

# Financial Statements

## Husky Injection Molding Systems (UK) Limited

---

**For the Year Ended 31 December 2011**

THURSDAY



\*A1KA0XLU\*

A13

25/10/2012

#301

COMPANIES HOUSE

**Registered number: 02837366**

---

---

**Husky Injection Molding Systems (UK) Limited**

**Company Information**

<b>Company number</b>	02837366
<b>Registered office</b>	1 Lewis Court Thorpe Way Grove Park FNDERBY Leicestershire LE19 1SD
<b>Directors</b>	S Fernandes M McKendry S Patis
<b>Company secretary</b>	S Patis
<b>Auditor</b>	Ernst & Young LLP 1 Colmore Square BIRMINGHAM B4 6HQ

---

**Husky Injection Molding Systems (UK) Limited**

**Contents**

	Page
<b>Directors' Report</b>	1 - 3
<b>Independent Auditor's Report</b>	4 - 5
<b>Profit and Loss Account</b>	6
<b>Balance Sheet</b>	7
<b>Notes to the Financial Statements</b>	8 - 14

---

## **Husky Injection Molding Systems (UK) Limited**

# **Directors' Report**

**For the Year Ended 31 December 2011**

The directors present their report and the financial statements for the year ended 31 December 2011

### **Principal activities and business review**

The principal activity of the company during the year was the supply of injection molding equipment and services to the plastics industry

Husky Injection Molding Systems is the world's largest brand name supplier of injection molding equipment and services to the plastics industry. With one of the broadest product lines in the industry, customers use Husky equipment to manufacture a wide range of plastic products such as bottles and caps for beverages, containers for food, automotive components, and consumer electronic parts. The UK operation is a Sales and Service operation to meet the commercial and technical requirements of the customer base in the UK & Ireland.

The UK operation continues to operate with stable external charges and commission revenue. Following the year end, in August 2012, the UK office has relocated to reduce its operating costs.

### **Going concern**

The directors believe it is appropriate to prepare the accounts on a going concern basis as they have received written confirmation from the immediate parent undertaking that they will assist Husky Injection Molding Systems (UK) Limited in meeting its liabilities as and when they fall due, but only to the extent that money is not otherwise available to the company to meet such liabilities, for a period of at least 12 months from the signing of these financial statements. The directors have gained assurance that the parent company is in a position to provide this support if required.

### **Results and dividends**

The profit for the year, after taxation, amounted to £99,731 (2010: £88,945). The directors have not recommended payment of a dividend.

### **Financial risk management objectives and policies**

#### **Interest rate risk**

The company finances its operations through inter-company loan accounts. The company's exposure to interest rate fluctuations on its borrowings is managed at a group level.

#### **Liquidity risk**

The company seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably. Primarily, this is achieved through inter-company loan accounts.

#### **Currency risk**

The company is exposed to transaction and translation foreign exchange risk. Foreign currency transactions are undertaken as required when invoices are raised in foreign currency.

## **Directors' Report**

**For the Year Ended 31 December 2011**

### **Directors**

The directors who served during the year were as follows

S Fernandes  
M McKendry  
S Patis

### **Statement of directors' responsibilities**

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 then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- 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.

### **Provision of information to auditor**

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditor in connection with preparing its report and to establish that the company's auditor is aware of that information.

**Husky Injection Molding Systems (UK) Limited**

## Directors' Report

For the Year Ended 31 December 2011

### **Auditor**

Under section 487(2) of the Companies Act 2006, Ernst & Young LLP will be deemed to have been reappointed as auditor 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the accounts with the registrar, whichever is earlier


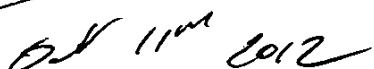
In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006

This report was approved by the board and signed on its behalf

**S Patis**  
Director

Date

Company number 02837366

# Independent Auditor's Report to the Members of Husky Injection Molding Systems (UK) Limited

We have audited the financial statements of Husky Injection Molding Systems (UK) Limited for the year ended 31 December 2011, which comprise the Profit and Loss Account, the Balance Sheet and the related notes 1 to 17. 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 auditor**

As explained more fully in the Directors' responsibilities statement set out on page 2, 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 Ethical Standards for Auditors.

