016: Loss USD 7,563). The increase in profit on ordinary activities before taxation is mainly attributable to the Partnership income and the unrealised currency gain.

On behalf of the board



Timothy Lane  
Director



Robert Holmes  
Director

Date: 11 June 2018.

# GE Capital Edinburgh Ltd

## Directors' Report

The Directors present their annual report and audited Financial Statements (the "Financial Statements") of the Company for the year ended 31 December 2017.

### Transfer to reserves

The Directors noted the transfer of USD 5,264 profit to reserves in the current year (2016: USD 7,563 loss from reserves).

### Dividend

The Directors have resolved not to propose a dividend for the current year (2016: USD Nil).

### Related Parties

The Directors are listed on page 1. In accordance with the Articles of Association, all Directors continue in office. Directors are not required to retire by rotation.

Kieran Tracey was appointed as Director of the Company effective 15 March 2017. Robert Holmes was appointed as Director of the Company effective 6 March 2018. On the same date Emer Hurley was appointed as Alternate Director to Timothy Lane and Fergal Mullin was appointed as Alternate Director to Robert Holmes. On 30 March 2018 Columba Glavin and Kieran Tracey resigned as Directors of the Company.

### Future outlook

It is the intention of the Directors to continue to develop the activities of the Company. The future of the Company is dependent on the cash needs of the wider GE Group. The most notable risks faced by the Company continue to be the impairment risk on its partnership interests and fluctuations in FX.

### Accounting records

The Directors believe that they have complied with the requirements of the Companies Act, 2006 with regard to adequate accounting records by employing accounting personnel with appropriate expertise and by providing adequate resources to the finance function. The accounting records of the Company are maintained at 3220 Aviation House, Westpark, Shannon, Co. Clare, V14 AN29.

### Political Donations

The Company made no political donations or incurred any political expenditure during the year (2016: Nil).

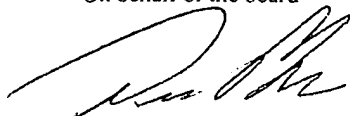
### Disclosure of information to the auditors

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 auditor is unaware; and each Director has taken all of the steps that he/she ought to have taken as a Director to make himself/herself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

### Independent Auditor

In accordance with Section 487 of the Companies Act 2006, the auditor, KPMG, Chartered Accountants have expressed their willingness to continue in office.

On behalf of the board



Timothy Lane  
Director



Robert Holmes  
Director

Date: 11 June 2018

## GE Capital Edinburgh Ltd

### 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 FRS 101 Reduced Disclosure Framework.

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 assets, liabilities and financial position of the Company and of its profit or loss for that year. 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 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 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 which disclose with reasonable accuracy at any time the assets, liabilities, financial position and profit or loss of the Company and enable them to ensure that the Financial Statements comply with the Companies Act 2006. They are responsible for such internal controls 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. The directors are also responsible for preparing a Directors' Report that complies with the requirements of the Companies Act 2006.

On behalf of the board



Timothy Lane  
Director



Robert Holmes  
Director

Date: 11 June 2018

# **Independent auditor's report to the member of GE Capital Edinburgh Ltd**

## **For the year ended 31 December 2017**

### **1 Report on the audit of the financial statements**

#### **Opinion**

We have audited the Financial Statements of GE Capital Edinburgh Ltd for the year ended 31 December 2017 set out on pages 8 to 19 which comprise the Statement of Profit or Loss Account, Statement of Other Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity and related notes, including the summary of significant accounting policies set out in note 1. The financial reporting framework that has been applied in their preparation is UK law and FRS 101 Reduced Disclosure Framework.

In our opinion, the accompanying financial statements:

- give a true and fair view of the assets, liabilities and financial position of the Company as at 31 December 2017 and of its profit for the year then ended;
- have been properly prepared in accordance with FRS 101 Reduced Disclosure Framework; and
- have been properly 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 under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with ethical requirements that are relevant to our audit of financial statements in the UK, including the Financial Reporting Council (FRC)'s Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **We have nothing to report on going concern**

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 twelve months from the date of approval of the financial statements. We have nothing to report in these respects.

#### **Other information**

The directors are responsible for the other information presented in the Annual Report together with the financial statements. The other information comprises the information included in the strategic and directors' report. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information 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 we have not identified material misstatements in the other information.

