

# **Manitowoc Foodservice UK Limited**

Report and Financial Statements

Year Ended

31 December 2013

Company Number 2656967

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# **Manitowoc Foodservice UK Limited**

**Report and financial statements  
for the year ended 31 December 2013**

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## **Directors**

M Behle  
C Cammoile  
M Hicks  
J D Hobbs  
G P B Veal

## **Secretary and registered office**

Prima Secretary Limited, St. Ann's Wharf, 112 Quayside, Newcastle upon Tyne NE1 3DX

## **Company number**

2656967

## **Auditors**

BDO LLP, 55 Baker Street, London, W1U 7EU

# Manitowoc Foodservice UK Limited

## Strategic report for the year ended 31 December 2013

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The directors present their strategic report together with the audited financial statements for the year ended 31 December 2013.

### **Business review and principal activities**

The principal activity of the business continues to be the manufacture, sale and aftermarket support of commercial catering and food service equipment, including equipment brought in from other members of the worldwide Manitowoc Foodservice Group.

The profit and loss is set out in page 7 and shows a profit before tax of £6.7m (2012 - £1.1m).

Turnover developed in line with expectations (2013 - £73.4m; 2012 - £43.9m) both as a result of organic growth and continued investment in new products.

The business and financial climate remain uncertain in certain sectors and regions but the directors, having reviewed their business plan, are confident of continued progress.

During the year the company was formally released from liabilities of £21,159,000 due to its parent company and £7,785,000 due to fellow subsidiary companies. The company also formally released dormant fellow subsidiaries from liabilities of £19,706,000 as part of the above process. The net effect of this is a £9,239,000 increase in reserves.

### **Principal risks and uncertainties**

Throughout the year, the company identifies and reviews potential risk and uncertainties that could have a material impact on performance and has put in place internal processes and controls designed to mitigate these risks. Detailed planning processes and contingency plans are in place for adverse change to macro-economic conditions. Appropriate review and development processes are followed for all employees including for succession. The principal risks the company is exposed to are as follows:

#### *Liquidity risk*

The company is a participant in the group treasury function which has the objective of maintaining a balance between continuity of funding and appropriately investing in the money markets. All cash management is performed centrally and the company's cash position is monitored weekly.

#### *Credit risk*

The company's credit risk is primarily attributable to its trade debtors. Credit risk is managed by running credit checks on new customers and by monitoring payments against contractual agreements.

#### *Price risk/competitive market risk*

The company is exposed to commodity price risk. The company does not manage locally its exposure to commodity price risk due to cost benefit considerations but benefits from such hedges as may from time to time be taken out at group level.

#### *Foreign exchange risk*

Foreign exchange risk is mitigated by taking forward cover through the corporate treasury function based in USA for any potential exposures.

Group risks are dealt with in the Annual Report of The Manitowoc Company Inc, the ultimate parent organisation.

# Manitowoc Foodservice UK Limited

## Strategic report for the year ended 31 December 2013 (*continued*)

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### Going concern

The directors, having considered the uncertainties of the economic environment, the availability of finance, the restructuring of the balance sheet during the year together with their business plan have concluded that it is appropriate to prepare the accounts on a going concern basis.

### Key performance indicators

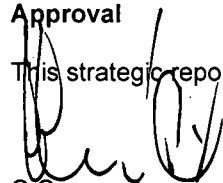
Financial key performance indicators are employed and the directors are satisfied that the following KPI's reflect the progress of the business:

	2013	2012
Growth of sales	67%	10%
Gross margin %	22%	23%
Operating margin	9%	4%
Inventory turns	9.1	6.4

### Approval

This strategic report was approved on behalf of the Board on

29<sup>th</sup> July 2014



C Cammoile

Director

# **Manitowoc Foodservice UK Limited**

## **Report of the directors for the year ended 31 December 2013**

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The directors present their report together with the audited financial statements for the year ended 31 December 2013.

### **Directors**

The directors who held office during the year and to date were as follows:

M Behle  
C Cammoile  
M Hicks  
J D Hobbs  
G P B Veal

The company has made qualifying third party indemnity provisions for the benefit of its directors which were made during the year and exist at the date of this report.

### **Directors' responsibilities**

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 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 then apply them consistently;
- make judgements and accounting 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;
- 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.

# Manitowoc Foodservice UK Limited

## Report of the directors for the year ended 31 December 2013 (*continued*)

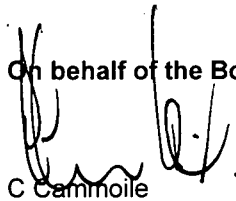
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### Auditors

All of the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the auditors are unaware.

