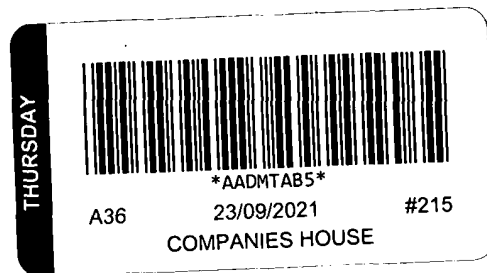


Maneto (UK) 2 Limited

Annual report and financial statements  
for the year ended 31 December 2020

Registered number: 7889123



# Maneto (UK) 2 Limited

## Annual report and financial statements for the year ended 31 December 2020

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# **Maneto (UK) 2 Limited**

## **Directors and advisors for the year ended 31 December 2020**

### **Directors**

R G Grizzle  
K P Igo  
A Elsby-Smith  
P Burke  
J Shelley

### **Registered office**

Maneto (UK) 2 Limited  
Kingfield Road  
Coventry  
CV6 5AA

### **Auditor**

KPMG LLP  
Chartered Accountants and registered auditors  
One Snowhill  
Snow Hill Queensway  
Birmingham  
B4 6GH

### **Banker**

Lloyds Bank Plc.  
114-116 Colmore Row  
Birmingham  
B3 3BD

# Maneto (UK) 2 Limited

## Strategic report for the year ended 31 December 2020

The directors present their annual report and the audited financial statements of Maneto (UK) 2 Limited ("the company") for the year ended 31 December 2020.

### Principal activities, business review and future developments

The company principally operates as an intermediate holding company for the Maneto (UK) 3 Limited group. Unrealised exchange gains of £1,351,000 (2019 gains: £940,000) on the intercompany US\$ loan impacted the result, otherwise the business for the year was in line with management expectations. As an intermediate holding company future prospects for the company will depend on group dividend policy and exchange rates which will affect the retranslation of loan balances.

Following the outbreak of the Coronavirus pandemic in 2020, the Group took a number of decisions to protect itself and its employees. These measures conserved and generated cash whilst maintaining throughout the year, customer facing, supply chain and manufacturing capabilities in a Covid secure environment. The Company and the Group's subsidiaries also participated in various Government job retention schemes, subsidies and tax related cash flow easements. These measures mitigated the initial downturn in sales demand but also put the Group in a strong position to take advantage of the subsequent bounce back experienced in the final quarter of 2020. The directors believe that as restrictions continue to ease around the world, the Company's subsidiaries are well placed to service an increased level of demand. The Group continue to enforce and refine Covid protocols at all of its locations to protect employees, customers and suppliers alike.

### Key performance indicators (KPIs)

As Maneto (UK) 2 Limited is an intermediate holding company within the Maneto (UK) 3 Limited group, it does not individually monitor key performance indicators. Analysis of key group KPI's are given in the consolidated financial statements of Maneto (UK) 3 Limited.

### Principal risks and uncertainties

#### *Financial risk management*

Given the size of the company, the directors have not delegated the responsibility of monitoring financial risk management to a sub-committee of the board. The policies set by the board of directors are implemented by the group's Finance Department. The department has policies that set out specific guidelines to manage credit risk.

#### *Price risk*

The company has no direct exposure to equity securities price risk as it holds no listed or other equity investments.

#### *Credit risk*

The company has no direct exposure to credit risk as there are no external customers.

#### *Liquidity risk*

The company is supported by banking facilities held by the ultimate parent company, Mannington Mills, Inc. Following a re-financing in August 2019 Mannington Mills, Inc. has a mixture of long term debt supported by short term working capital facilities. The debt of Mannington Mills, Inc. is structured to allow for the ongoing operations and planned developments in all its subsidiaries.

## Maneto (UK) 2 Limited

### Strategic report for the year ended 31 December 2020 (continued)

#### Principal risks and uncertainties (continued)

##### *Funding risk*

The company relies on new seven year finance facilities that were put in place in August 2019 by its ultimate parent company, Mannington Mills, Inc. These facilities contain certain affirmative and negative financial covenants. There are no restrictions on intercompany funding. Actual performance and short and medium term forecasts (including annual budgets) are reported to Mannington Mills, Inc. Board on a regular basis to allow a balanced assessment of the Mannington Mills, Inc. group's ability to continue to meet its commitments to lenders.