Based solely on our work on the other information;

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

## **Independent auditor's report to the member of GE Capital Edinburgh Ltd For the year ended 31 December 2017 (continued)**

### **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 on these matters in regard to these matters.

### **2 Respective responsibilities and restrictions on use**

#### **Responsibilities of directors for the financial statements**

As explained more fully in the directors' responsibilities 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, and 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.

In preparing the financial statements, the directors are responsible for 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 the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's responsibilities for the audit of the financial statements**

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

A fuller description of our responsibilities is provided on the FRC'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**

Our 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.



**Independent auditor's report to the member of GE Capital Edinburgh Ltd  
For the year ended 31 December 2017 (continued)**



Jonathan Lew  
*for and on behalf of KPMG, Statutory Auditor*  
Chartered Accountants  
1 Harbourmaster Place  
I.F.S.C.  
Dublin 1  
D01 F6F5  
Ireland

11 June 2018

**GE Capital Edinburgh Ltd**  
**Statement of Profit or Loss**  
*for the year ended 31 December 2017*

		<b>Year ended 31 December 2017 USD</b>	<b>Year ended 31 December 2016 USD</b>
	<i>Note</i>		
Partnership income/(expense)	6	3,005	(2,481)
Interest income		70	17
		<hr/>	<hr/>
Net income/(expense)		3,075	(2,464)
		<hr/>	<hr/>
Unrealised foreign currency gain/(loss)	2	2,689	(4,712)
Bank interest and charges	2	-	(166)
Management fees	2	(500)	-
Distributions received	6	-	4,267
Reduction in value of Partnership interest	6	-	(4,488)
		<hr/>	<hr/>
<b>Operating income/(expense)</b>		2,189	(5,099)
		<hr/>	<hr/>
<b>Profit /(Loss) before income tax</b>	3	5,264	(7,563)
		<hr/>	<hr/>
Income tax charge	5	-	-
		<hr/>	<hr/>
<b>Profit /(Loss) for the year</b>		5,264	(7,563)
		<hr/>	<hr/>

The accompanying notes form an integral part of the Financial Statements.

**GE Capital Edinburgh Ltd**  
**Statement of Other Comprehensive Income**  
*for the year ended 31 December 2017*

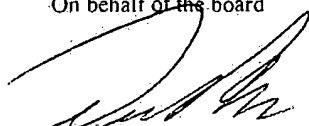
	<b>2017</b>	<b>2016</b>
	<b>USD</b>	<b>USD</b>
Profit/(Loss) for the year	<u>5,264</u>	<u>(7,563)</u>
<b>Total Comprehensive income/(expense)for the year</b>	<u><u>5,264</u></u>	<u><u>(7,563)</u></u>

**GE Capital Edinburgh Ltd**  
**Statement of Financial Position**  
**At 31 December 2017**

	<i>Note</i>	<b>2017 USD</b>	<b>2016 USD</b>
<b>Fixed assets</b>			
Financial assets: amounts falling due after one year			
Partnership interests	6	52,502	49,497
		<u>52,502</u>	<u>49,497</u>
<b>Current assets</b>			
Financial assets: amounts falling due within one year			
Amounts owed by group undertakings	7	28,642	26,039
Taxation	8	1,258	1,102
		<u>29,900</u>	<u>27,141</u>
<b>Creditors: amounts falling due within one year</b>			
Amounts owed to group undertakings		500	-
		<u>500</u>	<u>-</u>
<b>Net current assets</b>		<u>29,400</u>	<u>27,141</u>
<b>Net assets</b>		<u>81,902</u>	<u>76,638</u>
<b>Capital and reserves</b>			
Share capital	9	2	2
Capital contribution	9	43,561	43,561
Profit or loss account		46,038	40,774
Foreign currency translation reserve	9	(7,699)	(7,699)
<b>Shareholder's equity</b>		<u>81,902</u>	<u>76,638</u>

The accompanying notes form an integral part of the Financial Statements.

