

TRIO MOTION TECHNOLOGY LIMITED

Financial Statements

for the Year Ended 31st December 2017



TRIO MOTION TECHNOLOGY LIMITED

Contents of the Financial Statements
for the Year Ended 31st December 2017

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

TRIO MOTION TECHNOLOGY LIMITED

Company Information
for the Year Ended 31st December 2017

DIRECTORS:

C Backhouse
R D Bamforth
B Han
W Qian
K Wu

REGISTERED OFFICE:

Shannon Way
Ashchurch
Tewkesbury
Gloucestershire
GL20 8ND

REGISTERED NUMBER:

02169624 (England and Wales)

AUDITORS:

Davies Mayers Barnett Audit Services
Statutory Auditors
Pillar House
113/115 Bath Road
Cheltenham
Gloucestershire
GL53 7LS

TRIO MOTION TECHNOLOGY LIMITED (REGISTERED NUMBER: 02169624)


Balance Sheet
31st December 2017

	Notes	2017 £	2016 £
FIXED ASSETS			
Tangible assets	5	510,060	535,002
Investments	6	<u>176,073</u>	<u>176,073</u>
		<u>686,133</u>	<u>711,075</u>
 CURRENT ASSETS			
Stocks		1,156,381	1,046,374
Debtors	7	1,523,008	757,000
Cash at bank		<u>81,603</u>	<u>989,860</u>
		2,760,992	2,793,234
CREDITORS			
Amounts falling due within one year	8	<u>(837,321)</u>	<u>(626,338)</u>
NET CURRENT ASSETS		<u>1,923,671</u>	<u>2,166,896</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,609,804	2,877,971
PROVISIONS FOR LIABILITIES	9	<u>(50,734)</u>	<u>(79,003)</u>
NET ASSETS		<u>2,559,070</u>	<u>2,798,968</u>
 CAPITAL AND RESERVES			
Called up share capital	10	107,000	100,000
Share premium		65,800	-
Retained earnings		<u>2,386,270</u>	<u>2,698,968</u>
SHAREHOLDERS' FUNDS		<u>2,559,070</u>	<u>2,798,968</u>

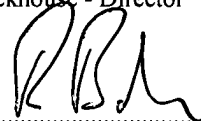
The financial statements have been prepared and delivered in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

In accordance with Section 444 of the Companies Act 2006, the Profit and Loss Account has not been delivered.

The financial statements were approved by the Board of Directors on 13 Sept 2018 and were signed on its behalf by:



.....
C Backhouse - Director



.....
R D Bamforth - Director

The notes form part of these financial statements

TRIO MOTION TECHNOLOGY LIMITED

Notes to the Financial Statements **for the Year Ended 31st December 2017**

1. STATUTORY INFORMATION

Trio Motion Technology Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. STATEMENT OF COMPLIANCE

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

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared on a going concern basis, under the historical cost basis except for the modification to a fair value basis where specified.

Preparation of consolidated financial statements

The financial statements contain information about Trio Motion Technology Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 400 of the Companies Act 2006 from the requirements to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its ultimate parent, Estun Automation Co Limited, 16 Shuige Road, Nanjing, China, 211106.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

TRIO MOTION TECHNOLOGY LIMITED

Notes to the Financial Statements - continued **for the Year Ended 31st December 2017**

3. ACCOUNTING POLICIES - continued

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover from the sale of goods is recognised when goods are delivered and legal title has passed.

Foreign currencies

Transactions in currencies other than the functional currency are recognised at the rate of exchange on the date the transaction occurred. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items that are measured at historic cost in a foreign currency are not retranslated. Exchange differences are recognised in profit or loss the period in which they arise.

Leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Employee benefits

The company provides a range of benefits to employees, including defined contribution pension plans and sharebased payments.

Defined contribution pension plans

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Share-based payments

Certain employees of the company have been granted options over the shares of the company. Equity settled arrangements are measured at fair value (excluding the effect of non-market based vesting conditions) at the date of the grant. The fair value is expensed on a straight-line basis over the vesting period. The amount recognised as an expense is adjusted to reflect the actual number of shares or options which will vest.

Exemption has been taken from applying FRS 102 Section 26 Share-based Payments for grants prior to the start of the reporting period.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Taxation

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

Deferred tax balances are recognised in respect of timing differences that have originated but not reversed by the balance sheet date.

Current and deferred tax are determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

TRIO MOTION TECHNOLOGY LIMITED

Notes to the Financial Statements - continued **for the Year Ended 31st December 2017**

3. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets are stated at cost or valuation less accumulated depreciation and accumulated impairment losses.

Cost includes purchase cost and other costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets other than freehold land at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Buildings	-	Straight line over 50 years
Plant & machinery etc.	-	Straight line over 3 - 8 years

Fixed asset investments

Investments in subsidiaries are accounted for at cost less accumulated impairment losses.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred, where relevant, in bringing stock to its present location and condition.