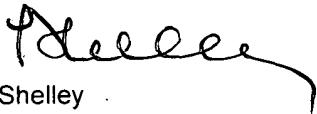
##### *Foreign currency risk*

The company has US Dollar denominated loans which expose it to movements in that currency. Mannington Mills, Inc., the ultimate parent undertaking, is a US Dollar company, therefore the directors consider there is no overall foreign currency risk to the group.

##### *Interest rate risk*

The company has no external debt. The company is exposed to movements in LIBOR on its intercompany debt with Mannington Mills, Inc. The Board will continue to review the company's exposure to interest rate movements.

By order of the board



J Shelley  
Director  
Kingfield Road  
Coventry  
CV6 5AA

19 July 2021  
Registered number: 7889123

# Maneto (UK) 2 Limited

## Directors' report for the year ended 31 December 2020

### Results and dividends

There was a loss for the year amounting to £353,000 (2019: loss £1,176,000). The directors do not recommend payment of a dividend (2019: £nil).

### Directors

The directors who have served during the year and up to the date of signing the financial statements are given below:

R G Grizzle  
K P Igo  
A Elsby-Smith  
P Burke  
J Shelley (appointed 16 April 2021)

### Directors' indemnities

The company maintains liability insurance for its directors and officers through Mannington Mills, Inc. The company has also provided an indemnity for its directors and the secretary throughout the financial year through Mannington Mills, Inc., which is a qualifying third party indemnity provision for the purposes of the Companies Act 2006.

### Financial risks

The key financial risks of the company are included within the strategic report.

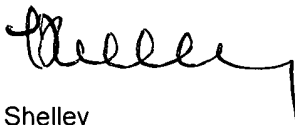
### Disclosure of information to auditor

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditor is unaware; and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

### Auditor

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By order of the Board



J Shelley  
Director  
Kingfield Road  
Coventry  
CV6 5AA

19 July 2021  
Registered number: 7889123

## **Maneto (UK) 2 Limited**

### **Statement of directors' responsibilities in respect of the Strategic report, the Directors' report and the financial statements**

The directors are responsible for preparing the Strategic report, the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 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 and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- assess the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

The directors are responsible for keeping adequate accounting records 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 responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibilities for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

## **Independent auditor's report to the members of Maneto (UK) 2 Limited**

### **Opinion**

We have audited the financial statements of Maneto (UK) 2 Limited ("the company") for the year ended 31 December 2020 which comprise the Profit and Loss account and Other Comprehensive Income, Balance sheet, Statement of Changes in Equity and related notes, including the accounting policies in note 1.

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 UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland; 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 are described below. We have fulfilled our ethical responsibilities under, and are independent of the company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

### **Going concern**

The directors have prepared the financial statements on the going concern basis as they do not intend to liquidate the company or to cease its operations, and as they have concluded that the company's financial position means that this is realistic. They have also concluded that there are no material uncertainties that could have cast significant doubt over its ability to continue as a going concern for at least a year from the date of approval of the financial statements ("the going concern period").

In our evaluation of the directors' conclusions, we considered the inherent risks to the company's business model and analysed how those risks might affect the company's financial resources or ability to continue operations over the going concern period.

Our conclusions based on this work:

- we consider that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate;
- we have not identified, and concur with the directors' assessment that there is not, a material uncertainty related to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for the going concern period.

However, as we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the above conclusions are not a guarantee that the company will continue in operation.

## **Independent auditor's report to the members of Maneto (UK) 2 Limited (continued)**

### **Fraud and breaches of laws and regulations – ability to detect**

#### *Identifying and responding to risks of material misstatement due to fraud*

To identify risks of material misstatement due to fraud ("fraud risks") we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included:

- Enquiring of directors and inspection of policy documentation as to the Company's high-level policies and procedures to prevent and detect fraud, including the Company's channel for "whistleblowing", as well as whether they have knowledge of any actual, suspected or alleged fraud.
- Reading Board minutes.
- Using analytical procedures to identify any unusual or unexpected relationships

We communicated identified fraud risks throughout the audit team and remained alert to any indications of fraud throughout the audit.