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

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

## **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 2011 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 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 Husky Injection Molding Systems (UK) Limited

## **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, or
- the directors were not entitled to take advantage of the small companies' exemption in preparing the Directors' Report

*Ernst & Young LLP*

Helen Hemming (Senior statutory auditor)  
for and on behalf of Ernst & Young LLP, Statutory Auditor  
Birmingham

Date *18 October 2012*



## Husky Injection Molding Systems (UK) Limited

### Profit and Loss Account

For the Year Ended 31 December 2011

	Note	2011 £	2010 £
<b>Turnover</b>	1,2	1,569,715	1,472,160
Other external charges		(489,684)	(604,587)
Staff costs		(929,578)	(720,369)
Depreciation and amortisation		(7,748)	(12,097)
<b>Operating profit</b>	4	142,705	135,107
Interest payable and similar charges	5	(3)	-
<b>Profit on ordinary activities before taxation</b>		142,702	135,107
Tax on profit on ordinary activities	6	(42,971)	(46,162)
<b>Profit for the financial year</b>	14	99,731	88,945

All amounts relate to continuing operations

There were no recognised gains and losses for 2011 or 2010 other than those included in the Profit and Loss Account

The notes on pages 8 to 14 form part of these financial statements

**Husky Injection Molding Systems (UK) Limited**  
**Registered number 02837366**

**Balance Sheet**  
**As at 31 December 2011**

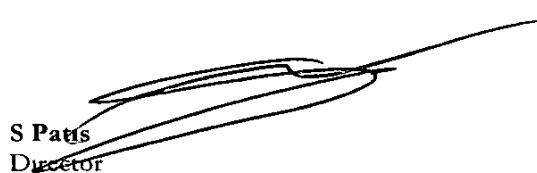
	Note	£	2011 £	£	2010 £
<b>Fixed assets</b>					
Tangible assets	7		35,175		40,886
<b>Current assets</b>					
Debtors	8	81,965		74,294	
Cash at bank and in hand		6,771		5,915	
		<u>88,736</u>		<u>80,209</u>	
<b>Creditors</b> , amounts falling due within one year	9	<u>(508,087)</u>		<u>(605,002)</u>	
<b>Net current liabilities</b>			<u>(419,351)</u>		<u>(524,793)</u>
<b>Total assets less current liabilities</b>			<u>(384,176)</u>		<u>(483,907)</u>
<b>Capital and reserves</b>					
Called up share capital	13		50,000		50,000
Profit and loss account	14		<u>(434,176)</u>		<u>(533,907)</u>
<b>Shareholders' deficit</b>	15		<u>(384,176)</u>		<u>(483,907)</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

The financial statements were approved and authorised for issue by the board and were signed on its behalf by



**S Fernandes**  
Director



**S Patis**  
Director

Date October 11<sup>th</sup> 2012

The notes on pages 8 to 14 form part of these financial statements

# Notes to the Financial Statements

For the Year Ended 31 December 2011

## 1. Accounting Policies

### 1.1 Basis of preparation of financial statements

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

### 1.2 Fundamental accounting concept

The directors believe it is appropriate to prepare the accounts on a going concern basis as they have received written confirmation from the immediate parent undertaking that they will assist Husky Injection Molding Systems (UK) Limited in meeting its liabilities as and when they fall due, but only to the extent that money is not otherwise available to the company to meet such liabilities, for a period of at least 12 months from the signing of these financial statements. The directors have gained assurance that the parent company is in a position to provide this support if required

### 1.3 Cash flow

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company

### 1.4 Turnover

Turnover, which is stated net of value added tax, represents amounts invoiced to Husky Injection Molding Systems SA, the immediate parent undertaking. Turnover is attributable to one continuing activity, the supply and technical support for injection molding machines

