

FYLDE MICRO LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

Company Registration Number 04782865



FYLDE MICRO LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2017

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 March 2017.

PRINCIPAL ACTIVITY

The principal activity of the company is that of the design and manufacture of electronic equipment.

RESULTS AND DIVIDENDS

The results for the period are set out on page 2. The Directors do not recommended the payment of a final dividend.

DIRECTORS

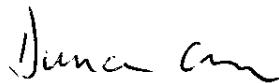
The directors who served during the period were as follows:

Gordon Watling	(On extended leave of absence since 12 September 2016)
Steve Barber	(Appointed on 11 September 2017)
Duncan Crouch	(Appointed on 11 September 2017)
Richard Smith	(Resigned on 28 September 2017)

Registered office:

9000 Cambridge Research Park
Beach Drive
Waterbeach
Cambridgeshire
CB25 9TL

Signed by order of the Board on 15 December 2017



Duncan Crouch
Director

FYLDE MICRO LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2017

	<u>Notes</u>	<u>Year ended</u> <u>31 March 2017</u>	<u>15 months ended</u> <u>31 March 2016</u>
		£	£
Turnover	2	-	405,518
Cost of sales		-	(126)
Gross profit		-	405,392
Administrative expenses		325,738	(1,144,359)
Operating profit (loss)	3	325,738	(738,967)
Interest receivable and similar income		-	85
Interest payable and similar charges		-	-
Profit (loss) on ordinary activities before taxation		325,738	(738,882)
Tax on profit (loss) on ordinary activities	6	-	-
Profit (loss) for the period		325,738	(738,882)
Retained profit brought forward		(335,156)	403,726
Reserve movements		-	-
Retained loss carried forward		<u>(9,418)</u>	<u>(335,156)</u>

There are no recognised gains and losses other than the result for the year

All of the activities of the company are classed as continuing.

The notes on pages 5 to 9 form an integral part of these financial statements.

FYLDE MICRO LIMITED
COMPANY REGISTRATION NUMBER 04782865
BALANCE SHEET

	Notes	31 March 2017		31 March 2016	
		£	£	£	£
FIXED ASSETS					
Tangible assets	6		-		-
CURRENT ASSETS					
Debtors due within one year	7	155,502		456,722	
Cash at bank and in hand		<u>22,766</u>		<u>25,147</u>	
		178,268		481,869	
CREDITORS - amounts falling due within one year	8	<u>(187,543)</u>		<u>(816,882)</u>	
NET CURRENT (LIABILITIES) ASSETS			<u>(9,275)</u>		<u>(335,013)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			(9,275)		(335,013)
NET ASSETS			<u>(9,275)</u>		<u>(335,013)</u>
CAPITAL AND RESERVES					
Called up share capital	9		133		133
Capital redemption reserve	11		10		10
Profit and loss account	11		<u>(9,418)</u>		<u>(335,156)</u>
EQUITY SHAREHOLDERS' FUNDS	11		<u>(9,275)</u>		<u>(335,013)</u>

The notes on pages 5 to 9 form an integral part of these financial statements.

FYLDE MICRO LIMITED
COMPANY REGISTRATION NUMBER 04782865
BALANCE SHEET (Continued)

Audit exemption statement

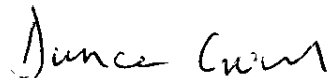
For the year ended 31 March 2017 the company was entitled to exemption from audit under section 479(A) of the Companies Act 2006 relating to subsidiary companies.

Directors' responsibilities

- (a) The members have not required the company to obtain an audit of its accounts in accordance with section 476 of the Companies Act 2006.
- (b) The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements were approved by the directors on *15 December 2017*
and are signed on their behalf by:

Duncan Crouch
Director



The notes on pages 5 to 9 form an integral part of these financial statements.

FYLDE MICRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2017

1. ACCOUNTING POLICIES

a) Basis of preparation

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

b) Cashflow statement

The Directors have taken advantage of the exemptions in Financial Reporting Standard No. 1 (revised) from including a cash flow statement in the financial statements on the grounds that the ultimate parent company publishes a consolidated cashflow statement including the cashflows of the Company.

c) Turnover

The turnover shown in the profit and loss account represents amounts receivable in respect of goods and services provided during the period, exclusive of value added tax.

d) Tangible fixed assets

Tangible fixed assets are recorded at historical cost together with any incidental costs of acquisition, less depreciation and provisions for impairment.

