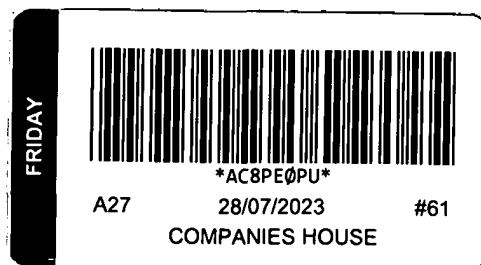


Company Registration No. 00140449 (England and Wales)

AMSAFE BRIDPORT LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 SEPTEMBER 2022



AMSAFE BRIDPORT LIMITED

COMPANY INFORMATION

Directors	Ms L A Sabol Mr J C Ashton Ms T M Jones
Company number	00140449
Registered office	The Court West Street Bridport Dorset DT6 3QU
Auditor	Ernst & Young LLP Grosvenor House Grosvenor Square Southampton Hampshire SO15 2BE
Bankers	HSBC Bank plc 8 Canada Square London E14 5HQ
Solicitors	Burges Salmon One Glass Wharf Bristol BS2 0ZX

AMSAFE BRIDPORT LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2022

The directors present the strategic report for the year ended 30 September 2022.

The company is engaged in the design, manufacture, repair and distribution of safety and securement products for the aviation, speciality vehicle and military markets. Major products include restraint systems for the commercial and general aviation industries, nets and other cargo control products for use in connection with civil and military air freight.

Review of the business

The results for the year are given in the statement of comprehensive income on page 9.

AmSafe Bridport Limited generated an operating profit of £19,223,000 (2021: £2,798,000) on turnover of £33,328,000 (2021: £31,648,000).

The company is due \$62,805,125 (2021: \$62,772,000) from its immediate US parent company, upon which interest is chargeable at 0.5% above USD LIBOR. The fluctuation in exchange rate influences the GBP value of this debt. These movements were responsible for a profit on exchange of £11,930,000 (2021: loss of £2,735,000) credited/ (debited) to profit and loss.

Total revenue increased by £1,680,000 or 5% in 2022 compared to the prior year. The closure of the Feltham facility in January 2021 resulted in a reduction in revenue of £2,070,000 in 2022. The decision to move all seat belt repair operations from Feltham to Phoenix was made in September 2020 due to declining volumes as a result of COVID-19. The Feltham facility is shown as a discontinued operation in the statement of comprehensive income on page 14 for year ended 30 September 2021.

The Bridport facility achieved sales of £30,535,000 in 2022, an increase of £3,957,000 or 15%. Production deliveries and design work for the Airbus A400M aircraft continued in 2022 though at a reduced rate with revenue reduced by £292,000 or 8% to £3,364,000, in line with Airbus build rates. Aftermarket sales for A400M, however, increased by £1,030,000 to £2,614,000. Boeing KC-46 Tanker Main Deck Barrier and Smoke Barrier revenue, OEM and Aftermarket spares and repairs, increased by £2,054,000 or 34% to £8,186,000. Within Commercial, sales of Airbus products, both OEM and Aftermarket increased by £699,000 to £3,645,000 while Freighter Conversion and Regional Jet sales increased by £1,069,000 to £2,999,000 due to increased build rates on A330 Passenger to Freighter conversions. Sales within other product groups including repairs, textiles and engineering totaling £6,260,000 were down £92,000 compared to 2021.

Sales of pallet nets, barrier nets and helicopter underslung nets to defence organisations, including the UK Ministry of Defence (MoD), increased from £3,100,000 in 2021 to £3,467,000 in 2022.

Within the Shield Restraints division of the business, sales of speciality vehicle restraints and child seat restraints reduced by £208,000 or 7% to £2,793,000.

AMSAFE BRIDPORT LIMITED

STRATEGIC REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2022

Outlook and future developments

The outlook for the company in 2023 is strong with sales forecast to grow by 17% to £38,886,000 based on continuing operations.

Within the Bridport facility, sales are expected to increase by 15% to £35,206,000 in 2023. Sales growth is driven by increases in price in line with contractual terms and inflationary cost increases being passed on to customers, accounting for 6% growth in revenue year on year. The remaining increase of 9% is due to increased orders for Barrier Nets and Smoke Curtains for Passenger to Freighter Conversions and increased demand for Airbus Commercial Aftermarket spares through our distributor.

Within the Shield Restraints division of the business, sales of specialty vehicle restraints and child seat restraints are forecast to increase by £887,000 to £3,680,000.

Amsafe Bridport remains the supplier of choice for military cargo freight nets and equipment. The current contract with the UK Ministry of Defence has expired and orders are currently being placed on an as-required basis while contract negotiations continue. The company is currently working with the UK MoD on a 2-year supply contract that is due to be finalised and signed by the end of July 2023. The business continues to expand its product portfolio, working closely with Airbus (A400M) and Boeing (KC-46 Tanker) programs and its portfolio of Belly Hold Nets and Under-floor restraints for passenger aircraft feature on every Airbus platform.

Cost base scrutiny continues to enable the company to remain competitive in its chosen markets along with manufacturing at the Group's low-cost facility in Sri Lanka. Productivity improvements; high quality standards and on-time delivery are vital to ensuring the company remains competitive in the market place in which it operates.