As required by auditing standards, and taking into account our overall knowledge of the control environment and operations of the company, we perform procedures to address the risk of management override of controls, in particular the risk that management may be in a position to make inappropriate accounting entries. On this audit we do not believe there is a fraud risk related to revenue recognition because the company is a non-trading intermediary holding.

We did not identify any additional fraud risks.

#### *Identifying and responding to risks of material misstatement due to non-compliance with laws and regulations*

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience, and through discussion with the directors (as required by auditing standards), and discussed with the directors the policies and procedures regarding compliance with laws and regulations.

As the Company is regulated, our assessment of risks involved gaining an understanding of the control environment including the entity's procedures for complying with regulatory requirements.

We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit.

The potential effect of these laws and regulations on the financial statements varies considerably.

The Company is subject to laws and regulations that directly affect the financial statements including financial reporting legislation (including related companies legislation), distributable profits legislation, and taxation legislation and we assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

## **Independent auditor's report to the members of Maneto (UK) 2 Limited (continued)**

Whilst the Company is subject to many other laws and regulations, we did not identify any others where the consequences of non-compliance alone could have a material effect on amounts or disclosures in the financial statements.

### *Context of the ability of the audit to detect fraud or breaches of law or regulation*

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

### **Strategic report and directors' report**

The directors are responsible for the strategic report and the directors' report. Our opinion on the financial statements does not cover those reports and we do not express an audit opinion thereon.

Our responsibility is to read the strategic report and the directors' report and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

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

### **Matters on which we are required to report by exception**

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in these respects.

## **Independent auditor's report to the members of Maneto (UK) 2 Limited (continued)**

### **Directors' responsibilities**

As explained more fully in their 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; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the group and parent 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 they either intend to liquidate the group or parent company or to cease operations, or have no realistic alternative but to do so.

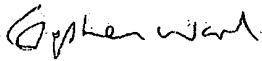
### **Auditor's responsibilities**

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

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

### **The purpose of our audit work and to whom we owe our responsibilities**

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.



**Stephen Ward (Senior Statutory Auditor)**  
**for and on behalf of KPMG LLP, Statutory Auditor**  
Chartered Accountants  
One Snowhill  
Snow Hill Queensway  
Birmingham  
B4 6GH

19 July 2021

## Maneto (UK) 2 Limited

### Profit and loss account and other comprehensive income for the year ended 31 December 2020

	Note	2020 £'000	2019 £'000
Administrative expenses		-	-
<b>Operating loss</b>		-	-
Interest payable and similar charges	5	(580)	(1,176)
<b>Loss before taxation</b>		(580)	(1,176)
Tax on loss	6	227	-
<b>Loss for the financial year</b>		(353)	(1,176)

The results shown above have been derived wholly from continuing operations.

The company has no other comprehensive income other than the loss stated above and therefore no separate statement of other comprehensive income has been provided.

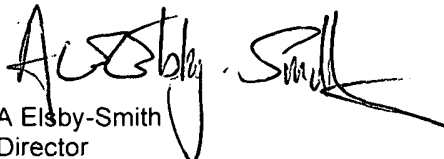
Notes on pages 13 to 20 form part of these financial statements.

# Maneto (UK) 2 Limited

## Balance sheet as at 31 December 2020

	Note	2020 £'000	2019 £'000
<b>Fixed assets</b>			
Investments	7	70,938	70,938
<b>Current assets</b>			
Debtors	8	227	-
		227	-
<b>Creditors: amounts falling due within one year</b>	9	<b>(37,264)</b>	(30,839)
<b>Net current liabilities</b>		<b>(37,037)</b>	(30,839)
<b>Total assets less current liabilities</b>		<b>33,901</b>	40,099
Creditors: amounts falling due after more than one year	10	(24,652)	(30,497)
<b>Net assets</b>		<b>9,249</b>	9,602
<b>Capital and reserves</b>			
Called up share capital	11	32,640	32,640
Profit and loss account		(23,391)	(23,038)
<b>Total shareholders' funds</b>		<b>9,249</b>	9,602