BDO LLP have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

On behalf of the Board



C Cammoile

Director

29<sup>th</sup> July 2014

# **Manitowoc Foodservice UK Limited**

## **Independent auditor's report**

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### **TO THE MEMBER OF MANITOWOC FOODSERVICE UK LIMITED**

We have audited the financial statements of Manitowoc Foodservice UK Limited for the year ended 31 December 2013 which comprise the profit and loss account, the balance sheet and the related notes. 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 member 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 member 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 member 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, 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 Financial Reporting Council's (FRC'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 FRC's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2013 and of its profit for the year 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 matters prescribed by the Companies Act 2006**

In our opinion the information given in the strategic report and directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

# Manitowoc Foodservice UK Limited

## Independent auditor's report (*continued*)

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### 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.



Marc Reinecke, (Senior Statutory Auditor)  
For and on behalf of BDO LLP, statutory auditor  
London  
United Kingdom

29 July 2014

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127)



# Manitowoc Foodservice UK Limited

## Profit and loss account for the year ended 31 December 2013

	Note	2013 £'000	2012 £'000
<b>Turnover</b>	2	73,410	43,861
Cost of sales		(57,370)	(33,940)
<b>Gross profit</b>		16,040	9,921
Selling and distribution expenses		(7,116)	(6,627)
Administrative expenses		(2,093)	(1,506)
<b>Operating profit</b>	3	6,831	1,788
Group interest payable		(154)	(680)
<b>Profit on ordinary activities before taxation</b>		6,677	1,108
Tax on profit on ordinary activities	6	1,048	1,150
<b>Profit on ordinary activities after taxation</b>	14	7,725	2,258

All amounts relate to continuing activities.

There are no recognised gains or losses for the current and preceding financial year other than as stated in the profit and loss account.

The notes on pages 9 to 18 form part of these financial statements.

# Manitowoc Foodservice UK Limited

## Balance sheet at 31 December 2013

<b>Company number 2656967</b>	<b>Note</b>	<b>2013 £'000</b>	<b>2013 £'000</b>	<b>2012 £'000</b>	<b>2012 £'000</b>
<b>Fixed assets</b>					
Tangible assets	7		2,015		2,402
<b>Current assets</b>					
Stocks	8	5,122		5,334	
Debtors	9	14,044		29,846	
Cash at bank and in hand		8,274		6,367	
		<u>27,440</u>		<u>41,547</u>	
<b>Creditors: amounts falling due within one year</b>	10	<u>(15,541)</u>		<u>(47,073)</u>	
<b>Net current assets/(liabilities)</b>			<u>11,899</u>		<u>(5,526)</u>
<b>Total assets less current liabilities</b>			<u>13,914</u>		<u>(3,124)</u>
<b>Creditors: amounts falling due after more than one year</b>	11		(114)		(156)
<b>Provisions for liabilities</b>	13		(1,858)		(1,742)
<b>Net assets/(liabilities)</b>			<u>11,942</u>		<u>(5,022)</u>
<b>Capital and reserves</b>					
Called up share capital	14		1,500		1,500
Profit and loss account	15		10,442		(6,522)
<b>Shareholder's funds/(deficit)</b>			<u>11,942</u>		<u>(5,022)</u>

The financial statements were approved by the Board of Directors and authorised for issue on

29<sup>th</sup> July 2014

  
C Cammoile  
Director

The notes on pages 9 to 18 form part of these financial statements.

# Manitowoc Foodservice UK Limited

## Notes forming part of the financial statements for the year ended 31 December 2013

### 1 Accounting policies

The financial statements are prepared in accordance with applicable United Kingdom law and accounting standards. The particular accounting policies adopted are described below. They have all been applied consistently throughout the year and the preceding year.

#### *Going concern*

The directors, having considered the uncertainties of the economic environment, the availability of finance, the restructuring of the balance sheet during the year together with their business plan have concluded that it is appropriate to prepare the accounts on a going concern basis.

#### *Accounting convention*

The financial statements are prepared under the historical cost convention.

#### *Turnover*

Turnover represents sales to external customers at invoiced amounts less value added tax or local taxes on sales. Turnover is recognised when the risks and rewards of owning the goods have passed to the customer which is generally on delivery.

Revenue arising on service contracts is recognised at the time the service is provided.