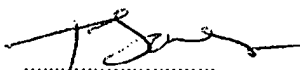
Principal risks and uncertainties

The company's activities expose it to a number of financial risks, however the breadth of the company's products has always been a considerable benefit in mitigating the worst effects of macro-economic uncertainty and there is no reason to believe that this will not remain to be the case in the years ahead, as the Global economy recovers from the impact of COVID-19.

The directors consider foreign exchange movements to be a risk area. The company principally trades in Sterling, US Dollars and Euro. It does not enter into any forward contracts to buy and sell currency and partially benefits from a natural hedge for US Dollar income in purchasing raw materials in that currency. The company does not deal in any financial instruments for speculative purposes.

The company remains vigilant to the influence of low-cost competitors, particularly in emerging markets and secures advantage by the global reach of the Amsafe organisation as a whole.

On behalf of the board



Ms T M Jones
Director

Date: 27/7/23

AMSAFE BRIDPORT LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2022

The directors present their report and financial statements for the year ended 30 September 2022.

Principal activities

The principal activity of the company continued to be that of the design, manufacture, repair and distribution of safety and securement products for the aviation, speciality vehicle and military markets.

Going concern

The company's business activities, together with the factors likely to affect its future development, performance and position are set out in the Strategic Report on page 1. The Strategic Report also describes the financial position of the company.

The company meets its day-to-day working capital requirements from its own resources and from time to time remits surplus funds to one of its intermediary US parents. This resultant loan is denominated in US Dollars and is repayable on demand with a value of \$62,805,125 (2021: \$62,772,000).

The current economic conditions create uncertainty particularly over (a) the level of demand for the company's products; (b) the exchange rate between Sterling and the US Dollar and between Sterling and Euro and thus the consequences for the Sterling value of its sales in foreign currency as well as the cost of the company's raw materials; and (c) the demands of the ultimate parent company to meet its interest obligations to the providers of leveraged finance.

The directors have considered the forecasts and projections of the company and the group, taking account of reasonably possible downside scenarios in trading performance and related cash flows. The forecasts include consideration of the likely impact from the Ukraine War and inflation on underlying demand for its products, together with the evaluation of known liabilities and contingencies. There is no expectation that there will be a demand for cash from the company's US parent in support of interest obligations regardless of any underlying change in global interest rates. The directors are content that these forecasts and projections show that the company should be able to operate within the funds it currently holds and will generate in the year ahead.

As a consequence of these enquiries the directors have concluded that there is a reasonable expectation that the company has adequate resources to continue in operational existence for the going concern assessment period to 30 September 2024. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Results and dividends

The results for the year are set out on page 9.

A final dividend of £7,877,000 was paid in the year (2021: £6,556,000).

Directors

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

Mr L J Stork (Resigned 29 March 2023)

Ms L A Sabol

Mr J C Ashton

Ms T M Jones (Appointed 29 March 2023)

Qualifying third party indemnity provisions

The company has made qualifying third party indemnity provisions for the benefit of its directors during the year. These provisions remain in force at the reporting date.

Future developments

The outlook and future developments of the company are set out in the Strategic Report.

AMSAFE BRIDPORT LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

Auditor

The auditor, Ernst & Young LLP, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

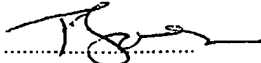
Statement of disclosure to auditor

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information of which the company's auditor is unaware. Additionally, each director has taken all the necessary steps that they should have taken as a director in order to make themselves aware of all relevant audit information and to establish that the company's auditor is aware of that information.

Matter of strategic importance

The directors have chosen in accordance with section 414C(11) of the Companies Act 2006 to include in the Strategic Report matters otherwise required to be disclosed in the Directors' Report as the directors consider these are of strategic importance to the company. It has done so in respect of financial risk management policies.

On behalf of the board



Ms T M Jones

Director

Date: 27/7/23

AMSAFE BRIDPORT LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 2022

The directors are responsible for preparing the Strategic Report and 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;
- 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AMSAFE BRIDPORT LIMITED

Opinion

We have audited the financial statements of AmSafe Bridport Limited for the year ended 30 September 2022 which comprise the statement of comprehensive income, the statement of financial position, the statement of changes in equity and notes 1 to 23, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 September 2022 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been 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 the ethical requirements that are relevant to our audit of the financial statements in the UK, including the 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.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern throughout the going concern assessment period, covering a period to September 2024.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AMSAFE BRIDPORT LIMITED (CONTINUED)

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report and the directors' report.

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.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 5, 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 the directors 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.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the company and determined that the most significant are those that relate to the reporting framework (United Kingdom Generally Accepted Accounting Practice, FRS 102), the Companies Act 2006 and relevant tax compliance regulations in the UK.
- We understood how Amsafe Bridport Limited is complying with those frameworks by making enquiries of management and those charged with governance and gaining an understanding of the entity level controls of the company in respect of these areas and the controls in place to reduce the opportunity for fraudulent transactions. We assessed the potential incentives and ability of management to override controls and considered management's attitude and tone at the top to embed a culture of honesty and ethical behaviours. We further understood how the company maintains and communicated its policies and procedures in these areas and corroborated this by reviewing board minutes and any correspondence received from regulatory bodies.
- We assessed the susceptibility of the company's financial statements to material misstatement, including how fraud might occur by considering the risk of management override. Our procedures to address management override involved testing journals identified by specific risk criteria. Due to the nature of the company, as an investment holding company of a subsidiary that has no going concern issues, the risk of material misstatement is deemed to be low.
- Based on this understanding we designed our audit procedures to identify noncompliance with such laws and regulations. Our procedures included an assessment of the carrying value of the investment in the underlying subsidiary, reading board meeting minutes and relevant approval documents, enquiries of management and those charged with governance and agreement of transactions to supporting source documentation.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AMSAFE BRIDPORT LIMITED (CONTINUED)

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

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.