These financial statements on pages 10 to 20 were approved by the Board of Directors on 19 July 2021 and were signed on its behalf by:

  
A Elsby-Smith  
Director

Registered Number: 7889123

## Maneto (UK) 2 Limited

### Statement of changes in equity

	Share Capital	Profit and loss account	Total equity
	£'000	£'000	£'000
Balance at 1 January 2019	32,640	(21,862)	10,778
<b>Total comprehensive income for the year</b>			
Loss for the year	-	(1,176)	(1,176)
<b>Total comprehensive income for the year</b>	-	<b>(1,176)</b>	<b>(1,176)</b>
<b>Balance at 31 December 2019</b>	<b>32,640</b>	<b>(23,038)</b>	<b>9,602</b>

	Share Capital	Profit and loss account	Total equity
	£'000	£'000	£'000
Balance at 1 January 2020	32,640	(23,038)	9,602
<b>Total comprehensive income for the year</b>			
Loss for the year	-	(353)	(353)
<b>Total comprehensive loss for the year</b>	-	<b>(353)</b>	<b>(353)</b>
<b>Balance at 31 December 2020</b>	<b>32,640</b>	<b>(23,391)</b>	<b>9,249</b>

The accompanying notes form part of these financial statements.

# Maneto (UK) 2 Limited

## Notes to the financial statements for the year ended 31 December 2020

### 1. Principal accounting policies

#### Basis of preparation

These financial statements were prepared in accordance with Financial Reporting Standard 102 applicable in the UK and Republic of Ireland ("FRS 102"). The presentation currency of these financial statements is sterling. All amounts in the financial statements have been rounded to the nearest £1,000.

The company is a wholly-owned subsidiary of Maneto (UK) 3 Limited and is included in the consolidated financial statements of Maneto (UK) 3 Limited, which are prepared in accordance with FRS 102 and are publicly available. In these financial statements, the company is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS 102 in respect of the following disclosures:

- Cash flow statement and related notes;
- Key Management Personnel compensation; and

As the consolidated financial statements of the parent undertaking include the disclosures equivalent to those required by FRS 102, the Company has also taken the exemptions available in respect of the following disclosures:

- Certain disclosures required by FRS 102.11 *Basic Financial Instruments* and FRS 102.12 *Other Financial Instrument Issues* in respect of financial instruments not falling within the fair value accounting rules of Paragraph 36(4) of Schedule 1.

The principal accounting policies are set out below and have been applied consistently throughout the year.

#### Going concern

The financial statements have been prepared on a going concern basis which the directors consider to be appropriate for the following reasons.

Despite the company having net current liabilities of £37,037,000 as at 31 December 2020, and loss for the year then ended of £353,000, the directors have prepared cash flow forecasts taking account of reasonably possible downsides and with due consideration to the impact of Covid-19 pandemic, the company will have sufficient funds, through group operations and funding from its ultimate parent company, Mannington Mills Inc, to meet its liabilities as they fall due for that period.

Those forecasts are dependent on Mannington Mills Inc not seeking repayment of the amounts currently due to the group, which at 31 December 2020 amounted to £24,652,000, and providing additional financial support during that period. Mannington Mills Inc has indicated its intention to continue to make available such funds as are needed by the company, and that it does not intend to seek repayment of the amounts due at the balance sheet date, for the period covered by the forecasts. As with any company placing reliance on other group entities for financial support, the directors acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so.

As such the Directors consider it appropriate to adopt the going concern basis in preparing these financial statements.

# **Maneto (UK) 2 Limited**

## **Notes to the financial statements**

### **For the year ended 31 December 2020 (continued)**

#### **1 Principal accounting policies (continued)**

##### **Exemption from consolidation**

The company is exempt under section 400 of the Companies Act 2006 from the requirement to prepare group financial statements because it is included in the consolidated financial statements of Maneto (UK) 3 Limited, the intermediate parent company, whose financial statements are publicly available.

##### **Investments**

Investments are included at cost less provision for impairment.