#### *Tangible fixed assets*

Depreciation is provided by the company on a straight line basis to write off the cost less the estimated residual value of tangible fixed assets over their estimated useful economic lives as follows:

Plant and machinery	-	10-20% per annum
Fixtures, fittings, tools and equipment	-	10-33% per annum
Motor vehicles	-	25-33% per annum

#### *Stocks*

Stocks are valued at the lower of cost and net realisable value of individual items of stock. Finished stocks include manufacturing overheads but exclude selling, distribution and administrative overheads. Net realisable value is based on estimated selling price less all further costs to completion and all relevant marketing, selling and distribution costs.

#### *Pension costs*

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in independently administered funds. The amount charged against profits represents the contributions payable to the extent that it is probable that an actual liability will crystallise.

#### *Cash flow statement*

Under Financial Reporting Standard 1 (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 of a parent which prepares a consolidated cash flow statement.

# Manitowoc Foodservice UK Limited

## Notes forming part of the financial statements for the year ended 31 December 2013 (*continued*)

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### 1 Accounting policies (*continued*)

#### *Taxation*

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in years different from those in which they are recognised in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured at the average tax rates that are expected to apply in the years in which the 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.

#### *Grants*

Grants relating to tangible fixed assets are treated as deferred income and released to the profit and loss account over the expected useful lives of the assets concerned. The unreleased portion of grants received is shown in creditors.

#### *Operating leases*

Rentals under operating leases are charged to the profit and loss account on a straight-line basis over the life of the lease.

#### *Onerous leases*

Where the unavoidable costs of a lease exceed the economic benefit expected to be received from it, a provision is made for the present value of future obligations under the lease.

#### *Dilapidations*

Provision for dilapidations is made in respect of the contractual requirement to restore properties at the end of their period of lease to their original state.

#### *Warranty*

A provision is made for the anticipated costs of meeting warranty obligations from the point of sale to the end of the warranty period.

#### *Foreign currency*

Foreign currency transactions are translated into sterling at the rates ruling when they occurred. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet date. Any differences are taken to the profit and loss account.

# Manitowoc Foodservice UK Limited

Notes forming part of the financial statements  
for the year ended 31 December 2013 (continued)

## 2 Turnover

All turnover arises from the principal activity of the manufacture and sale of catering equipment.

	2013 £'000	2012 £'000
The geographical analysis of turnover is as follows:		
United Kingdom	48,173	27,103
Europe, Middle East and Africa	7,770	5,996
Asia Pacific	1,768	1,610
Americas and Rest of World	15,699	9,152
	<u>73,410</u>	<u>43,861</u>

## 3 Operating profit

This has been arrived at after charging/(crediting):

	2013 £'000	2012 £'000
Depreciation of tangible fixed assets	594	684
Fees payable to the Company's auditors for the audit of the Company's annual accounts	48	46
Non-audit fees - taxation services	14	14
Plant and machinery - operating lease rentals payable	591	498
Land & buildings - operating lease rentals	780	780
Profit on disposal of fixed assets	(6)	(3)
	<u></u>	<u></u>

## 4 Directors' emoluments

	2013 £'000	2012 £'000
Directors' remuneration consist of:		
Directors' emoluments	510	466
Pension contributions	132	126
	<u>642</u>	<u>592</u>

There was 1 (2012 - 1) director in the company's defined contribution pension scheme during the year.

During the year, there were 2 (2012 - 2) directors in a defined benefit pension scheme operated by another Group company to whom the contributions were paid. Consequently, these have been accounted as defined contribution payments.

The highest paid director received a salary of £201,929 (2012 - £181,672) and pension contributions of £60,911 (2012 - £58,180).

The emoluments of certain non-UK based directors have been borne by other group companies.

# Manitowoc Foodservice UK Limited

Notes forming part of the financial statements  
for the year ended 31 December 2013 (*continued*)

## 5 Information regarding employees

	2013 Number	2012 Number
Average number of persons employed in the year:		
Management and administration	18	15
Production and service	152	150
Selling and distribution	91	79
	<hr/>	<hr/>
	261	244
	<hr/>	<hr/>
	2013 £'000	2012 £'000
Staff costs incurred during the year in respect of employees were:		
Wages and salaries	9,188	8,267
Social security costs	992	926
Other pension costs	377	357
	<hr/>	<hr/>
	10,557	9,550
	<hr/>	<hr/>

## 6 Taxation

	2013 £'000	2012 £'000
The tax charge comprises:		
<i>Current tax</i>		
UK corporation tax	-	-
	<hr/>	<hr/>
Total current tax	-	-
	<hr/>	<hr/>
<i>Deferred tax</i>		
Origination and reversal of timing differences	1,048	1,150
	<hr/>	<hr/>
Total deferred tax	1,048	1,150
	<hr/>	<hr/>
Total tax on profit on ordinary activities	1,048	1,150
	<hr/>	<hr/>