DocuSigned by:

Ernst & Young LLP

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Nikki Forster ACA (Senior Statutory Auditor)
For and on behalf of Ernst & Young LLP, Statutory Auditor
Southampton

Date: 27 July 2023

AMSAFE BRIDPORT LIMITED**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Notes	Year	Year ended 30 September 2021		Total £'000
		30 September 2022 £'000	Continuing operations £'000	Discontinued operations £'000	
Turnover	3	33,328	29,578	2,070	31,648
Cost of sales		(17,607)	(17,826)	(484)	(18,310)
Gross profit		15,721	11,752	1,586	13,338
Administrative expenses		(8,473)	(6,860)	(945)	(7,805)
Other operating income		44	-	-	-
Exceptional item - Profit on foreign exchange		11,930	(2,971)	236	(2,735)
Operating profit	7	19,222	1,921	877	2,798
Interest receivable and similar income	8	748	475	-	475
Interest payable and similar expenses	9	(175)	(200)	-	(200)
Profit before taxation		19,795	2,196	877	3,073
Tax on profit	10	(3,664)	(186)	(167)	(353)
Profit for the financial year		16,131	2,010	710	2,720
Other comprehensive income net of taxation					
Actuarial gain on defined benefit pension schemes		211			6,031
Tax relating to other comprehensive income		(53)			(72)
Total comprehensive income for the year		16,289			8,679


The income statement for the year ended 30 September 2022 has been prepared on the basis that all operations are continuing operations.

Company Registration No. 00140449

AMSAFE BRIDPORT LIMITED**STATEMENT OF FINANCIAL POSITION****AS AT 30 SEPTEMBER 2022**

	Notes	2022 £'000	2021 £'000
Fixed assets			
Tangible assets	12	2,681	2,905
Current assets			
Stocks	15	5,810	4,304
Debtors	16	66,500	57,379
Cash at bank and in hand		8,953	6,868
		<u>81,263</u>	<u>68,551</u>
Creditors: amounts falling due within one year	17	<u>(12,376)</u>	<u>(8,799)</u>
Net current assets		68,887	59,752
Total assets less current liabilities		<u>71,568</u>	<u>62,657</u>
Net assets excluding pension liability		71,568	62,657
Defined benefit pension liability	19	<u>(6,543)</u>	<u>(6,428)</u>
Net assets		<u><u>65,025</u></u>	<u><u>56,229</u></u>
Capital and reserves			
Called up share capital	20	1,000	1,000
Other reserves	21	4,240	3,856
Profit and loss reserves	21	59,785	51,373
Total equity		<u><u>65,025</u></u>	<u><u>56,229</u></u>

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



Ms T M Jones
Director

AMSAFE BRIDPORT LIMITED**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Notes	Share capital £'000	Other reserves £'000	Profit and loss reserves £'000	Total £'000
Balance at 1 October 2020		1,000	3,652	49,250	53,902
Year ended 30 September 2021:					
Profit for the year		-	-	2,720	2,720
Other comprehensive income net of taxation:					
Actuarial gains on defined benefit plans		-	-	6,031	6,031
Tax relating to other comprehensive income		-	-	(72)	(72)
Total comprehensive income for the year		-	-	8,679	8,679
Dividends	11	-	-	(6,556)	(6,556)
Share based payment transactions		-	204	-	204
Balance at 30 September 2021		1,000	3,856	51,373	56,229
Year ended 30 September 2022:					
Profit for the year		-	-	16,131	16,131
Other comprehensive income net of taxation:					
Actuarial gains on defined benefit plans		-	-	211	211
Tax relating to other comprehensive income		-	-	(53)	(53)
Total comprehensive income for the year		-	-	16,289	16,289
Dividends	11	-	-	(7,877)	(7,877)
Share based payment transactions		-	384	-	384
Balance at 30 September 2022		1,000	4,240	59,785	65,025

AMSAFE BRIDPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

1 Accounting policies

Company information

AmSafe Bridport Limited is a private company limited by shares incorporated in England and Wales. The registered office and principal place of business is The Court, West Street, Bridport, Dorset, DT6 3QU.

The company's principal activities and nature of its operations are disclosed in the Strategic Report.

Accounting convention

The financial statements are prepared in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' ('FRS 102') and the requirements of the Companies Act 2006, including the provisions of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £1,000.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

Reduced disclosures

This company is a qualifying entity for the purposes of FRS 102, being a member of a group where the parent of that group prepares publicly available consolidated financial statements, including this company, which are intended to give a true and fair view of the assets, liabilities, financial position and profit or loss of the group. The company has therefore taken advantage of exemptions from the following disclosure requirements:

- Section 7 'Statement of Cash Flows' – Presentation of a statement of cash flow and related notes and disclosures;
- Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instrument Issues' – Carrying amounts, interest income/expense and net gains/losses for each category of financial instrument; basis of determining fair values;
- Section 26 'Share based Payment' – Share-based payment expense charged to profit or loss, reconciliation of opening and closing number and weighted average exercise price of share options, how the fair value of options granted was measured, measurement and carrying amount of liabilities for cash-settled share-based payments, explanation of modifications to arrangements;
- Section 33 'Related Party Disclosures' – Compensation for key management personnel and transactions with other wholly owned members of the TransDigm Group.