##### **Foreign currency**

Transactions denominated in foreign currencies are recorded in Pounds Sterling at actual exchange rates as of the date of the transaction or, where appropriate, at the rate of exchange in a related forward exchange contract. Monetary assets and liabilities denominated in foreign currencies at the period end are reported at the rates of exchange prevailing at the year-end or, where appropriate, at the rate of exchange in a related forward contract. Any gain or loss arising from a change in exchange rates subsequent to the date of the transaction is included as an exchange gain or loss in the profit and loss account except where the item is part of a hedge transaction.

##### **Taxation**

Tax on the profit or loss for the year comprises current tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustments to tax payable in respect of previous years.

Deferred Tax is provided on temporary timing differences which arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in the financial statements. Deferred tax is measured at the tax rate that is expected to apply to the reversal of the related difference, using tax rates enacted or substantively enacted at the balance sheet date.

Group relief is not paid for.

#### **2 Auditor's remuneration**

Auditor's remuneration for audit services of £3,900 is borne entirely by the ultimate parent undertaking (2019: £3,900).

#### **3 Directors' emoluments**

No remuneration has been paid to any of the directors for services rendered to the company (2019: £nil). All directors are also directors of other companies within the Amtico Holdings Limited group or Mannington Mills, Inc. group. Two directors received emoluments from The Amtico Company Limited (2019: one) and three directors received emoluments from Mannington Mills, Inc. (2019: three). These emoluments have not been recharged to the company.

#### **4 Employee information**

The company does not have any employees other than the directors for the year.

# Maneto (UK) 2 Limited

## Notes to the financial statements

For the year ended 31 December 2020 (continued)

### 5 Interest payable and similar charges

	2020	2019
	£'000	£'000
<b>Interest payable and similar charges on:</b>		
Interest on inter-company loans	1,931	2,116
Exchange (gains)/losses	(1,351)	(940)
	<b>580</b>	<b>1,176</b>

### 6 Taxation

(a) Total tax credit recognised in the profit and loss account, other comprehensive income and equity

	2020	2019
	£'000	£'000
Current tax	-	-
Deferred tax	(227)	-
<b>Total tax</b>	<b>(227)</b>	<b>-</b>

(b) Reconciliation of effective tax rate

The tax assessed for the year is lower (2019: higher) than the standard effective rate of corporation tax in the UK for the year ended 31 December 2020 of 19% (2019: 19%). The differences are explained below.

	2020	2019
	£'000	£'000
<b>Loss before tax</b>	<b>(580)</b>	<b>(1,176)</b>
Loss multiplied by the weighted average standard rate in the UK at 19% (2019: 19%)	(110)	(223)
Effects of:		
Income not taxable	(257)	(179)
Group relief not paid for	140	402
<b>Total tax credit included in the profit and loss account (note 6(a))</b>	<b>(227)</b>	<b>-</b>

# Maneto (UK) 2 Limited

## Notes to the financial statements

### For the year ended 31 December 2020 (continued)

#### 6 Taxation (continued)

##### Factors affecting current and future tax charges

A change to the UK corporation tax rate, announced in the Budget on 11 March 2020, was substantively enacted on 17 March 2020. The rate applicable from 1 April 2020 now remains at 19%, rather than the previously enacted reduction to 17%.

Legislation will be introduced in the Finance Bill 2021 to set the main rate of corporation tax to 19% from 1 April 2022 and to set the main rate at 25% from 1 April 2023.

The Mannington Mills, Inc. group policy is not to pay for group relief.

#### 7 Investments

	<b>Subsidiary under- takings</b>
	<b>£'000</b>
<b>Cost and net book value</b>	
At 1 January 2020 and 31 December 2020	<b>70,938</b>

## Maneto (UK) 2 Limited

### Notes to the financial statements

#### For the year ended 31 December 2020 (continued)

#### 7 Investments (continued)

At 31 December 2020 the company had an interest in the following subsidiary undertakings:

<b>Name of undertaking</b>	<b>Parent company</b>	<b>Country of incorporation</b>	<b>Description of shares held</b>	<b>% ownership</b>
Amtico Holdings Limited*	Maneto (UK) 2 Limited	Great Britain	£1 ordinary	100
The Amtico Company Limited	Amtico Holdings Limited	Great Britain	£1 ordinary	100
Amtico International Pty Limited	Amtico Holdings Limited	Australia	AUS \$1 ordinary	100
Amtico International Limited	Amtico Holdings Limited	Great Britain	£1 ordinary	100
Amtico International GmbH	Amtico International Limited	Germany	1 Euro ordinary	100
Amtico International SAS	Amtico International Limited	France	1 Euro ordinary	100
Amtico International AB	Amtico International Limited	Sweden	10 SEK ordinary	100
Amtico International Hong Kong Limited	Amtico International Limited	Hong Kong	HK\$1 ordinary	100
The Amtico Company Pension Trustee Ltd	The Amtico Company Limited	Great Britain	£1 ordinary	100

\*Indicates investments held directly by the company.