Depreciation is provided at rates calculated to write off the cost of each asset, less its estimated residual value, over its expected useful life by equal annual installments.

The principal rates presently used are:

Plant and machinery	25% reducing balance
Fixtures and fittings and equipment	25% reducing balance
Motor vehicles	25% reducing balance

e) Stock

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

f) Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over over the period of the lease.

FYLDE MICRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2017 (Continued)

5. TAX ON PROFIT (LOSS) ON ORDINARY ACTIVITIES

a) Taxation

	Year ended 31 March 2017 £	15 months ended 31 March 2016 £
Current tax:		
In respect of the year:		
UK Corporation Tax based on the result for the year at 20%	-	-
Adjustment in respect of prior years		
	-	-
Deferred tax:		
(Decrease) / increase in deferred tax provision	-	(1,275)
	-	(1,275)

b) Factors affecting the current tax charge

The tax assessed on the profit (loss) on ordinary activities for the year is higher than the standard rate of Corporation Tax in the UK of 20%.

	Year ended 31 March 2017 £	15 months ended 31 March 2016 £
Profit (loss) on ordinary activities before taxation	325,738	(738,882)
Profit (loss) on ordinary activities by rate of tax	65,148	(147,776)
Capital allowances in excess of depreciation	-	-
Other timing differences	(65,148)	147,776
Total current tax (note 5(a))	-	-

FYLDE MICRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2017 (Continued)

6. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
COST				
At the beginning of the period	79,077	1,408	33,500	113,985
Disposals	(79,077)	(1,408)	(33,500)	(113,985)
At the end of the period	-	-	-	-
DEPRECIATION				
At the beginning of the period	79,077	1,408	33,500	113,985
Disposals	(79,077)	(1,408)	(33,500)	(113,985)
At the end of the period	-	-	-	-
NET BOOK VALUE				
At the end of the period	-	-	-	-
At the beginning of the period	-	-	-	-

Included in the above were assets held under finance leases or hire purchase contracts as follows:

	31 March 2017		31 March 2016
Net book value £	Depreciation charge £	Net book value £	Depreciation charge £
-	-	-	1,495

7. DEBTORS

	31 March 2017	31 March 2017
	£	£
Trade debtors	-	32,919
Amounts due from fellow group undertakings	155,502	423,803
	155,502	456,722

FYLDE MICRO LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2017 (Continued)

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 March 2017	31 March 2016
	£	£
Trade creditors	-	633
Corporation tax	187,543	190,117
Accruals and deferred income	-	626,132
	<u>187,543</u>	<u>816,882</u>

9. CALLED UP SHARE CAPITAL

	31 March 2017	31 March 2016
	£	£
<u>Authorised, allotted, called-up and fully-paid</u> 1,331 Ordinary A shares of £0.10 each	<u>133</u>	<u>133</u>

10. FINANCIAL COMMITMENTS

At the end of each period the Company had annual commitments under operating leases in respect of land and buildings as follows:

	31 March 2017	31 March 2016
	£	£
Expiring in over five years	<u>70,000</u>	<u>70,000</u>

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	Share capital	Capital redemption reserve	Profit & loss account	Total equity shareholders' funds
	£	£	£	£
At the start of the year	133	10	(335,156)	(335,013)
Retained profit (loss) for the year	-	-	325,738	325,738
	<u>133</u>	<u>10</u>	<u>(9,418)</u>	<u>(9,275)</u>

12. RELATED PARTY TRANSACTIONS

The Company is a wholly owned subsidiary of Sepura Plc, a company registered in England and Wales with registered number 04353801. Sepura Plc prepares consolidated accounts which include the results of the Company, and Sepura Plc has given the Company a statutory guarantee against all of the outstanding liabilities of the Company at the end of the period.

The Company has taken advantage of the exemptions available to wholly-owned subsidiaries under FRS 8 "Related Party Disclosures" not to disclose transactions with other members of the Group.

Following the acquisition of Sepura Plc by Hytera Communications Corporation Limited, a company incorporated in the People's Republic of China, on 25 May 2017, the Directors consider Hytera Communications Corporation Limited to be the ultimate parent undertaking and Mr Chen Qingzhou, who is the majority voting rights holder in Hytera Communications Corporation Limited, to be the ultimate controlling party.