### 1.5 Tangible fixed assets and depreciation

All fixed assets are initially recorded at cost and reviewed for impairment where required. Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Leasehold property	-	Over 10 years
Fixtures, fittings & equipment	-	Over 3 to 10 years

### 1.6 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

## Notes to the Financial Statements

For the Year Ended 31 December 2011

### 1. Accounting Policies (continued)

#### 1.7 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are not discounted

#### 1.8 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction

Exchange gains and losses are recognised in the Profit and Loss Account

#### 1.9 Pensions

The company contributes to personal pension plans for the benefit of employees. The annual contributions payable are charged to the Profit and Loss Account

### 2. Turnover

The turnover and profit before tax are attributable to the one principal activity of the company. An analysis of turnover is given below

	2011	2010
	£	£
Europe	<u>1,569,715</u>	<u>1,472,160</u>

## Husky Injection Molding Systems (UK) Limited

# Notes to the Financial Statements

For the Year Ended 31 December 2011

### 3. Staff costs

Staff costs were as follows

	2011	2010
	£	£
Wages and salaries	789,327	597,488
Social security costs	98,590	82,454
Other pension costs	41,661	40,427
	<u>929,578</u>	<u>720,369</u>

The average monthly number of employees, including the directors, during the year was as follows

	2011	2010
	No	No
Sales and distribution service	11	11
Administration	1	1
	<u>12</u>	<u>12</u>

No directors received remuneration from the company during the year (2010 Nil)

### 4. Operating profit

Operating profit is stated after charging/(crediting)

	2011	2010
	£	£
Depreciation of tangible fixed assets		
- owned by the company	7,748	11,256
Auditors' remuneration	6,750	6,490
Operating lease rentals		
- motor vehicles	58,756	63,560
- other operating leases	45,238	44,384
Difference on foreign exchange	24	239
	<u></u>	<u></u>

### 5. Interest payable

	2011	2010
	£	£
Other interest payable	3	-
	<u></u>	<u></u>

## Husky Injection Molding Systems (UK) Limited

# Notes to the Financial Statements

For the Year Ended 31 December 2011

### 6. Taxation on ordinary activities

	2011 £	2010 £
<b>Analysis of tax charge in the year</b>		
<b>Current tax</b> (see note on following page)		
UK corporation tax charge on profit for the year	41,831	41,562
Adjustments in respect of prior periods	640	-
<b>Total current tax</b>	<u>42,471</u>	<u>41,562</u>
<b>Deferred tax</b>		
Origination and reversal of timing differences	600	4,900
Other	(100)	(300)
<b>Total deferred tax</b> (see note 12)	<u>500</u>	<u>4,600</u>
<b>Tax on profit on ordinary activities</b>	<u><u>42,971</u></u>	<u><u>46,162</u></u>

#### Factors affecting tax charge for the year

The tax assessed for the year is higher than (2010 - higher than) the standard rate of corporation tax in the UK of 26.5% (2010 - 28%). The differences are explained below

	2011 £	2010 £
Profit on ordinary activities before tax	<u>142,702</u>	<u>135,107</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 26.5% (2010 - 28%)	37,816	37,830
<b>Effects of:</b>		
Expenses not deductible for tax purposes	4,682	8,606
Capital allowances for year in excess of depreciation	(672)	(2,820)
Adjustments to tax charge in respect of prior periods	640	-
Other timing differences leading to a decrease (increase) in taxation	5	(2,054)
<b>Current tax charge for the year</b> (see note on previous page)	<u><u>42,471</u></u>	<u><u>41,562</u></u>

**Husky Injection Molding Systems (UK) Limited**

**Notes to the Financial Statements**

**For the Year Ended 31 December 2011**

**7. Tangible fixed assets**

	Leasehold property £	Fixtures & fittings £	Total £
<b>Cost</b>			
At 1 January 2011	40,556	35,729	76,285
Additions	-	2,037	2,037
Disposals	-	(4,699)	(4,699)
At 31 December 2011	40,556	33,067	73,623
<b>Depreciation</b>			
At 1 January 2011	12,740	22,659	35,399
Charge for the year	4,056	3,692	7,748
On disposals	-	(4,699)	(4,699)
At 31 December 2011	16,796	21,652	38,448
<b>Net book value</b>			
At 31 December 2011	23,760	11,415	35,175
At 31 December 2010	27,816	13,070	40,886