The principal business activities of these subsidiary undertakings is the manufacture and sale of laminated flooring tiles, with the exception of Amtico Holdings Limited and Amtico International Limited, whose principal activities are as investment companies for the Maneto (UK) 3 Limited group. The Amtico Company Pension Trustee Limited is trustee of The Amtico Company Limited Pension Scheme.

## Maneto (UK) 2 Limited

### Notes to the financial statements

For the year ended 31 December 2020 (continued)

#### 7 Investments (continued)

Name of undertaking	Registered office
Amtico Holdings Limited	Kingfield Road, Coventry, CV6 5AA
The Amtico Company Limited	Kingfield Road, Coventry, CV6 5AA
Amtico International Pty Limited	PO Box 404, Neutral Bay, NSW 2089, Australia
Amtico International Limited	Kingfield Road, Coventry, CV6 5AA
Amtico International GmbH	Im Taubental 11, 41468 Neuss, Germany
Amtico International SAS	36, Avenue Hoche, 75008, Paris, France
Amtico International AB	S:t Olofsgatan 11A, 753 21, Uppsala, Sweden
Amtico International Hong Kong Limited	Room 2003, 20/F, OfficePlus @ Wan Chai, 303 Hennessy Road, Wanchai, Hong Kong
The Amtico Company Pension Trustee Limited	Kingfield Road, Coventry, CV6 5AA

#### 8 Debtors

	2020	2019
	£'000	£'000
Deferred tax - group relief losses carried forward	227	-

#### 9 Creditors: amounts falling due within one year

	2020	2019
	£'000	£'000
Amounts owed to group undertakings	37,264	30,839

Amounts due to group undertakings are unsecured, interest free and repayable on demand.

## Maneto (UK) 2 Limited

### Notes to the financial statements

#### For the year ended 31 December 2020 (continued)

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

	2020	2019
	£'000	£'000
Amounts owed to group undertakings	24,652	30,497

The amount owed to group undertakings represents a loan which is unsecured, bears interest at LIBOR plus 4.00%, and is repayable by 28 December 2025.

#### 11 Share capital

	2020	2019
	£'000	£'000
<b>Allotted and fully paid</b>		
32,640,316 ordinary shares of £1 each	32,640	32,640

#### 12 Capital commitments

The company had no capital commitments at 31 December 2020 (2019: none).

#### 13 Ultimate parent undertaking and controlling party

The immediate parent undertaking is Maneto (UK) 3 Limited which owns 100% of the issued share capital of the company. Maneto (UK) 3 Limited is the largest UK group to consolidate these financial statements.

The ultimate parent undertaking is Mannington Mills, Inc., a privately owned company registered in the USA. Mr. Keith Campbell is regarded as the ultimate controlling party of the company.

Copies of the Maneto (UK) 3 Limited financial statements may be obtained by writing to:

J Shelley  
Director  
Maneto (UK) 3 Limited  
Kingfield Road  
Coventry  
CV6 5AA

# **Maneto (UK) 2 Limited**

## **Notes to the financial statements**

**For the year ended 31 December 2020 (continued)**

### **14 Accounting estimates and judgments**

The preparation of financial statements in conformity with FRS102 requires the use of judgements, estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements. Estimates are continually evaluated and are based on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Those which are significant to the Company are discussed below.

#### **Investments:**

The company considers the carrying value of the investments for indicators of impairment on an annual basis. If any indicator is identified, then the company estimates the recoverable value based on the projected future cash flows that will be generated from the subsidiaries, to determine whether there has been an impairment.

Management consider there are no material judgments made that may have an impact on the carrying value of assets and liabilities.