The financial statements of the company are consolidated in the financial statements of TransDigm Group, Inc. The consolidated financial statements of TransDigm Group, Inc. are available from The Tower at Erieview, 1301 East 9th St., Suite 3000, Cleveland, OH 44114.

AMSAFE BRIDPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2022

1 Accounting policies (Continued)

Going concern

The company's business activities, together with the factors likely to affect its future development, performance and position are set out in the Strategic Report on page 1. The Strategic Report also describes the financial position of the company.

The company meets its day-to-day working capital requirements from its own resources and from time to time remits surplus funds to one of its intermediary US parents. This resultant loan is denominated in US Dollars and is repayable on demand with a value of \$62,805,125 (2021: \$62,772,000).

The current economic conditions create uncertainty particularly over (a) the level of demand for the company's products; (b) the exchange rate between Sterling and the US Dollar and between Sterling and Euro and thus the consequences for the Sterling value of its sales in foreign currency as well as the cost of the company's raw materials; and (c) the demands of the ultimate parent company to meet its interest obligations to the providers of leveraged finance.

The directors have considered the forecasts and projections of the company and the group, taking account of reasonably possible downside scenarios in trading performance and related cash flows. The forecasts include consideration of the likely impact from the Ukraine War and inflation on underlying demand for its products, together with the evaluation of known liabilities and contingencies. There is no expectation that there will be a demand for cash from the company's US parent in support of interest obligations regardless of any underlying change in global interest rates. The directors are content that these forecasts and projections show that the company should be able to operate within the funds it currently holds and will generate in the year ahead.

As a consequence of these enquiries the directors have concluded that there is a reasonable expectation that the company has adequate resources to continue in operational existence for the going concern assessment period to 31 July 2024. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Turnover

Turnover is measured at the fair value of the consideration receivable, excluding discounts, rebates, VAT and other sales taxes or duty. Turnover is recognised on despatch of goods to UK customers on the basis that title is deemed to be transferred to the customer at this point. Where goods are despatched to overseas customers, revenue is recognised based on the contractual terms of the distribution agreement.

Profit is recognised on long-term contracts, if the final outcome can be assessed with reasonable certainty, by recognising turnover and related costs as the contract activity progresses. Turnover is calculated as that proportion of total contract value which costs to date bear to total expected costs for that contract.

Tangible fixed assets

Tangible fixed assets are measured at cost net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost of assets less their residual values over their useful lives on the following bases:

Freehold properties	20 to 40 years straight line
Plant and machinery	3 to 15 years straight line
Motor vehicles	4 years straight line

Freehold land is not depreciated.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

AMSAFE BRIDPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

1 Accounting policies (Continued)

Fixed asset investments

Interests in subsidiaries are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of cost and replacement cost, adjusted where applicable for any loss of service potential.

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other debtors, cash and bank balances and amounts owed by group undertakings, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other creditors and amounts owed to group undertakings, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

AMSAFE BRIDPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

1 Accounting policies (Continued)

Equity instruments

Equity instruments issued by the company are recorded at the fair value of proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

Taxation

The tax expense represents the sum of the current tax expense and deferred tax expense. Current tax assets are recognised when tax paid exceeds the tax payable.

Current and deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited to other comprehensive income or equity, when the tax follows the transaction or event it relates to and is also charged or credited to other comprehensive income, or equity.

Current tax assets and current tax liabilities and deferred tax assets and deferred tax liabilities are offset, if and only if, there is a legally enforceable right to set off the amounts and the entity intends either to settle on the net basis or to realise the asset and settle the liability simultaneously.

Current tax is based on taxable profit for the year. Current tax assets and liabilities are measured using tax rates that have been enacted or substantively enacted by the reporting date.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled based on tax rates that have been enacted or substantively enacted by the reporting date.

Deferred tax liabilities are recognised in respect of all timing differences that exist at the reporting date. Timing differences are differences between taxable profits and total comprehensive income that arise from the inclusion of income and expenses in tax assessments in different periods from their recognition in the financial statements. Deferred tax assets are recognised only to the extent that it is probable that they will be recovered by the reversal of deferred tax liabilities or other future taxable profits.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Retirement benefits

The company participates in both a defined benefit pension scheme and a defined contribution pension scheme.

For the defined contribution scheme, the amount charged to profit or loss in respect of pension costs and other post-retirement benefits is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments.

The cost of providing benefits under defined benefit plans is determined separately for each plan using the projected unit credit method, and is based on actuarial advice.

The change in the net defined benefit liability arising from employee service during the year is recognised as an employee cost. The cost of plan introductions, benefit changes, settlements and curtailments are recognised as an expense in measuring profit or loss in the period in which they arise.

AMSAFE BRIDPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2022

1. Accounting policies (Continued)

The net interest element is determined by multiplying the net defined benefit liability by the discount rate, taking into account any changes in the net defined benefit liability during the period as a result of contribution and benefit payments. The net interest is recognised in profit or loss as other finance revenue or cost.

Remeasurement changes comprise actuarial gains and losses, the effect of the asset ceiling and the return on the net defined benefit liability excluding amounts included in net interest. These are recognised immediately in other comprehensive income in the period in which they occur and are not reclassified to profit or loss in subsequent periods.