# Manitowoc Foodservice UK Limited

Notes forming part of the financial statements  
for the year ended 31 December 2013 (*continued*)

## 6 Taxation (*continued*)

The tax assessed for the year is different than the standard rate of corporation tax in the UK. The differences are explained below:

	2013 £'000	2012 £'000
Profit on ordinary activities before tax	6,677	1,108
Profit on ordinary activities at the standard rate of corporation tax in the UK of 23.25% (2012 - 24.5%)	1,552	271
Effects of:		
Expenses not deductible for tax purposes	1	3
Profit on disposal of fixed assets	(1)	-
Depreciation in excess of capital allowances	(199)	157
Losses carried forward	(721)	-
Losses utilised in the year	(632)	(431)
Current tax charge for year	-	-

## 7 Tangible fixed assets

	Construction in progress £'000	Plant, machinery and motor vehicles £'000	Fixtures, fittings and equipment £'000	Total £'000
<i>Cost</i>				
At 1 January 2013	228	2,457	4,283	6,968
Reclassification	(228)	183	45	-
Disposals	-	(54)	-	(54)
Additions	-	182	31	213
At 31 December 2013	-	2,768	4,359	7,127
<i>Depreciation</i>				
At 1 January 2013	-	1,692	2,874	4,566
Disposals	-	(48)	-	(48)
Charge for the year	-	240	354	594
At 31 December 2013	-	1,884	3,228	5,112
<i>Net book value</i>				
At 31 December 2013	-	884	1,131	2,015
At 31 December 2012	228	765	1,409	2,402

# Manitowoc Foodservice UK Limited

Notes forming part of the financial statements  
for the year ended 31 December 2013 (continued)

## 8 Stocks

	2013 £'000	2012 £'000
Raw materials and consumables	3,261	3,227
Finished goods and goods for resale	1,861	2,107
	<u>5,122</u>	<u>5,334</u>

In the opinion of the directors, there is no material difference between the balance sheet value of stocks and their replacement cost.

## 9 Debtors

	2013 £'000	2012 £'000
Trade debtors	6,016	5,125
Amounts owed by parent and fellow subsidiary undertakings	4,736	22,748
Other debtors	127	94
Prepayments and accrued income	967	729
Deferred tax asset (note 12)	2,198	1,150
	<u>14,044</u>	<u>29,846</u>

All amounts are due or recoverable under one year except other debtors which are recoverable after more than one year.

## 10 Creditors: amounts falling due within one year

	2013 £'000	2012 £'000
Bank overdraft	-	-
Trade creditors	5,142	4,040
Amounts owed to parent and subsidiary undertakings	8,054	40,600
Other taxes and social security	368	576
Accruals and deferred income	1,977	1,857
	<u>15,541</u>	<u>47,073</u>

## 11 Creditors: amounts falling due after more than one year

	2013 £'000	2012 £'000
Deferred income	114	156
	<u>114</u>	<u>156</u>



# Manitowoc Foodservice UK Limited

Notes forming part of the financial statements  
for the year ended 31 December 2013 (continued)

## 12 Deferred taxation asset

	£'000
At 1 January 2013	1,150
Credited to profit and loss	1,048
	<hr/>
At 31 December 2013	<b>2,198</b>
	<hr/>

	Recognised 2013 £'000	2012 £'000	Unrecognised 2013 £'000	2012 £'000
The deferred tax asset is as follows:				
Losses carried forward	1,440	1,150	-	1,365
Depreciation in excess of capital allowances	758	-	-	1,361
	<hr/>	<hr/>	<hr/>	<hr/>
	<b>2,198</b>	<b>1,150</b>	<b>-</b>	<b>2,726</b>
	<hr/>	<hr/>	<hr/>	<hr/>

The unrecognised asset would only reverse if suitable future profits were to arise, against which this asset could be offset. In the opinion of the Directors and based on all the available evidence it cannot be regarded as more likely than not that there will be suitable taxable profits against which this deferred tax asset will reverse in the foreseeable future and as such this asset has not been recognised.

## 13 Provisions for liabilities

	Onerous leases £'000	Dilapidations £'000	Redundancy £'000	Warranty £'000	Total £'000
At 1 January 2013	659	142	45	896	1,742
Created during the year	-	-	-	1,271	1,271
Utilised during the year	(322)	-	(45)	(788)	(1,155)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2013	<b>337</b>	<b>142</b>	<b>-</b>	<b>1,379</b>	<b>1,858</b>
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

### Onerous lease

The provision for onerous leases relates to property leases (and associated costs) which the company took ownership of as a result of a group restructure. The company is contractually obliged to make payments until the end of the lease periods being within one year.

