

FB Global Plumbing Group Holdings Limited

Registered number: 11005551

Annual report and financial statements

For the year ended 31 December 2020

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

COMPANY INFORMATION

Directors	S J Geary I R Walker A E George (appointed 8 October 2021)
Company secretary	A M Pla
Registered number	11005551
Registered office	Unit B Hortonwood 37 Telford TF1 7XT
Independent auditor	Mazars LLP Chartered Accountants & Statutory Auditor One St. Peter's Square Manchester M2 3DE

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

CONTENTS

	Page
Strategic Report	1
Directors' Report	2 - 3
Independent Auditor's Report	4 - 7
Statement of Comprehensive Income	8
Statement of Financial Position	9
Statement of Changes in Equity	10
Notes to the Financial Statements	11 - 18

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020**

Business review

FB Global Plumbing Group Holdings Limited (“the Company”) and its subsidiaries (together “the Group”) principal activity continues to be that of a manufacture of and distribution of baths, other sanitary and household ware and other related products. The Company’s principal activity is of a holding company.

Principal risks and uncertainties

Being a holding company, there are minimal risks and uncertainties faced by the Company.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the Group uses intra-group financing where required.

Financial key performance indicators

Being a non-trading company holding investments in subsidiaries, the directors consider that there are no key performance indicators for the Company as an individual entity but instead consider it as part of their analysis of operating companies in the wider Group, Domotec Holdings Limited and its subsidiaries.

This report was approved by the board on 14 April 2022 and signed on its behalf.

I R Walker
Director

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020**

The directors present their report and the financial statements for the year ended 31 December 2020.

Directors' responsibilities statement

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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and to 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.

Results and dividends

The loss for the year, after taxation, amounted to £2,315,625 (2019 - loss £42,837,109).

Directors

S J Geary
I R Walker (appointed 20 March 2020)
A E George (appointed 8 October 2021)

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020**

Disclosure 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 the director is aware, there is no relevant audit information of which the Company's auditor is unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Going concern

These financial statements have been prepared on a going concern basis. Whilst the Company has no revenue and has incurred a loss due to intergroup interest costs in the current financial year and has net liabilities, the directors acknowledge that the Company is dependent on the financial support of its ultimate parent company, Fortune Brands Home & Security Inc. The directors of Fortune Brands Home & Security Inc have confirmed that this support will be maintained for a period of at least twelve months from the date of approval of these financial statements.

The current economic conditions in light of the COVID-19 pandemic present risks for all businesses. In response to such conditions, the directors have carefully considered these risks, including an assessment of future trading for a period of at least 12 months from the date of signing the financial statements, and the extent to which any risks might affect the preparation of the financial statements on a going concern basis. The forecasts show that the Company will continue to trade within its available facilities. As such the directors continue to adopt the going concern basis of accounting in preparation of the annual financial statements.

Auditor

The auditor, Mazars LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board on 14 April 2022 and signed on its behalf.

I R Walker
Director

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

Opinion

We have audited the financial statements of FB Global Plumbing Group Holding Limited (the 'company') for the year ended 31 December 2020 which comprise the Statement of Comprehensive Income the Statement of Financial Position the Statement of Change in Equity and notes to the financial statements, 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 31 December 2020 and of its loss 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.

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 for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

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 our report, we do not express any form of assurance conclusion thereon.

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

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 this 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.

Matters on which we are required to report by exception

In 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 or the Directors' Report.

We have nothing to report in respect of the following matters in relation to which 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.

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

Responsibilities of Directors

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, 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 either the directors 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 the financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

Based on our understanding of the company and its industry, we considered that non-compliance with the following laws and regulations might have a material effect on the financial statements: employment regulation, health and safety regulation, anti-money laundering regulation.

To help us identify instances of non-compliance with these laws and regulations, and in identifying and assessing the risks of material misstatement in respect to non-compliance, our procedures included, but were not limited to:

- Inquiring of management and, where appropriate, those charged with governance, as to whether the company is in compliance with laws and regulations, and discussing their policies and procedures regarding compliance with laws and regulations;
- Inspecting correspondence, if any, with relevant licensing or regulatory authorities;
- Communicating identified laws and regulations to the engagement team and remaining alert to any indications of non-compliance throughout our audit; and
- Considering the risk of acts by the company which were contrary to applicable laws and regulations, including fraud.

We also considered those laws and regulations that have a direct effect on the preparation of the financial statements, such as tax legislation, pension legislation, the Companies Act 2006.

In addition, we evaluated the directors' and management's incentives and opportunities for fraudulent manipulation of the financial statements, including the risk of management override of controls, and determined that the principal risks related to posting manual journal entries to manipulate financial performance, management bias through judgements and assumptions in significant accounting estimates, in particular in relation to and significant one-off or unusual transactions.

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

Our audit procedures in relation to fraud included but were not limited to:

- making enquiries of the directors and management on whether they had knowledge of any actual, suspected or alleged fraud;
- gaining an understanding of the internal controls established to mitigate risks related to fraud;
- discussing amongst the engagement team the risks of fraud; and
- addressing the risks of fraud through management override of controls by performing journal entry testing.