The net defined benefit pension asset or liability in the statement of financial position comprises the total for each plan of the present value of the defined benefit obligation (using a discount rate based on high quality corporate bonds), less the fair value of plan assets out of which the obligations are to be settled directly. Fair value is based on market price information, and in the case of quoted securities is the published bid price. The value of a net pension benefit asset is limited to the amount that may be recovered either through reduced contributions or agreed refunds from the scheme.

Share-based payments

Equity-settled share-based payments are measured at fair value at the date of grant by reference to the fair value of the equity instruments granted using the Black-Scholes-Merton model. The fair value determined at the grant date is expensed on a straight-line basis over the vesting period, based on the estimate of shares that will eventually vest. A corresponding adjustment is made to equity.

When the terms and conditions of equity-settled share-based payments at the time they were granted are subsequently modified, the fair value of the share-based payment under the original terms and conditions and under the modified terms and conditions are both determined at the date of the modification. Any excess of the modified fair value over the original fair value is recognised over the remaining vesting period in addition to the grant date fair value of the original share-based payment. The share-based payment expense is not adjusted if the modified fair value is less than the original fair value.

Cancellations or settlements (including those resulting from employee redundancies) are treated as an acceleration of vesting and the amount that would have been recognised over the remaining vesting period is recognised immediately.

Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

Research and development

Research expenditure is written off against profits in the year in which it is incurred. Identifiable development expenditure is capitalised to the extent that the technical, commercial and financial feasibility can be demonstrated.

AMSAFE BRIDPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2022

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The directors have considered whether any critical estimates or judgements have been made in the preparation of these final statements. These are considered to be:

- Defined benefit pension scheme - the actuarial assumptions selected for the calculation of the pension scheme liability at the year end date (see note 19); and
- Warranty accrual - the estimates and judgements made in relation to the warranty provision to include in accruals at the year end.

3 Turnover

An analysis of the company's turnover is as follows:

	2022	2021
	£'000	£'000
Turnover analysed by class of business		
Cargo	6,097	7,590
Airframes	24,078	18,684
Tarian	360	304
Safety restraints	2,793	3,000
Aviation	-	2,070
	<u>33,328</u>	<u>31,648</u>
	2022	2021
	£'000	£'000
Turnover analysis by type		
Sales of goods	30,545	27,167
Provision of services	2,783	4,481
	<u>33,328</u>	<u>31,648</u>
	2022	2021
	£'000	£'000
Turnover analysed by geographical market		
Western Europe	16,328	13,501
United Kingdom	3,956	5,775
Rest of the world	2,442	4,950
North America	10,602	7,422
	<u>33,328</u>	<u>31,648</u>

AMSAFE BRIDPORT LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022****4 Employees**

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

	2022	2021
	Number	Number
Production	53	63
Administration and marketing	40	47
	<u>93</u>	<u>110</u>
Employment costs:	2022	2021
	£'000	£'000
Wages and salaries	4,676	4,625
Share-based payments	384	204
Social security costs	793	462
Pension costs	213	219
	<u>6,066</u>	<u>5,510</u>

5 Directors' remuneration

	2022	2021
	£'000	£'000
Remuneration for qualifying services	483	363
Company pension contributions to defined contribution schemes	17	14
	<u>500</u>	<u>377</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 2 (2021: 2).

The number of directors who are entitled to receive shares under long term incentive schemes during the year was 2 (2021: 2).

Remuneration disclosed above include the following amounts paid to the highest paid director:

	2022	2021
	£'000	£'000
Remuneration for qualifying services	342	138
Company pension contributions to defined contribution schemes	10	7
	<u>352</u>	<u>145</u>

AMSAFE BRIDPORT LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 30 SEPTEMBER 2022****6 Share-based payment transactions**

Certain employees of the company participate in the TransDigm Group 2006, 2014 and 2019 Stock Incentive Plans. These are US dollar denominated equity-settled share option schemes operated by the TransDigm Group, Inc. (NYSE: TDG). Options are exercisable at a price equal to the fair market value of the parent company's shares on the date of grant. The vesting period is five years. Options are vested upon achievement of predefined, incremental levels of operating profit in each business. If the options remain unexercised after a period of ten years from the date of grant, the options expire. Options are forfeited if the employee leaves the group before the options vest.

7 Operating profit

	2022	2021
	£'000	£'000
Operating profit for the year is stated after charging/(crediting):		
Exchange (gains)/losses	(11,930)	2,735
Research and development costs	238	340
Government grants	(44)	-
Fees payable to the company's auditor for the audit of the company's financial statements	144	105
Depreciation of owned tangible fixed assets	453	736
Share-based payments	384	204
Operating lease charges	11	14
	<u> </u>	<u> </u>

8 Interest receivable and similar income

	2022	2021
	£'000	£'000
Interest income		
Interest on bank deposits	7	7
Interest receivable from group companies	741	468
	<u> </u>	<u> </u>
Total income	748	475
	<u> </u>	<u> </u>

9 Interest payable and similar expenses

	2022	2021
	£'000	£'000
Net interest on the net defined benefit pension liability (see note 19)	123	200
Other interest	52	-
	<u> </u>	<u> </u>
	175	200
	<u> </u>	<u> </u>

AMSAFE BRIDPORT LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 30 SEPTEMBER 2022****10 Taxation**