### Dilapidations

The provision for dilapidations relates to a contractual requirement to restore the properties discussed above to their original state at the end of the lease periods.

### Redundancy

A provision was recognised for expected redundancy payments that have arisen due to a restructure of the company.

# Manitowoc Foodservice UK Limited

Notes forming part of the financial statements  
for the year ended 31 December 2013 (*continued*)

## 13 Provisions for liabilities (*continued*)

### Warranty

A provision has been recognised for expected warranty claims on products sold in the last 1 to 3 years. It is expected that most of this expenditure will be incurred in the next financial year.

## 14 Called up share capital

	2013 £'000	2012 £'000
<b>Allotted, called up and fully paid</b>		
1,500,000 ordinary shares of £1 each	1,500	1,500

## 15 Reserves

	Profit and loss account £'000
At 1 January 2013	(6,522)
Profit for the year transferred to reserves	7,725
Capital contribution	28,945
Dividends paid	(19,706)
At 31 December 2013	10,442

## 16 Reconciliation in movement in shareholders funds

	2013 £'000	2012 £'000
Profit for the year	7,725	2,258
Dividends	(19,706)	-
Capital contribution	28,945	-
Opening shareholders (deficit)/funds	(5,022)	(7,280)
Closing shareholders funds/(deficit)	11,942	(5,022)

During the year the company was formally released from liabilities of £21,159,000 due to its parent company and £7,785,000 due to fellow subsidiary companies. This has been treated as a capital contribution in these financial statements.

The company also formally released dormant fellow subsidiaries from liabilities of £19,706,000 as part of the above process. This has been treated as a dividend in these financial statements.

# Manitowoc Foodservice UK Limited

## Notes forming part of the financial statements for the year ended 31 December 2013 (continued)

### 17 Commitments

As at 31 December 2013, the company had annual commitments under non-cancellable plant and machinery operating leases as follows:

	Land and buildings 2013 £'000	Other 2013 £'000	Land and buildings 2012 £'000	Other 2012 £'000
Operating leases which expire:				
Within one year	268	262	-	45
In two to five years	774	329	1,042	379
	<u>1,042</u>	<u>591</u>	<u>1,042</u>	<u>424</u>

### 18 Pension scheme

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in independently administered funds. The pension charge represents contributions payable to the funds and amounted to £377,222 in the year (2012 - £356,756). There were no outstanding contributions either at 31 December 2013 or at 31 December 2012.

The Enodis Group operates a defined benefit scheme, the Berisford (1948) Pension Scheme ("the scheme"). The scheme provides retirement benefits based on final pensionable salary and years of service. The assets of the scheme are held in a separable trustee administered fund.

The Directors, having taken actuarial advice, believe that it is not possible for each member of the group pension scheme to identify its share of the underlying assets and liabilities in the scheme on a consistent and reasonable basis and have therefore opted to account for the purposes of FRS 17 as though the scheme was a defined contribution scheme. Consequently the financial implications of any future surplus or deficit will be recognised as an asset or liability only in the balance sheet of Enodis Group Limited.

The financial statements of Enodis Group Limited show a net pension liability for this scheme of £11.5m (2012 - £13.9m) under FRS 17. As an associated employer the company may become liable for part or the whole of the deficit in the scheme in the event of a winding up of the principal employer or other associated employer.

The latest full actuarial valuation was carried out at 31 March 2011 and was updated at 31 December 2013 by a qualified independent actuary on an FRS 17 basis. The contributions paid to Enodis Group Limited for the year were £132,000 (2012 - £126,000).

### 19 Related party transactions

The company is a wholly owned subsidiary of The Manitowoc Company Inc. and has taken advantage of the exemption conferred by Financial Reporting Standard 8 'Related party disclosures' not to disclose transactions with The Manitowoc Company Inc. or other wholly owned subsidiaries within the group.

## **Manitowoc Foodservice UK Limited**

**Notes forming part of the financial statements  
for the year ended 31 December 2013 (*continued*)**

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### **20 Ultimate parent company**

The immediate parent company is Enodis Holdings Limited, registered in England and Wales.

The Directors regard The Manitowoc Company, Inc., a company incorporated in Wisconsin, USA as the ultimate parent company and controlling entity. The Manitowoc Company, Inc. is also the smallest and largest group which prepares consolidated results and of which the company forms a part. Copies of the financial statements of The Manitowoc Company, Inc. can be obtained from the Secretary at 2400 South 44th Street, PO Box 66, Manitowoc, WI 54221-0066.