

Registration number: 3215313

MoTeC (Europe) Limited

Annual Report and Financial Statements

for the Year Ended 30 June 2018

Critchleys Audit LLP
Registered Auditors
Beaver House
23 - 38 Hythe Bridge Street
Oxford
OX1 2EP



MoTeC (Europe) Limited

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MoTeC (Europe) Limited

Company Information

Directors	P M Morriss
Registered office	MoTeC Europe Limited Unit 12 - 14 Twyford Mill Industrial Estate Oxford Road Adderbury Oxfordshire OX17 3SX
Bankers	NatWest Elms Court Botley Oxford OX2 9NA
Auditors	Critchleys Audit LLP Registered Auditors Beaver House 23 - 38 Hythe Bridge Street Oxford OX1 2EP

MoTeC (Europe) Limited

(Registration number: 3215313)
Balance Sheet as at 30 June 2018

	Note	2018 £	2017 £
Fixed assets			
Tangible assets	4	15,736	12,515
Current assets			
Stocks		321,816	235,060
Debtors	5	461,460	381,052
Cash at bank and in hand		532,525	638,487
		<u>1,315,801</u>	<u>1,254,599</u>
Creditors: Amounts falling due within one year	6	<u>(344,370)</u>	<u>(504,153)</u>
Net current assets		<u>971,431</u>	<u>750,446</u>
Net assets		<u>987,167</u>	<u>762,961</u>
Capital and reserves			
Called up share capital		100	100
Profit and loss account		<u>987,067</u>	<u>762,861</u>
Total equity		<u>987,167</u>	<u>762,961</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 director on 19/6/19



P M Morriss

Director

MoTeC (Europe) Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

1 General information

The company is a private company limited by share capital, incorporated in United Kingdom.

The address of its registered office is:

MoTeC Europe Limited
Unit 12 - 14 Twyford Mill Industrial Estate
Oxford Road
Adderbury
Oxfordshire
OX17 3SX

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £1.

The principal activity of the company is the importation and sale of electronic engine management systems.

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.

Audit report

The Independent Auditor's Report was unqualified. The name of the Senior Statutory Auditor who signed the audit report on 24 June 2019 was Andrew Rodzynski, who signed for and on behalf of Critchleys Audit LLP.

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 current 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.

MoTeC (Europe) Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

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.

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 improvements	10% reducing balance
Plant and machinery	33.3% straight line basis
Motor vehicles	25% reducing balance

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.

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.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are 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.

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.

MoTeC (Europe) Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

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.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including the director) during the year, was 9 (2017 - 7).

MoTeC (Europe) Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

4 Tangible assets

	Leasehold improvements £	Furniture, fittings and equipment £	Motor vehicles £	Total £
Cost or valuation				
At 1 July 2017	68,746	155,805	15,000	239,551
Additions	-	8,171	-	8,171
At 30 June 2018	68,746	163,976	15,000	247,722
Depreciation				
At 1 July 2017	64,878	150,213	11,945	227,036
Charge for the year	387	3,799	764	4,950
At 30 June 2018	65,265	154,012	12,709	231,986
Carrying amount				
At 30 June 2018	3,481	9,964	2,291	15,736
At 30 June 2017	3,868	5,592	3,055	12,515

5 Debtors

	2018 £	2017 £
Trade debtors	405,619	344,511
Prepayments	15,105	20,921
Other debtors	40,736	15,620
	<u>461,460</u>	<u>381,052</u>

6 Creditors

Creditors: amounts falling due within one year

	Note	2018 £	2017 £
Due within one year			
Trade creditors		5,901	46,740
Amounts owed to group undertakings and undertakings in which the company has a participating interest		237,811	406,364
Taxation and social security		27,358	-
Accruals and deferred income		21,434	3,515
Other creditors		51,866	47,534
		<u>344,370</u>	<u>504,153</u>

MoTeC (Europe) Limited

Notes to the Financial Statements for the Year Ended 30 June 2018

7 Financial commitments, guarantees and contingencies

Operating lease commitments

The total amount of financial commitments not included in the balance sheet is £147,058 (2017 - £45,531).

8 Parent and ultimate parent undertaking

The company's immediate and ultimate parent company is MoTeC Holdings Pty Ltd, incorporated in Australia

The ultimate controlling party is P M Morriss by virtue of his majority shareholding in MoTeC Holdings Pty Ltd.