Short term debtors and creditors

Short term debtors and creditors with no stated interest rate are recorded at transaction price. Any losses arising from impairment are recognised in profit or loss.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in profit or loss unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Provisions

Provisions are recognised when the company has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

4. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 24 (2016 - 22).

TRIO MOTION TECHNOLOGY LIMITED

Notes to the Financial Statements - continued
for the Year Ended 31st December 2017

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1st January 2017	640,718	206,651	847,369
Additions	<u>-</u>	<u>13,196</u>	<u>13,196</u>
At 31st December 2017	<u>640,718</u>	<u>219,847</u>	<u>860,565</u>
DEPRECIATION			
At 1st January 2017	162,518	149,849	312,367
Charge for year	<u>9,785</u>	<u>28,353</u>	<u>38,138</u>
At 31st December 2017	<u>172,303</u>	<u>178,202</u>	<u>350,505</u>
NET BOOK VALUE			
At 31st December 2017	<u>468,415</u>	<u>41,645</u>	<u>510,060</u>
At 31st December 2016	<u>478,200</u>	<u>56,802</u>	<u>535,002</u>

6. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1st January 2017 and 31st December 2017	<u>176,073</u>
NET BOOK VALUE	
At 31st December 2017	<u>176,073</u>
At 31st December 2016	<u>176,073</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	294,166	429,289
Amounts owed by group undertakings	914,705	213,458
Other debtors	<u>314,137</u>	<u>114,253</u>
	<u>1,523,008</u>	<u>757,000</u>

Other debtors includes a deferred tax asset of £19,950 (2016: £Nil) (note 10 refers).

TRIO MOTION TECHNOLOGY LIMITED

Notes to the Financial Statements - continued
for the Year Ended 31st December 2017

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Trade creditors	432,293	331,405
Taxation and social security	31,474	129,496
Other creditors	<u>373,554</u>	<u>165,437</u>
	<u><u>837,321</u></u>	<u><u>626,338</u></u>

9. PROVISIONS FOR LIABILITIES

	2017	2016
	£	£
Deferred tax		
Accelerated capital allowances	-	34,050
Other provisions	<u>50,734</u>	<u>44,953</u>
	<u><u>50,734</u></u>	<u><u>79,003</u></u>

	Deferred tax £	Other provisions £
Balance at 1st January 2017	34,050	44,953
(Credit)/ charge to profit and loss account during year	<u>(54,000)</u>	<u>5,781</u>
Balance at 31st December 2017	<u><u>(19,950)</u></u>	<u><u>50,734</u></u>

At 31st December 2017, a deferred tax asset has been recognised relating to timing differences on tax deductible expenses. It is expected that these expenses will be deductible in the foreseeable future. All movements on the deferred tax liability/ asset have been credited to the profit and loss account as part of the tax charge for the year.

10. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2017	2016
Number:	Class:	Nominal value:	£	£
1,070,000	Ordinary shares	£0.10	<u><u>107,000</u></u>	<u><u>100,000</u></u>

70,000 Ordinary shares of £0.10 each were allotted as fully paid at a premium of 94p per share during the year.

TRIO MOTION TECHNOLOGY LIMITED

Notes to the Financial Statements - continued **for the Year Ended 31st December 2017**

11. DISCLOSURE UNDER SECTION 444(SB) OF THE COMPANIES ACT 2006

The Report of the Auditors was qualified on the following basis:

Basis for qualified opinion on financial statements

Under the Companies Act 2006, the company was exempt from audit for the year ended 31st December 2016. As a consequence, the financial statements of the company for the year ended 31st December 2016, which form the basis for the corresponding figures presented in the current period's financial statements were unaudited. The directors are no longer able to take advantage of the exemption from audit available under section 477 of the Companies Act 2006 for the year ended 31st December 2017.

As we were not appointed to act for the company until 7th June 2017, we were unable to obtain sufficient appropriate evidence with respect to the closing stock balance at 31st December 2016 of £1,046,374. Owing to the nature of the company's records, we were unable to obtain sufficient appropriate audit evidence regarding the stock quantities by using other audit procedures. We have therefore been unable to determine whether adjustments might have been necessary in respect of the profit reported for the year ended 31st December 2017.

Claire Clift (Senior Statutory Auditor)
for and on behalf of Davies Mayers Barnett Audit Services

12. OTHER FINANCIAL COMMITMENTS

As at 31st December 2017, the company had total guarantees, contingencies and commitments of £29,927 (2016: £nil).

13. SHARE-BASED PAYMENT TRANSACTIONS

On 23rd March 2017, Dynacon Industrial Limited acquired the entire share capital of Trio Motion Technology Limited. On this date, the following EMI options were exercised.

Grant date	5th July 2010
Exercise price	£1.04 per share
Number of shares	70,000
Number of employees involved	4

Following the above exercise, there are no remaining options outstanding.

14. RELATED PARTY DISCLOSURES

These financial statements are included within the consolidated financial statements of the ultimate parent company, Estun Automation Co Limited. Estun Automation Co Limited is a company registered in China. The company's registered office is 16 Shuige Road, Nanjing, China, 211106.