

REGISTERED NUMBER: 09725607 (England and Wales)

**Annual Report and
Unaudited Financial Statements for the Year Ended 31 December 2018
for
Maxam Tire Solutions Limited**



Maxam Tire Solutions Limited (Registered number: 09725607)

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for the Year Ended 31 December 2018**

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Maxam Tire Solutions Limited (Registered number: 09725607)

**Company Information
for the Year Ended 31 December 2018**

DIRECTORS: Mr C Huang
Mrs Z Yu

SECRETARY: Intertrust (UK) Limited

REGISTERED OFFICE: Vienna House International Square
Birmingham International Park
Bickenhill Lane
B37 7GN

REGISTERED NUMBER: 09725607 (England and Wales)

Maxam Tire Solutions Limited (Registered number: 09725607)

**Report of the Directors
for the Year Ended 31 December 2018**

The directors present their report with the financial statements of the Company for the year ended 31 December 2018.

PRINCIPAL ACTIVITIES

The principal activity of the Company for the year under review was for the distribution of off the road tyres.

DIRECTORS

The directors of the company, who were in office during the year and up to the date of signing the financial statements, were:

Mrs Z Yu
Mr C Huang

Other changes in directors holding office are as follows:

Mr W West ceased to be a director on 31 October 2018
Ms M Bamford ceased to be a director on 28 December 2018
Mr M Lumb ceased to be a director on 14 June 2019

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006.

The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ON BEHALF OF THE BOARD:


Mrs Z Yu
Director

Date: 4 July 2019

Maxam Tire Solutions Limited (Registered number: 09725607)

**Income Statement
for the Year Ended 31 December 2018**

	Note	2018 £	2017 £
CONTINUING OPERATIONS			
Turnover		2,600,764	2,476,791
Administrative expenses		<u>(2,674,309)</u>	<u>(2,288,694)</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	<u>(73,545)</u>	<u>188,097</u>
Tax on profit on ordinary activities	3	<u>(12,156)</u>	<u>(41,553)</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u><u>(85,701)</u></u>	<u><u>146,544</u></u>

There are no other comprehensive expenses or income other than as included in the loss for the current and prior years and therefore a separate statement of comprehensive income is not presented.

The accompanying notes form an integral part of these financial statements

Maxam Tire Solutions Limited (Registered number: 09725607)

**Statement of Financial Position
as at 31 December 2018**

		2018 £	2017 £
	Note		
ASSETS			
CURRENT ASSETS			
Trade and other receivables	4	1,409,354	1,163,637
Prepayments and accrued income		30,443	38,688
Cash at bank	5	115,180	89,087
TOTAL ASSETS		<u>1,554,977</u>	<u>1,291,412</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade payables: amounts falling due within one year	6	(1,490,205)	(1,140,939)
TOTAL LIABILITIES		<u>(1,490,205)</u>	<u>(1,140,939)</u>
NET ASSETS		<u>64,772</u>	<u>150,473</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT			
Called up share capital	7	1	1
Retained earnings	8	64,771	150,472
TOTAL EQUITY		<u>64,772</u>	<u>150,473</u>

The company is entitled to exemption from audit under section 477 of the Companies Act 2006 for the Year Ended 31 December 2018.

The members have not required the company to obtain an audit of its financial statements for the Year Ended 31 December 2018 in accordance with Section 476 of the Companies Act 2006

The directors' acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the companies act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements on pages 3 to 8 were approved by the Board of Directors and authorised for issue on 4 July 2019 and were signed on its behalf by:



Mrs Z Yu
Director

Registered number: 09725607

The accompanying notes form an integral part of these financial statements

Maxam Tire Solutions Limited (Registered number: 09725607)

**Statement of Changes in Equity
as at 31 December 2018**

	Note	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2017		<u>1</u>	<u>3,928</u>	<u>3,929</u>
Issue of share capital		-	-	-
Profit for the financial year		-	<u>146,544</u>	<u>146,544</u>
Balance at 31 December 2017		<u>1</u>	<u>150,472</u>	<u>150,473</u>
Issue of share capital	7	-	-	-
Loss for the financial year	8	-	<u>(85,701)</u>	<u>(85,701)</u>
Balance at 31 December 2018		<u>1</u>	<u>64,771</u>	<u>64,772</u>

The accompanying notes form an integral part of these financial statements

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

1 ACCOUNTING POLICIES

Basis of preparation

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 11 Financial Instruments paragraphs 11.39 to 11.48A;
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.29;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Pension costs and other post-retirement benefits

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.

2 OPERATING LOSS

The operating loss is stated after charging/(crediting):

	2018	2017
	£	£
Operating Income	(2,600,764)	(2,476,791)
Foreign Exchange Gain	(20,160)	1,138
Salaries & Wages	690,125	331,468
Administrative Expense	1,905,890	1,682,919
Directors Remuneration	98,453	273,169
	<u>(73,544)</u>	<u>188,097</u>

3 TAXATION

Analysis of the tax charge

The tax charge on ordinary activities for the year was as follows:

	2018	2017
	£	£
Current tax:		
Tax on ordinary activities	<u>(12,156)</u>	<u>(41,553)</u>

Maxam Tire Solutions Limited (Registered number: 09725607)

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2018**

4 TRADE AND OTHER RECEIVABLES

	2018 £	2017 £
Amounts falling due within one year:		
Amounts owed by group undertakings	1,250,554	1,059,755
Trade receivables	6,354	-
Other receivables	152,446	103,882
	<u>1,409,354</u>	<u>1,163,637</u>

5 CASH AND CASH EQUIVALENTS

	2018 £	2017 £
Cash at bank and in hand	<u>115,180</u>	<u>89,087</u>

6 TRADE AND OTHER PAYABLES FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Trade creditors	(166,238)	(72,240)
Corporate Income Tax Payable	(55,019)	(42,863)
Employee Benefits Payable	(295,663)	(33,006)
Amounts owed to group undertakings	(973,285)	(992,830)
	<u>(1,490,205)</u>	<u>(1,140,939)</u>

7 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:				2018	2017
Number:	Class:	Nominal value:		£	£
1	Ordinary	1		<u>1</u>	<u>1</u>
				<u>1</u>	<u>1</u>

8 RESERVES

	Called up share capital £	Retained earnings £	Totals £
At 1 January 2018	1	150,472	150,473
Profit for the year	-	(85,701)	(85,701)
Shares issued	-	-	-
At 31 December 2018	<u>1</u>	<u>64,771</u>	<u>64,772</u>

9 ULTIMATE PARENT COMPANY

The company is a 100% owned subsidiary of Maxam Tire International Limited., a Hong Kong corporation. Maxam Tire Solutions Limited and Maxam Tire International Limited are part of an international group, controlled by Sailun Jinyu Group Co. Ltd, a Chinese publically listed corporation.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2018

10 RELATED PARTY DISCLOSURES

	2018	2017
	£	£
The intercompany balances owed by/(to) the company consists of:		
Maxam Tire International Limited	(356,855)	582,427
Seatex Rubber Limited	(186,259)	(762,670)
Maxam Tire International S.A.R.L	21,378	(73,762)
Maxam Tire North America Inc.	19,297	-
Maxam Holdings S.A.R.L	1,108,434	-
SJI North America Inc.	(430,170)	-
Maxam Tire Solutions Co., Limited	101,444	-
	<u>277,269</u>	<u>(254,005)</u>

Transactions with related companies are mainly attributable to management services and start-up costs.
Related party transactions in the normal course of business are measured at the exchange amount.
All of the related party balances are non-interest bearing do not carry fixed date of repayment and are due on demand.