**8. Debtors**

	2011 £	2010 £
Other debtors	908	-
VAT recoverable	17,181	15,167
Prepayments and accrued income	53,876	48,627
Deferred tax asset (see note 12)	10,000	10,500
	81,965	74,294

**9. Creditors: Amounts falling due within one year**

	2011 £	2010 £
Trade creditors	8,144	2,161
Amounts owed to group undertakings	264,784	523,625
Corporation tax	19,832	16,650
Other creditors	961	-
Accruals and deferred income	214,366	62,566
	508,087	605,002

## Husky Injection Molding Systems (UK) Limited

# Notes to the Financial Statements

For the Year Ended 31 December 2011

### 10. Pension commitments

The company contributes to employee's personal pension schemes. The pension cost charge represents contributions payable by the company to individual employee funds and amounted to £41,661 (2010 £40,427). Contributions totalling £31,449 (2010 £31,592) were payable to employee funds at the balance sheet date and are included in other creditors.

### 11. Operating lease commitments

At 31 December 2011 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Other	
	2011	2010	2011	2010
	£	£	£	£
<b>Expiry date:</b>				
Within 1 year	-	-	12,784	2,229
Between 2 and 5 years	-	-	36,419	55,206
After more than 5 years	44,384	44,384	-	-
	<u>44,384</u>	<u>44,384</u>	<u>-</u>	<u>-</u>

### 12. Deferred tax asset

	2011	2010
	£	£
At beginning of year	10,500	15,100
Charged for year	(500)	(4,600)
At end of year	<u>10,000</u>	<u>10,500</u>

The deferred tax asset is made up as follows:

	2011	2010
	£	£
Accelerated capital allowances	2,100	2,000
Other timing differences	7,900	8,500
	<u>10,000</u>	<u>10,500</u>

### 13. Share capital

	2011	2010
	£	£
Allotted, called up and fully paid		
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>



## Husky Injection Molding Systems (UK) Limited

# Notes to the Financial Statements

For the Year Ended 31 December 2011

### 14. Reserves

	Profit and loss account £
At 1 January 2011	(533,907)
Profit for the year	99,731
	<hr/>
At 31 December 2011	(434,176)
	<hr/>

### 15. Reconciliation of movement in shareholders' deficit

	2011 £	2010 £
Opening shareholders' deficit	(483,907)	(572,852)
Profit for the year	99,731	88,945
	<hr/>	<hr/>
Closing shareholders' deficit	(384,176)	(483,907)
	<hr/>	<hr/>

### 16. Related party transactions

The company has taken advantage of the exemptions under Financial Reporting Standard 8 not to disclose transactions with group companies

### 17. Ultimate parent company

The company's immediate parent undertaking is Husky Injection Molding Systems SA which is registered in Luxembourg. Husky Injection Molding Systems SA is a subsidiary of Husky International Limited, based in Canada.

The smallest and largest group in which the results of the company are consolidated is that headed by Husky International Limited.

On 28 April 2011, Yukon Holdco Inc and its wholly-owned subsidiaries Yukon Intermediate Inc and Yukon Acquisition Inc were formed as acquisition vehicles for the 30 June 2011 contemplated acquisition of Husky Injection Molding Systems Limited, the wholly-owned operating subsidiary of Husky International Limited. On 30 June 2011, through a series of transactions, the shares of Husky International Limited were acquired and Husky Injection Molding Systems Limited was amalgamated with Yukon Acquisition Inc with the resulting amalgamated corporation carrying on operations under the name of Husky Injection Molding Systems Limited. On that same day, Yukon Holdco Inc changed its name to Husky International Limited. From and after 30 June 2011, Husky International Limited (formerly Yukon Holdco Inc) is controlled and majority owned by Yukon Luxco S a r l, OPE Yukon Holdings Limited and OPE Yukon Investments Inc.