
MEDTRUM LTD

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

MEDTRUM LTD
REGISTERED NUMBER: 10208955

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

	Note	2018 £	2018 £	2017 £	2017 £
Fixed assets					
Tangible assets	5		3,629		1,245
			<u>3,629</u>		<u>1,245</u>
Current assets					
Stocks		265,386		106,201	
Debtors: amounts falling due within one year	6	635,293		108,126	
Cash at bank and in hand	7	91,586		53,465	
		<u>992,265</u>		<u>267,792</u>	
Creditors: amounts falling due within one year	8	(56,693)		(8,005)	
Net current assets			<u>935,572</u>		<u>259,787</u>
Total assets less current liabilities			<u>939,201</u>		<u>261,032</u>
Creditors: amounts falling due after more than one year	9		(1,515,230)		(340,076)
Net liabilities			<u>(576,029)</u>		<u>(79,044)</u>
Capital and reserves					
Called up share capital			100,000		100,000
Profit and loss account			(676,029)		(179,044)
			<u>(576,029)</u>		<u>(79,044)</u>

The director considers that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

MEDTRUM LTD
REGISTERED NUMBER: 10208955

STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 DECEMBER 2018

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 20 September 2019.

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C Yang
Director

The notes on pages 5 to 10 form part of these financial statements.

MEDTRUM LTD

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2018**

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 January 2018	100,000	(179,044)	(79,044)
Comprehensive income for the year			
Loss for the year	-	(496,985)	(496,985)
Total comprehensive income for the year	-	(496,985)	(496,985)
At 31 December 2018	<u>100,000</u>	<u>(676,029)</u>	<u>(576,029)</u>

The notes on pages 5 to 10 form part of these financial statements.

MEDTRUM LTD

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 July 2017	100,000	(106,479)	(6,479)
Comprehensive income for the period			
Loss for the period	-	(72,565)	(72,565)
Total comprehensive income for the period	-	(72,565)	(72,565)
At 31 December 2017	<u>100,000</u>	<u>(179,044)</u>	<u>(79,044)</u>

The notes on pages 5 to 10 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

1. General information

Medtrum Limited is a private company limited by shares and registered in England and Wales. The address of its registered office and principal place of business is Citibase Watford, 42-44 Clarendon Road, Watford, WD17 1JJ.

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 Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

The company shows net liabilities of £576,029 at the balance sheet date. The financial statements have been drawn up on a going concern basis on the assumption that the company's parent undertaking will continue to provide such financial support as the company requires to enable it to meet its liabilities when they fall due. The company has received assurance that such support will be provided.

Should such support be withdrawn, the company would be unable to continue trading and adjustments would have to be made to reduce the value of the assets to their recoverable amount and provide for any further liabilities that may arise.

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. Revenue represents amounts received from the manufacture of medical and dental instruments and supplies.

2.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

2. Accounting policies (continued)

2.4 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Fixtures and fittings	-	20%	straight line
Office equipment	-	33%	straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the statement of income and retained earnings.

2.5 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a weighted average cost basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

2. Accounting policies (continued)

2.6 Debtors

Short term debtors are measured at transaction price, less any impairment.

2.7 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

2.8 Financial instruments

The Company only enters into basic financial instruments 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 and loans to related parties.

2.9 Creditors

Short term creditors are measured at the transaction price.

2.10 Foreign currency translation

Functional and presentation currency

The Company's functional currency for its sales are US Dollars and Euro's. This differs from the presentational currency which is GBP. The reason for the difference is that it imports and exports many of the goods it sells.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of income and retained earnings except when deferred in other comprehensive income as qualifying cash flow hedges.

2.11 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to the statement of income and retained earnings on a straight line basis over the lease term.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

2. Accounting policies (continued)

2.12 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the statement of income and retained earnings when they fall due. Amounts not paid are shown in accruals as a liability in the statement of financial position. The assets of the plan are held separately from the Company in independently administered funds.

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 for assets and liabilities as at the reporting date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

The following are the company's key sources of estimation uncertainty:

Tangible assets

Tangible assets are depreciated over their useful lives taking into account residual values where appropriate. The actual lives of the assets and residual values are assessed annually and may vary depending upon a number of factors. In re-assessing the assets' lives, factors such as technological innovation, product life cycles and maintenance programmes are taken into account.

4. Employees

The average monthly number of employees, including directors, during the year was 7 (2017 - 1).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

5. Tangible fixed assets

	Fixtures and Fittings £	Office equipment £	Total £
Cost or valuation			
At 1 January 2018	200	1,508	1,708
Additions	-	3,939	3,939
At 31 December 2018	200	5,447	5,647
Depreciation			
At 1 January 2018	67	396	463
Charge for the year on owned assets	16	1,539	1,555
At 31 December 2018	83	1,935	2,018
Net book value			
At 31 December 2018	117	3,512	3,629
At 31 December 2017	133	1,112	1,245

6. Debtors

	2018 £	2017 £
Trade debtors	8,644	32,432
Other debtors	616,635	69,647
Prepayments and accrued income	10,014	6,047
	635,293	108,126

7. Cash and cash equivalents

	2018 £	2017 £
Cash at bank and in hand	91,586	53,465
	91,586	53,465

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

8. Creditors: Amounts falling due within one year

	2018 £	2017 £
Trade creditors	35,279	-
Other taxation and social security	12,304	1,926
Other creditors	3,002	-
Accruals and deferred income	6,108	6,079
	<u>56,693</u>	<u>8,005</u>

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

	2018 £	2017 £
Other creditors	1,515,230	340,076
	<u>1,515,230</u>	<u>340,076</u>

10. Related party transactions

During the year, the key management personnel remuneration was nil (2017: nil). The following were the transactions with entities under common control.

2018 Sales £	2018 Purchases £	2018 Balance £	2017 Balance £
181,250	460,221	(931,546)	(340,076)
<u>181,250</u>	<u>460,221</u>	<u>(931,546)</u>	<u>(340,076)</u>

11. Controlling party

The ultimate controlling party is Medtrum Technologies Inc. through its 100% share holding of the issued share capital of the company.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.