

Registration number: 02024839

Motion Finance Limited

Annual Report and Financial Statements

for the Year Ended 31 March 2018



HCB Accountants LLP
29 Wood Street
Stratford upon Avon
Warwickshire
CV37 6JG

Motion Finance Limited

Contents

Company Information	1
Balance Sheet	2
Notes to the Financial Statements	3 to 9

Motion Finance Limited

Company Information

Directors	Mr Richard Gibbs
	Mr Angus Mackie
	Mr John Park-Davies
Registered office	Yardley Brook Ind. Park Lea Ford Road Shard End Birmingham B33 9TX
Auditors	HCB Accountants LLP 29 Wood Street Stratford upon Avon Warwickshire CV37 6JG

Motion Finance Limited

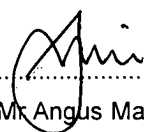
(Registration number: 02024839)
Balance Sheet as at 31 March 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	3	2,136,671	2,117,791
Investments	4	<u>2</u>	<u>2</u>
		<u>2,136,673</u>	<u>2,117,793</u>
Current assets			
Debtors	5	55,985	135,261
Cash at bank and in hand		<u>33,644</u>	<u>575,661</u>
		89,629	710,922
Creditors: Amounts falling due within one year	6	<u>(295,630)</u>	<u>(862,922)</u>
Net current liabilities		<u>(206,001)</u>	<u>(152,000)</u>
Total assets less current liabilities		1,930,672	1,965,793
Provisions for liabilities		<u>(73,240)</u>	<u>(70,960)</u>
Net assets		<u>1,857,432</u>	<u>1,894,833</u>
Capital and reserves			
Called up share capital		140,000	140,000
Revaluation reserve		971,518	980,196
Profit and loss account		<u>745,914</u>	<u>774,637</u>
Total equity		<u>1,857,432</u>	<u>1,894,833</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 29 June 2018 and signed on its behalf by:



 Mr Angus Mackie
 Director

Motion Finance Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

Yardley Brook Ind. Park
Lea Ford Road
Shard End
Birmingham
B33 9TX

These financial statements were authorised for issue by the Board on 29 June 2018.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

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 taxable income.

Motion Finance Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Leasehold property	1% straight line
Plant and machinery	20% straight line
Motor vehicles	25% straight line

Business combinations

Business combinations are accounted for using the purchase method. The consideration for each acquisition is measured at the aggregate of the fair values at acquisition date of assets given, liabilities incurred or assumed, and equity instruments issued by the group in exchange for control of the acquired, plus any costs directly attributable to the business combination. When a business combination agreement provides for an adjustment to the cost of the combination contingent on future events, the group includes the estimated amount of that adjustment in the cost of the combination at the acquisition date if the adjustment is probable and can be measured reliably.

Investments

Investments in equity shares which are publicly traded or where the fair value can be measured reliably are initially measured at fair value, with changes in fair value recognised in profit or loss. Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Interest income on debt securities, where applicable, is recognised in income using the effective interest method. Dividends on equity securities are recognised in income when receivable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Motion Finance Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Dividends

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.

Motion Finance Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

3 Tangible assets

	Long leasehold land and buildings £	Plant and machinery £	Motor vehicles £	Total £
Cost or valuation				
At 1 April 2017	2,150,000	2,611,943	40,642	4,802,585
Additions	-	83,128	-	83,128
Disposals	-	-	(40,642)	(40,642)
At 31 March 2018	<u>2,150,000</u>	<u>2,695,071</u>	<u>-</u>	<u>4,845,071</u>
Depreciation				
At 1 April 2017	135,450	2,518,370	30,974	2,684,794
Charge for the year	19,730	34,850	2,085	56,665
Eliminated on disposal	-	-	(33,059)	(33,059)
At 31 March 2018	<u>155,180</u>	<u>2,553,220</u>	<u>-</u>	<u>2,708,400</u>
Carrying amount				
At 31 March 2018	<u>1,994,820</u>	<u>141,851</u>	<u>-</u>	<u>2,136,671</u>
At 31 March 2017	<u>2,014,550</u>	<u>93,573</u>	<u>9,668</u>	<u>2,117,791</u>

Included within the net book value of land and buildings above is £1,994,820 (2017 - £2,014,550) in respect of long leasehold land and buildings.