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.

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

Use of the audit 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.

Neil Barton (Senior Statutory Auditor)

for and on behalf of

Mazars LLP
Chartered Accountants and Statutory Auditor
One St. Peter's Square
Manchester
M2 3DE

14 April 2022

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	2020 £	2019 £
Impairment charge		-	(40,189,209)
Interest payable and expenses	6	(2,315,625)	(3,115,300)
Loss before tax		(2,315,625)	(43,304,509)
Tax on loss	7	-	467,400
Loss for the financial year		<u>(2,315,625)</u>	<u>(42,837,109)</u>

There were no recognised gains and losses for 2020 or 2019 other than those included in the statement of comprehensive income.

There was no other comprehensive income for 2020 (2019: £NIL).

The notes on pages 11 to 18 form part of these financial statements.

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED
REGISTERED NUMBER: 11005551

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

	Note	2020 £	2019 £
Fixed assets			
Investments	8	80,000,000	80,000,000
		80,000,000	80,000,000
Current assets			
Debtors: amounts falling due within one year	9	467,310	467,311
		467,310	467,311
Creditors: amounts falling due within one year	10	(15,689,165)	(15,689,165)
		(15,221,855)	(15,221,854)
Net current liabilities			
		(15,221,855)	(15,221,854)
Total assets less current liabilities		64,778,145	64,778,146
Creditors: amounts falling due after more than one year	11	(79,135,208)	(76,819,584)
		(14,357,063)	(12,041,438)
Net liabilities		(14,357,063)	(12,041,438)
Capital and reserves			
Called up share capital	12	340,010	340,010
Share premium account	13	33,660,000	33,660,000
Profit and loss account	13	(48,357,073)	(46,041,448)
		(14,357,063)	(12,041,438)

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 14 April 2022.

I R Walker
Director

The notes on pages 11 to 18 form part of these financial statements.

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

	Called up share capital £	Share premium account £	Profit and loss account £	Total equity £
At 1 January 2019	340,010	33,660,000	(3,204,339)	30,795,671
Comprehensive income for the year				
Loss for the year	-	-	(42,837,109)	(42,837,109)
Total comprehensive income for the year	-	-	(42,837,109)	(42,837,109)
At 1 January 2020	340,010	33,660,000	(46,041,448)	(12,041,438)
Comprehensive income for the year				
Loss for the year	-	-	(2,315,625)	(2,315,625)
Total comprehensive income for the year	-	-	(2,315,625)	(2,315,625)
At 31 December 2020	<u>340,010</u>	<u>33,660,000</u>	<u>(48,357,073)</u>	<u>(14,357,063)</u>

The notes on pages 11 to 18 form part of these financial statements.

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

1. General information

FB Global Plumbing Group Holdings Limited (the 'Company') is a private company limited by shares, registered number 11005551 and registered in England and Wales. The address of the registered office is Unit B, Hortonwood 37, Telford, England, TF1 7XT.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Company's accounting policies (see note 3).

These financial statements have been presented in pound sterling which is the functional currency of the company, and rounded to the nearest £.

The following principal accounting policies have been applied:

2.2 Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of Fortune Brands Home & Security Inc as at 31 December 2020 and these financial statements may be obtained from the company's website.

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. Accounting policies (continued)

2.3 Going concern

These financial statements have been prepared on a going concern basis. Whilst the Company has no revenue and has incurred a loss due to intergroup interest costs in the current financial year and has net liabilities, the directors acknowledge that the Company is dependent on the financial support of its ultimate parent company, Fortune Brands Home & Security Inc. The directors of Fortune Brands Home & Security Inc have confirmed that this support will be maintained for a period of at least twelve months from the date of approval of these financial statements.

The current economic conditions in light of the COVID-19 pandemic present risks for all businesses. In response to such conditions, the directors have carefully considered these risks, including an assessment of future trading for a period of at least 12 months from the date of signing the financial statements, and the extent to which any risks might affect the preparation of the financial statements on a going concern basis. The forecasts show that the Company will continue to trade within its available facilities. As such the directors continue to adopt the going concern basis of accounting in preparation of the annual financial statements.

2.4 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.5 Taxation

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

2.6 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

2.7 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.8 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

2. Accounting policies (continued)

2.9 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or in case of an out-right short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Comprehensive Income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the Company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is an 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.

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

3. Judgments in applying accounting policies and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The critical judgements that the director has made in the process of applying the Company's accounting policies that have the most significant effect on the statutory financial statements are discussed below.

(i) Assessing indicators of impairment

In assessing whether there have been any indicators of impairment of investments in subsidiary undertakings, the director has considered both external and internal sources of information such as market conditions, counterparty credit ratings and experience of recoverability. There have been no indicators of impairments identified during the current financial year.

4. Auditor's remuneration

	2020 £	2019 £
Fees payable to the Company's auditor for the audit of the Company's annual financial statements	<u>2,500</u>	<u>2,500</u>
Fees payable to the Company's auditor in respect of:		
Taxation compliance services	500	500
All other services	1,500	1,500
	<u>2,000</u>	<u>2,000</u>

These fees are borne by another group company.