On behalf of the board

  
**Timothy Lane**  
*Director*

  
**Robert Holmes**  
*Director*

Date: 11 June 2018

**GE Capital Edinburgh Ltd**  
Statement of Changes in Equity  
for the year ended 31 December 2017

	Share Capital USD	Capital Contribution Reserve USD	Profit or loss account USD	Foreign exchange reserve USD	Total USD
Balance as at 1 January 2016	2	43,561	48,337	(7,699)	84,201
<b>Total comprehensive income for the year</b>					
Loss for the year	-	-	(7,563)	-	(7,563)
<b>Transactions with shareholders recorded directly in Equity</b>					
Foreign exchange reserve movement	-	-	-	-	-
<b>Balance at 31 December 2016</b>	<b>2</b>	<b>43,561</b>	<b>40,774</b>	<b>(7,699)</b>	<b>76,638</b>
Balance at 1 January 2017	2	43,561	40,774	(7,699)	76,638
<b>Total comprehensive income for the year</b>					
Profit for the year	-	-	5,264	-	5,264
<b>Balance at 31 December 2017</b>	<b>2</b>	<b>43,561</b>	<b>46,038</b>	<b>(7,699)</b>	<b>81,902</b>

The accompanying notes form an integral part of the Financial Statements.

# GE Capital Edinburgh Ltd

## Notes forming part of Financial Statements

### 1. Accounting policies

#### **Basis of preparation**

In preparing these Financial Statements, the Company applies the recognition, measurement and disclosure requirements of the International Financial Reporting Standards as adopted by the EU ("Adopted IFRSs"), but makes amendments where necessary in order to comply with the requirements of the relevant UK legislation including the Companies Act 2006 and has set out below where advantage of the FRS 101 disclosure exemptions has been taken.

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

In these Financial Statements, the Company has applied the exemptions available under FRS 101 in respect of the following disclosures:

- A Cash Flow Statement and related notes;
- The requirements of paragraph 17 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, provided that any subsidiary which is a party to the transaction is wholly owned by such a member;
- The requirements of IFRS 7 Financial Instruments: Disclosures;
- The requirements of paragraphs 91 to 99 of IFRS 13 Fair Value Measurement; and
- The effects of new but not yet effective IFRSs.

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

#### **Basis of measurement**

The Financial Statements are prepared on a historic cost basis.

#### **Currency**

The Financial Statements are presented in USD which is the functional and reporting currency of the Company.

#### **Going concern**

The Financial Statements have been prepared on a going concern basis. Risk factors including: credit, market, liquidity and operational risk impact on the Company's activities. The Directors have reviewed these risk factors and all relevant information to assess the Company's ability to continue as a going concern for at least twelve months from date of approval of the Financial Statements and are satisfied that the Company's Financial Statements continue to be prepared on a going concern basis as the Company has access to sufficient funding and resources for the foreseeable future.

# GE Capital Edinburgh Ltd

## Notes forming part of Financial Statements (continued)

### I. Accounting policies (continued)

#### Use of estimates and judgements

The preparation of Financial Statements requires the use of judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Critical accounting judgements made in applying the Company's accounting policies include the impairment of financial assets at amortised cost.

#### Tax expense

Tax expense comprises current and deferred tax. Current tax and deferred tax are recognised in the Statement of Profit or Loss and Other Comprehensive Income except to the extent that they relate to items recognised directly in equity or in 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 reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for:

- temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss;
- temporary differences related to investments in subsidiaries to the extent that it is probable that they will not reverse in the foreseeable future; and
- temporary differences arising on the initial recognition of goodwill.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities against current tax assets, and they relate to taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognised for unused tax losses, tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

#### Cash at bank

Cash at bank consists of cash at bank or amounts overdrawn and is carried at the amortised cost in the Statement of Financial Position.

# GE Capital Edinburgh Ltd

## Notes forming part of Financial Statements (continued)

### 1. Accounting policies (continued)

#### **Partnership interests**

Partnership interests are stated at cost less any impairment losses. At each reporting date, the Company assesses whether there is any indication of impairment. If such indications exist, an analysis is performed to assess whether the carrying amount of the investment is recoverable. A write-down is made if the carrying amount exceeds the recoverable amount. When a subsequent event causes the amount of the impairment loss to decrease, the impairment loss is reversed through the Statement of Profit or Loss.

The Company is accounting for its investment in the Partnership interests in GE Capital UK Finance, GE Capital UK Funding & Co. and GE Capital European Funding & Co. in its standalone FRS 101 Financial Statements. This Partnership meets the definition of an entity, creates a separation from its partners and, therefore, the Company will be required to account for its investment in this Partnership in accordance with IAS 27.

The Company will account for its investment in this Partnership at cost in its standalone Financial Statements in accordance with IAS 27.

Given the nature and structure of this Partnership and the fact that Partnership income is not taxed in the Partnership but is instead taxed in the hands of the Partners when earned (i.e. even before it is distributed), the Partners record their share in the Partnership income when earned by the Partnership using the equity method of accounting.