	2022	2021
	£'000	£'000
Current tax		
UK corporation tax on profits for the current period	3,579	-
Adjustments in respect of prior periods	-	(17)
Total current tax	<u>3,579</u>	<u>(17)</u>
Deferred tax		
Origination and reversal of timing differences	90	193
Changes in tax rates	29	529
Adjustment in respect of prior periods	(34)	(352)
Total deferred tax	<u>85</u>	<u>370</u>
Total tax charge	<u>3,664</u>	<u>353</u>

The total tax charge for the year included in the income statement can be reconciled to the profit before tax multiplied by the standard rate of tax as follows:

	2022	2021
	£'000	£'000
Profit before taxation	<u>19,795</u>	<u>3,073</u>
Expected tax charge based on the standard rate of corporation tax in the UK of 19.00% (2021: 19.00%)	3,761	584
Tax effect of expenses that are not deductible in determining taxable profit	32	45
Tax effect of income not taxable in determining taxable profit	(70)	(2)
Adjustments in respect of prior years	(34)	(369)
Effect of change in corporation tax rate	29	529
Group relief	-	1
Other permanent differences	(54)	(435)
Taxation charge for the year	<u>3,664</u>	<u>353</u>

In addition to the amount charged to profit or loss, the following amounts relating to tax have been recognised directly in other comprehensive income:

	2022	2021
	£'000	£'000
Deferred tax arising on:		
Actuarial differences recognised in other comprehensive income	<u>53</u>	<u>72</u>

AMSAFE BRIDPORT LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022****10 Taxation (Continued)**

In the budget on 3 March 2021, the UK Government announced an increase in the main UK corporation tax rate from 19% to 25% with effect from 1 April 2023. The change in rate was substantively enacted on 24 May 2021.

11 Dividends

	2022	2021
	£'000	£'000
Final paid	7,877	6,556

12 Tangible fixed assets

	Freehold properties	Plant and machinery	Total
	£'000	£'000	£'000
Cost			
At 1 October 2021	2,180	5,976	8,156
Additions	-	229	229
Disposals	-	(59)	(59)
Transfers	404	(404)	-
At 30 September 2022	2,584	5,742	8,326
Depreciation and impairment			
At 1 October 2021	421	4,830	5,251
Depreciation charged in the year	117	336	453
Eliminated in respect of disposals	-	(59)	(59)
Transfers	397	(397)	-
At 30 September 2022	935	4,710	5,645
Carrying amount			
At 30 September 2022	1,649	1,032	2,681
At 30 September 2021	1,759	1,146	2,905

Freehold land of £535,000 (2021: £535,000) is not depreciated. The market value of land is not considered to be materially different to the book value at which it is included above.

There were no outstanding commitments in respect of capital expenditure at 30 September 2022 or 30 September 2021 that are not provided in the financial statements.

The transfers from plant and machinery to freehold properties is to correct the classification and presentation of the asset categories.

13 Fixed asset investments

The company holds a £100 investment in Shield Restraint Systems Limited at cost.

AMSAFE BRIDPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

14 Subsidiaries

These financial statements are separate company financial statements for AmSafe Bridport Limited.

Details of the company's subsidiary were as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct
Shield Restraint Systems Limited	The Court, West Street The Court, West Street, Bridport, Dorset, England, DT6 3QU	Dormant company	Ordinary	100.00

15 Stocks

	2022 £'000	2021 £'000
Raw materials and consumables	4,364	3,344
Work in progress	488	680
Finished goods and goods for resale	958	280
	<u>5,810</u>	<u>4,304</u>

The difference between the purchase price of stocks and their replacement cost is not material.

During the year, an impairment loss on finished goods of £nil (2021: £233,000) was recognised within cost of sales.

16 Debtors

	2022 £'000	2021 £'000
Amounts falling due within one year:		
Trade debtors	6,570	6,180
Corporation tax recoverable	-	972
Amounts owed by group undertakings	56,414	46,646
Amounts owed by related parties	357	764
Other debtors	149	168
Prepayments and accrued income	877	378
	<u>64,367</u>	<u>55,108</u>
Deferred tax asset (note 18)	2,133	2,271
	<u>66,500</u>	<u>57,379</u>

Included in amounts owed by group undertakings above is a loan of \$62,805,125 owed by one of the intermediary US parent companies which is unsecured and denominated in USD (2021: \$62,772,000). Interest is chargeable at 0.5% above USD LIBOR. This loan is repayable on demand.

AMSAFE BRIDPORT LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022****17 Creditors: amounts falling due within one year**

	2022	2021
	£'000	£'000
Trade creditors	1,609	1,321
Amounts owed to group undertakings	4,946	4,982
Amounts owed to related parties	1,127	513
Corporation tax	2,034	-
Other taxation and social security	1,345	1,099
Other creditors	210	237
Accruals and deferred income	1,105	647
	<u>12,376</u>	<u>8,799</u>

18 Deferred taxation

Deferred tax assets and liabilities are offset where the company has a legally enforceable right to do so. The following is the analysis of the deferred tax balances (after offset) for financial reporting purposes:

	Assets	Assets
	2022	2021
Balances:	£'000	£'000
Accelerated capital allowances	(298)	(287)
Defined benefit deferred tax asset	2,431	2,558
	<u>2,133</u>	<u>2,271</u>
		2022
Movements in the year:		£'000
Asset at 1 October 2021		(2,271)
Charge to profit or loss		85
Charge to other comprehensive income		53
Asset at 30 September 2022		<u>(2,133)</u>

The deferred tax asset set out above is expected to reverse within the foreseeable future and relates to the utilisation of tax losses against future expected profits of the same period.