5. Employees

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

	2020 No.	2019 No.
Employees	<u>3</u>	<u>2</u>

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

6. Interest payable and similar expenses

	2020 £	2019 £
Loans from group undertakings	<u>2,315,625</u>	<u>3,115,300</u>

7. Taxation

	2020 £	2019 £
Foreign tax		
Foreign tax on income for the year	-	(467,400)
Total current tax	<u>-</u>	<u>(467,400)</u>
Deferred tax		
Total deferred tax	<u>-</u>	<u>-</u>
Taxation on profit/(loss) on ordinary activities	<u>-</u>	<u>(467,400)</u>

Factors affecting tax charge for the year

The tax assessed for the year is higher than (2019 - lower than) the standard rate of corporation tax in the UK of 19% (2019 - 19%). The differences are explained below:

	2020 £	2019 £
Loss on ordinary activities before tax	<u>(2,315,625)</u>	<u>(43,304,509)</u>
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2019 - 19%)	(439,969)	(8,227,857)
Effects of:		
Expenses not deductible for tax purposes	-	7,635,950
Other differences leading to an increase (decrease) in the tax charge	-	(467,400)
Group relief	439,969	591,907
Total tax charge for the year	<u>-</u>	<u>(467,400)</u>

Factors that may affect future tax charges

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

7. Taxation (continued)

The UK Government announced in the 2021 budget that from 1 April 2023, the rate of corporation tax in the United Kingdom will increase from 19% to 25%. Companies with profits of £50,000 or less will continue to be taxed at 19%, which is a new small profits rate. Where taxable profits are between £50,000 and £250,000, the higher 25% rate will apply but with a marginal relief applying as profits increase.

8. Fixed asset investments

	Investments in subsidiary companies
	£
Cost	
At 1 January 2020	120,189,209
At 31 December 2020	<u>120,189,209</u>
Impairment	
At 1 January 2020	40,189,209
At 31 December 2020	<u>40,189,209</u>
Net book value	
At 31 December 2020	<u><u>80,000,000</u></u>
At 31 December 2019	<u><u>80,000,000</u></u>

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

Subsidiary undertakings

The following were subsidiary undertakings of the Company:

Name	Registered office	Class of shares Holding	
Domotec Holdings Limited	Unit B, Hortonwood 37, Telford, Shropshire, United Kingdom, TF1 7XT	Ordinary	100%
Domotec (Europe) Limited*	Unit B, Hortonwood 37, Telford, Shropshire, United Kingdom, TF1 7XT	Ordinary	100%
Victoria & Albert Marketing Proprietary Limited*	30 Traub Street, Worcester, WesternCape, 6850, SouthAfrica	Ordinary	100%
Victoria & Albert Products Proprietary Limited*	30 Traub Street, Worcester, WesternCape, 6850, SouthAfrica	Ordinary	100%
Victoria & Albert Properties Proprietary Limited*	30 Traub Street, Worcester, WesternCape, 6850, SouthAfrica	Ordinary	100%
Victoria & Albert (Australia) Pty Limited*	Corporate ManagementEnterprises PTY LTD, PO Box 220, TeaGardens 2324	Ordinary	100%
Victoria & Albert Baths Limited*	Unit B, Hortonwood 37, Telford, Shropshire, United Kingdom, TF1 7XT	Ordinary	100%
Victoria & Albert Baths (Canada) Limited*	MNP, 3100 SteelesAvenue East, Suite700, Markham, ON, L3R 8T3	Ordinary	100%

Subsidiaries marked with a * are held indirectly.

9. Debtors

	2020 £	2019 £
Amounts owed by group undertakings	<u>467,310</u>	<u>467,311</u>

10. Creditors: Amounts falling due within one year

	2020 £	2019 £
Amounts owed to group undertakings	<u>15,689,165</u>	<u>15,689,165</u>

FB GLOBAL PLUMBING GROUP HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

11. Creditors: Amounts falling due after more than one year

	2020	2019
	£	£
Amounts owed to group undertakings	<u>79,135,208</u>	<u>76,819,584</u>

The aggregate amount of liabilities repayable wholly or in part more than five years after the balance sheet date is:

	2020	2019
	£	£
Repayable other than by instalments	<u>43,100,000</u>	<u>43,100,000</u>

Included within the balance above are loan notes repayable October 2027 and December 2028. Interest is charge 4% and 5% respectively.

12. Share capital

	2020	2019
	£	£
Allotted, called up and fully paid		
340,010 (2019 - 340,010) Ordinary shares of £1.00 each	<u>340,010</u>	<u>340,010</u>

13. Reserves

Share premium account

Includes any premiums received on issue of share capital. Any transaction costs associated with the issuing of shares are deducted from share premium.

Profit & loss account

This reserve records retained earnings and accumulated losses.

14. Controlling party

The immediate parent company is Fortune Brands Global Plumbing Group I UK Co Limited, a company registered in England and Wales, and the ultimate parent company is Fortune Brands Home & Security Inc, a listed company registered in the United States, into which the Company's results are consolidated.