#### **Revaluation of partnership interests on distribution**

Where the Company distributes its interest in a partnership to a company under common control, it revalues its investment to fair value, recognising any difference between the fair value and the carrying amount in the Statement of Profit or Loss, before making the distribution.

#### **Partnership income / expense**

The Company's share of the partnerships' profits / losses are taken to the Statement of Profit or Loss Account as they are earned. Under the Partnership Agreement, profits are automatically divided among the Partners and the Company is entitled to recognise its portion of the profits of the Partnership.

#### **Amounts owed by group undertakings**

Loans and advances including debtors are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and that the Company does not intend to sell immediately or in the near term.

Loans and advances are initially measured at fair value plus incremental direct transaction costs, and subsequently measured at their amortised cost using the effective interest method, except when the Company chooses to carry the loans and receivables at fair value through profit or loss as described in the accounting policies.

#### **Amounts owed to group undertakings**

Loans and payables including creditors are non-derivative financial liabilities with fixed or determinable payments that are not quoted in an active market.

Loans and payables are initially measured at fair value plus incremental direct transaction costs, and subsequently measured at their amortised cost using the effective interest method, except when the Company chooses to carry the loans and payables at fair value through profit or loss as described in the accounting policies.



# GE Capital Edinburgh Ltd

## Notes forming part of Financial Statements (continued)

### 1. Accounting policies (continued)

#### Consolidation

The Financial Statements presented represent the Financial Statements of the Company only. Consolidated Financial Statements of the Company and its subsidiary undertakings are not prepared as the Company is a wholly owned indirect subsidiary of GEC, in respect of which consolidated Financial Statements are prepared. The Company is exempt by virtue of [s400/s401/s402 subject to the small companies regime] 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.

### 2. Operating expenses

	2017 USD	2016 USD
Unrealised foreign exchange gain/(loss)	2,689	(4,712)
Management fees	(500)	-
Bank interest and charges	-	(166)
	<u>2,189</u>	<u>(4,878)</u>

### 3. Statutory disclosures

The Company through its Partnership interests has management service agreements in place with GE Capital European Funding Unlimited Company, ("GECEF") a GE Group company. Auditor and Directors' remunerations are borne by GECEF.

	2017 USD	2016 USD
Profit/loss before taxation has been arrived at after charging:		
<b>Directors' remuneration</b>		
Emoluments	3,468	Nil
Gain on the exercise of certain share options	Nil	Nil
Amounts receivable under long-term incentive schemes	Nil	Nil
Contributions to pension schemes:		
Defined contribution schemes	201	Nil
Defined benefit schemes	Nil	Nil
Compensation for loss of office or other termination	Nil	Nil
<b>Auditor's remuneration</b>		
Audit of these Financial Statements	6,722	4,662
Other assurance services	Nil	Nil
Tax advisory services	Nil	Nil
Other non-audit services	Nil	Nil

### 4. Staff number and costs

The Company had no employees during the year (2016: USD Nil), and incurred no staff costs (2016: USD Nil).

# GE Capital Edinburgh Ltd

## Notes forming part of Financial Statements (continued)

### 5. Income tax charge

#### a) Analysis of charge in the year

	2017 USD	2016 USD
Irish corporation tax at 12.5%	-	-
Total current tax	-	-
Tax charge in the Statement of Profit or Loss and Other Comprehensive Income	-	-

#### b) Factors affecting current tax charge in year

	2017 USD	2016 USD
Profit/(loss) before taxation	5,264	(7,563)
Tax on profit on ordinary activities at the standard rate of 12.5% in the Republic of Ireland	658	(945)
<b><u>Tax effects of:</u></b>		
Non-deductible expenditure	-	588
Non-taxable income	(20)	(533)
Unutilised losses carried forward	(638)	890
Total tax charge	-	-

#### c) Factors that may affect future tax charges

There are no other known factors that may affect future tax charges.

## GE Capital Edinburgh Ltd

### Notes forming part of Financial Statements (continued)

#### 6. Partnership interests

	2017 USD	2016 USD
Balance at the beginning of the year	49,497	56,466
Partnership income/(expense)	3,005	(2,481)
Reduction in the value of partnership interests*	-	(4,488)
	<hr/>	<hr/>
<b>Balance at the end of the year</b>	<b>52,502</b>	<b>49,497</b>
	<hr/>	<hr/>

The Company received Nil distributions during 2017 (2016: USD4,264 from GE Capital UK Finance and USD3 from GE Capital UK Funding & Co.).