AMSAFE BRIDPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2022

19 Retirement benefit schemes

	2022	2021
	£'000	£'000
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	177	182
	<u>177</u>	<u>182</u>

In May 2014 the company established a new Group Pension Plan (GPP) that complies with "Auto-Enrolment" legislation. Company contributions to the GPP scheme in the year ending 30 September 2022 were £177,000 (2021: £182,000).

Defined benefit schemes

The company operates a defined benefit scheme for qualifying employees. The scheme is fully funded and closed to new members in 2001. The assets of the plan are held separately from those of the company in a separate trustee administered fund.

The most recent comprehensive actuarial valuation of the plan was carried out as at 1 July 2019, and was updated by the company's actuary (Capita) to take account of the requirements of FRS 102 in assessing the liabilities of the plan at the year end dates. Scheme assets are stated at their market values at the year end dates. As part of an ongoing review the company and its advisors will assess whether any additional liabilities may arise from pension right equalisation. As any additional liabilities for this are currently uncertain, any such liability arising will be included in a future period when this can be accurately assessed.

	2022	2021
	%	%
<i>Key assumptions</i>		
Discount rate	5.1	1.9
Expected rate of increase of pensions in payment	4.1	3.6
Expected rate of salary increases	4.6	3.7
	<u>4.6</u>	<u>3.7</u>
<i>Mortality assumptions</i>	2022	2021
Assumed life expectations on retirement at age 65:	Years	Years
Retiring today		
- Males	22.1	22.0
- Females	24.4	24.4
	<u>24.4</u>	<u>24.4</u>
Retiring in 20 years		
- Males	23.4	23.4
- Females	25.9	25.8
	<u>25.9</u>	<u>25.8</u>
<i>Amounts recognised in the income statement</i>	2022	2021
	£'000	£'000
Current service cost	155	167
Net interest on net defined benefit liability/(asset)	123	200
Other costs and income	450	461
	<u>728</u>	<u>828</u>
Total costs	<u>728</u>	<u>828</u>

AMSAFE BRIDPORT LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 30 SEPTEMBER 2022****19 Retirement benefit schemes (Continued)**

	2022	2021
	£'000	£'000
<i>Amounts taken to other comprehensive income</i>		
Actual return on scheme assets	19,547	(4,491)
Add: calculated interest element	1,026	750
Return on scheme assets excluding interest income	20,573	(3,741)
Actuarial changes related to obligations	(20,784)	(2,290)
Total costs/(income)	<u>(211)</u>	<u>(6,031)</u>

The amounts included in the statement of financial position arising from the company's obligations in respect of defined benefit plans are as follows:

	2022	2021
	£'000	£'000
Present value of defined benefit obligations	40,501	61,381
Fair value of plan assets	(33,958)	(54,953)
Deficit in scheme	<u>6,543</u>	<u>6,428</u>

	2022
	£'000
<i>Movements in the present value of defined benefit obligations</i>	
Liabilities at 1 October 2021	61,381
Current service cost	155
Benefits paid	(1,924)
Contributions from scheme members	28
Actuarial gains and losses	(20,784)
Interest cost	1,149
Other	496
At 30 September 2022	<u>40,501</u>

The defined benefit obligations arise from plans which are wholly or partly funded.

AMSAFE BRIDPORT LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022****19 Retirement benefit schemes (Continued)**

	2022
	£'000
<i>Movements in the fair value of plan assets</i>	
Fair value of assets at 1 October 2021	54,953
Interest income	1,026
Return on plan assets (excluding amounts included in net interest)	(20,573)
Benefits paid	(1,924)
Contributions by the employer	448
Contributions by scheme members	28
	<hr/>
At 30 September 2022	33,958
	<hr/> <hr/>

The actual return on plan assets was (£20,971,000) (2021: £4,491,000).

	2022	2021
	%	%
<i>The analysis of the plan assets at the reporting date were as follows:</i>		
Equity instruments	59.00	56.10
Bonds	26.60	43.60
Cash and other assets	0.80	0.30
LDI	13.60	-
	<hr/>	<hr/>
	100.00	100.00
	<hr/> <hr/>	<hr/> <hr/>

AMSAFE BRIDPORT LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 30 SEPTEMBER 2022****20 Share capital**

	2022	2021	2022	2021
	Number	Number	£'000	£'000
Ordinary share capital issued and fully paid				
Ordinary shares of £1 each	1,000,000	1,000,000	1,000	1,000

The company's Ordinary shares carry full participation rights with regard to voting, dividend distribution and dissolution.

21 Reserves**Other reserves**

Cumulative capital contributions from a parent company in respect of share-based payments, net of transfers to profit and loss reserves.

Profit and loss reserves

Cumulative profit and loss net of distributions to owners.

22 Operating lease commitments**Lessee**

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022	2021
	£'000	£'000
Within one year	-	2

23 Ultimate controlling party

The immediate parent undertaking is Bridport Limited, a company incorporated in England and Wales (registered office: The Court, Bridport, Dorset, DT6 3QU).