4 Investments

	2018 £	2017 £
Investments in subsidiaries	<u>2</u>	<u>2</u>
Subsidiaries		£
Cost or valuation		
At 1 April 2017		<u>2</u>
Provision		
Carrying amount		
At 31 March 2018		<u>2</u>
At 31 March 2017		<u>2</u>

Motion Finance Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

Details of undertakings

Details of the investments in which the company holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Registered office	Holding	Proportion of voting rights and shares held	
			2018	2017
Subsidiary undertakings				
Vertik-AI Limited	England & Wales	Ordinary	100%	100%

The principal activity of Vertik-AI Limited is powder coaters and metal finishers

The profit for the financial period of Vertik-AI Limited was £612,009 and the aggregate amount of capital and reserves at the end of the period was £2,768,646.

5 Debtors

	Note	2018 £	2017 £
Amounts owed by group undertakings and undertakings in which the company has a participating interest	10	20,017	133,486
Other debtors		35,968	1,775
		<u>55,985</u>	<u>135,261</u>

6 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Trade creditors		-	2,025
Amounts owed to group undertakings and undertakings in which the company has a participating interest	10	294,148	727,879
Accruals and deferred income		1,482	38,000
Other creditors		-	95,018
		<u>295,630</u>	<u>862,922</u>

Motion Finance Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

7 Share capital

Allotted, called up and fully paid shares

	2018		2017	
	No.	£	No.	£
Ordinary of £1 each	<u>140,000</u>	<u>140,000</u>	<u>140,000</u>	<u>140,000</u>

8 Dividends

	2018 £	2017 £
Interim dividend of £5.00 (2017 - £0.85) per ordinary share	<u>700,000</u>	<u>118,518</u>

9 Financial commitments, guarantees and contingencies

Amounts not provided for in the balance sheet

The total amount of financial commitments not included in the balance sheet is £1,157,432 (2017 - £1,894,833). There is a fixed and floating charge held over the assets of the company due to a cross guarantee in relation to loans held in the ultimate parent company, Allumette Limited.

10 Related party transactions

Summary of transactions with parent

Allumette Limited

During the period the company paid management charges of £600,000 and dividend paid of £700,000 to Allumette Limited.

There were no amounts outstanding to this company at the year end.

Summary of transactions with subsidiaries

Vertik-al Limited

During the year the company had the following transactions with Vertik-al Limited:

Management charges received of £600,000 (2017: £500,000)

Rent received of £33,000 (2017: £33,000)

Dividend received of £700,000 (2017: £nil)

At the year end the company owed £294,148 (2017: £716,601) to Vertik-al Limited.

Motion Finance Limited

Notes to the Financial Statements for the Year Ended 31 March 2018

Summary of transactions with other related parties

Ikon Aluminium Systems Limited (Fellow subsidiary company)

There were no transactions during the year with Ikon Aluminium Systems Limited.

At the balance sheet date the amount due from Ikon Aluminium Systems Limited was £20,017 (2017: £272,315 owed to Ikon Aluminium Systems Limited).

11 Parent and ultimate parent undertaking

The company's immediate parent is Allumette Limited, incorporated in England & Wales.

The most senior parent entity producing publicly available financial statements is Allumette Limited. These financial statements are available upon request from Yardley Brook Industrial Park, Lea Ford Road, Shard End, Birmingham B33 9TX

12 Disclosure under Section 444(5B) of the Companies Act 2006

The independent Auditors' Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report on 29 June 2018 was Michelle Vincent, who signed for and on behalf of HCB Accountants LLP.