\*Following an impairment review there was no requirement to impair any partnership interests in 2017 (2016: USD4,488).

Financial assets comprise of the following undertakings which are the Partnership interests of the Company at 31 December 2017 and at 31 December 2016. In the opinion of the Board of Directors the market value of the financial fixed assets is not less than this amount.

#### Partnership interest

	2017 USD	2016 USD
GE Capital European Funding & Co,	28,123	26,623
GE Capital UK Funding & Co.	24,083	22,583
GE Capital UK Finance	296	291
	<hr/>	<hr/>
	<b>52,502</b>	<b>49,497</b>
	<hr/>	<hr/>

The Company's accounting policy is to carry investments at the lower of cost and recoverable amount.

## GE Capital Edinburgh Ltd

### Notes forming part of Financial Statements (continued)

#### 6. Partnership interests (continued)

<i>Company name</i>	<i>Class of share</i>	<i>% Holding</i>	<i>Registered office / Place of Business</i>	<i>Nature of business</i>	<i>Place of establishment</i>
GE Capital European Funding & Co.	Ordinary Shares	.000012%	3220 Aviation House, Westpark, Shannon, Co. Clare, V14 AN29	Financial Services Activities	Scotland
GE Capital UK Funding & Co.	Ordinary Shares	.000003%	3220 Aviation House, Westpark, Shannon, Co. Clare, V14 AN29	Financial Services Activities	Scotland
GE Capital UK Finance	Ordinary Shares	.000096715%	4th Floor, Saltire Court 20, Castle Terrace, Edinburgh, Lothian, EH1 2EN, Scotland.	Financial Services Activities	Scotland

The Company is a minority partner in the above Partnerships. The Company provides capital to these partnerships which in turn makes loans to other GEC affiliates.

The Company holds three Partnership interests. Under the Partnership Agreements profits / (losses) are automatically divided among the Partners. The Company, as a minority Partner, is entitled, per annum, to the first USD 1,500 (2016: EUR 1,000) profit or loss from the Partnership GE Capital European Funding & Co., the first USD 1,500 (2016: GBP 1,000) profit or loss from the Partnership, GE Capital UK Funding & Co and 0.000096715% of the profit or loss from the Partnership, GE Capital UK Finance.

#### 7. Amounts owed by group undertakings

	<b>2017 USD</b>	<b>2016 USD</b>
Amounts falling due within one year	28,642	26,039

#### 8. Taxation

	<b>2017 USD</b>	<b>2016 USD</b>
Corporation tax	1,258	1,102
<b>Total tax receivable</b>	<b>1,258</b>	<b>1,102</b>

# GE Capital Edinburgh Ltd

## Notes forming part of Financial Statements (continued)

### 9. Share capital, capital contribution and foreign currency retranslation reserve

	2017 USD	2016 USD
<i>Authorised</i>		
1,000 Ordinary Shares of GBP1.00 each	1,565	1,565
	<hr/>	<hr/>
<i>Allotted, called up and fully paid</i>		
1 Ordinary Share of GBP1.00 each	2	2
	<hr/>	<hr/>

The holder of the ordinary share is entitled to receive dividends as declared from time to time. The Company did not pay or declare a dividend on its share capital during the year. The Company does not have any externally imposed capital requirements.

#### Capital Contribution Reserve

	2017 USD	2016 USD
Capital Contribution Reserve	43,561	43,561
	<hr/>	<hr/>

This reserve was contributed by its parent and is a distributable reserve.

#### Foreign currency retranslation reserve

In December 2015, the functional currency of the Company changed from GBP to USD and this change resulted in the creation of the foreign currency translation reserve.

### 10. Holding Company

At 31 December 2017, the Company was a wholly owned direct subsidiary of GE Capital International Holdings Limited ("GECIHL"), a company incorporated in the UK.

The smallest and the largest group in which the Company results are included within is that held by GEC, a company incorporated in the USA, copies of which consolidated Financial Statements may be obtained from GEC, Fairfield, 41 Farnsworth Street, Boston, MA 02210, USA.

### 11. Commitments and contingencies

The Company had no commitments and contingencies at 31 December 2017 (2016: USD Nil).

### 12. Subsequent events

No significant events affecting the Company occurred since the reporting date which requires an amendment to the Financial Statements.

### 13. Approval of Financial Statements

The Board of Directors approved the Financial Statements on 11 June 2018.