The parent undertaking of the smallest and largest group of undertakings for which group financial statements are drawn up and of which the company is a member is the ultimate parent company TransDigm Group, Inc., a publicly traded company incorporated in the United States of America. Copies of the parent company financial statements may be obtained from their registered office: The Tower at Erieview, 1301 East 9th St., Suite 3000, Cleveland, OH 44114.

The directors consider there to be no ultimate controlling individual.

AMSAFE BRIDPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2022

19 Retirement benefit schemes

	2022	2021
	£'000	£'000
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	177	182

In May 2014 the company established a new Group Pension Plan (GPP) that complies with "Auto-Enrolment" legislation. Company contributions to the GPP scheme in the year ending 30 September 2022 were £177,000 (2021: £182,000).

Defined benefit schemes

The company operates a defined benefit scheme for qualifying employees. The scheme is fully funded and closed to new members in 2001. The assets of the plan are held separately from those of the company in a separate trustee administered fund.

The most recent comprehensive actuarial valuation of the plan was carried out as at 1 July 2019, and was updated by the company's actuary (Capita) to take account of the requirements of FRS 102 in assessing the liabilities of the plan at the year end dates. Scheme assets are stated at their market values at the year end dates. As part of an ongoing review the company and its advisors will assess whether any additional liabilities may arise from pension right equalisation. As any additional liabilities for this are currently uncertain, any such liability arising will be included in a future period when this can be accurately assessed.

	2022	2021
	%	%
<i>Key assumptions</i>		
Discount rate	5.1	1.9
Expected rate of increase of pensions in payment	4.1	3.6
Expected rate of salary increases	4.6	3.7
	=====	=====
<i>Mortality assumptions</i>	2022	2021
Assumed life expectations on retirement at age 65:	Years	Years
Retiring today		
- Males	22.1	22.0
- Females	24.4	24.4
	=====	=====
Retiring in 20 years		
- Males	23.4	23.4
- Females	25.9	25.8
	=====	=====
	2022	2021
	£'000	£'000
<i>Amounts recognised in the income statement</i>		
Current service cost	155	167
Net interest on net defined benefit liability/(asset)	123	200
Other costs and income	450	461
	=====	=====
Total costs	728	828
	=====	=====

AMSAFE BRIDPORT LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2022****19 Retirement benefit schemes (Continued)**

	2022	2021
	£'000	£'000
<i>Amounts taken to other comprehensive income</i>		
Actual return on scheme assets	19,547	(4,491)
Add: calculated interest element	1,026	750
Return on scheme assets excluding interest income	20,573	(3,741)
Actuarial changes related to obligations	(20,784)	(2,290)
Total costs/(income)	<u>(211)</u>	<u>(6,031)</u>

The amounts included in the statement of financial position arising from the company's obligations in respect of defined benefit plans are as follows:

	2022	2021
	£'000	£'000
Present value of defined benefit obligations	40,501	61,381
Fair value of plan assets	(33,958)	(54,953)
Deficit in scheme	<u>6,543</u>	<u>6,428</u>

	2022
	£'000
<i>Movements in the present value of defined benefit obligations</i>	
Liabilities at 1 October 2021	61,381
Current service cost	155
Benefits paid	(1,924)
Contributions from scheme members	28
Actuarial gains and losses	(20,784)
Interest cost	1,149
Other	496
At 30 September 2022	<u>40,501</u>

The defined benefit obligations arise from plans which are wholly or partly funded.

AMSAFE BRIDPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

19 Retirement benefit schemes (Continued)

	2022 £'000
<i>Movements in the fair value of plan assets</i>	
Fair value of assets at 1 October 2021	54,953
Interest income	1,026
Return on plan assets (excluding amounts included in net interest)	(20,573)
Benefits paid	(1,924)
Contributions by the employer	448
Contributions by scheme members	28
	<hr/>
At 30 September 2022	33,958
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The actual return on plan assets was (£20,971,000) (2021: £4,491,000).

	2022 %	2021 %
<i>The analysis of the plan assets at the reporting date were as follows:</i>		
Equity instruments	59.00	56.10
Bonds	26.60	43.60
Cash and other assets	0.80	0.30
LDI	13.60	-
	<hr/>	<hr/>
	100.00	100.00
	<hr/> <hr/>	<hr/> <hr/>

AMSAFE BRIDPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2022

20 Share capital

	2022	2021	2022	2021
	Number	Number	£'000	£'000
Ordinary share capital issued and fully paid				
Ordinary shares of £1 each	1,000,000	1,000,000	1,000	1,000

The company's Ordinary shares carry full participation rights with regard to voting, dividend distribution and dissolution.

21 Reserves

Other reserves

Cumulative capital contributions from a parent company in respect of share-based payments, net of transfers to profit and loss reserves.

Profit and loss reserves

Cumulative profit and loss net of distributions to owners.

22 Operating lease commitments

Lessee

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022	2021
	£'000	£'000
Within one year	-	2

23 Ultimate controlling party

The immediate parent undertaking is Bridport Limited, a company incorporated in England and Wales (registered office: The Court, Bridport, Dorset, DT6 3QU).

The parent undertaking of the smallest and largest group of undertakings for which group financial statements are drawn up and of which the company is a member is the ultimate parent company TransDigm Group, Inc., a publicly traded company incorporated in the United States of America. Copies of the parent company financial statements may be obtained from their registered office: The Tower at Erieview, 1301 East 9th St., Suite 3000, Cleveland, OH 44114.

The directors consider there to be no ultimate controlling individual.