

Registered number: 02145693

FAURECIA MIDLANDS LIMITED

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

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FAURECIA MIDLANDS LIMITED

COMPANY INFORMATION

Directors	Olivier Durand Gabriele Herzog
Registered number	02145693
Registered office	Cherwell III Middleton Close Banbury Oxfordshire OX16 4RS
Company Secretary	Jordan Company Secretaries Limited First Floor Templebeck 10 Templebeck Bristol BS1 6FL
Independent auditors	Ernst & Young LLP No. 1 Colmore Square Birmingham B4 6HQ
Bankers	HSBC 8 Canada Square London E14 5XL
Solicitors	Eversheds LLP London EC2V 7WS

FAURECIA MIDLANDS LIMITED

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FAURECIA MIDLANDS LIMITED

**STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2017**

Introduction

The directors present their annual report and the audited financial statements for the year ended 31 December 2017

Faurecia Midlands Ltd is part of the Faurecia Group of companies ("the Group").

The Company has ceased to trade, however it continues to contribute to the Peugeot Main Plan Pension Scheme.

Business review

The loss for the year, before taxation was £378,566 (2016: loss of £41,829).

Principal risks and uncertainties

Due to the cessation of trade, the only risk and uncertainty relates to future contributions payable to the pension scheme.

This report was approved by the board on

8th July 2018

and signed on its behalf.



Gabriele Herzog

Director

Company registration number: 02145693

FAURECIA MIDLANDS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2017

The directors present their report and the financial statements for the year ended 31 December 2017.

Directors' responsibilities statement

The directors are responsible for preparing the Strategic report, the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 'Reduced Disclosure Framework'. 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 to enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

Results and dividends

The loss for the year, after taxation, amounted to £340,092 (2016 - loss £25,285).

The directors do not recommend the payment of a dividend (2016 : £nil).

Directors

The directors who served during the year were:

Olivier Durand (appointed 10 July 2017)
Gabriele Herzog (appointed 10 July 2017)
Adel Ibrahim (resigned 10 July 2017)
Guillaume Legras (resigned 10 July 2017)

Disclosure of information to auditors

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

FAURECIA MIDLANDS LIMITED

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2017**

Going concern

The directors are currently considering the future of Faurecia Midlands Limited. As a result of the cessation of Company's principle trading activity in 2006, the accounts have not been prepared on a going concern basis. Adjustments have been made to the accounts to write down assets to their recoverable amount and to recognise any additional liabilities; other than the liability which would arise in respect of a pension scheme buyout (as described in note 14), which require recognition in the absence of the going concern assumption.

Qualifying third party indemnity provisions

The Company has granted an indemnity to one or more of its directors against liability in respect of proceedings brought by third parties, subject to the conditions set out in the Companies Act 2006. This qualifying third party indemnity provision remains in force as at the date of approval of the Directors' Report.

Auditors

The auditors, Ernst & Young LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board on

8th July 2018

and signed on its behalf.



Gabriele Herzog
Director

Company registration number: 02145693

FAURECIA MIDLANDS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF FAURECIA MIDLANDS LIMITED

Opinion

We have audited the financial statements of Faurecia Midlands Limited (the 'Company') for the year ended 31 December 2017, which comprise the Statement of comprehensive income, the Statement of financial position, the Statement of changes in equity and the related notes 1 to 15, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 101 "Reduced Disclosure Framework". The financial statements have been prepared on a basis other than that of going concern, as described in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the Company's affairs as at 31 December 2017 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report below. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty - possible contribution to multi-employer defined benefit pension scheme

In forming our opinion, which is not modified, we have considered the adequacy of the disclosures made in notes 11 and 14 to the financial statements concerning the possibility that the company could be required to make future contributions to the multi-employer defined benefit pension scheme, if as required under current pension regulations or if the Company's exit from the scheme gives rise to a statutory obligation based on a buy-out liability. The directors are unable to assess the Company's future liability and consequently no provision for any contribution the Company may be required to make has been recognised in the financial statements.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

FAURECIA MIDLANDS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF FAURECIA MIDLANDS LIMITED (CONTINUED)

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic report and the Directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic report or the Directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Directors' responsibilities statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

FAURECIA MIDLANDS LIMITED

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF FAURECIA MIDLANDS LIMITED
(CONTINUED)**

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Ernst & Young LLP

Andy Williams (Senior statutory auditor)

for and on behalf of
Ernst & Young LLP

Statutory auditor
Birmingham
B4 6HQ

Date: *9th July 2018*

FAURECIA MIDLANDS LIMITED

**INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2017**

	Note	2017 £	2016 £
Administrative expenses		(155,582)	(50,659)
Other operating income		-	91,548
Operating (loss)/profit	5	(155,582)	40,889
Interest payable and expenses	6	(222,984)	(82,718)
Loss before tax		(378,566)	(41,829)
Tax on loss	7	38,474	16,544
Loss for the financial year		(340,092)	(25,285)

There was no other comprehensive income for 2017 (2016:£NIL).

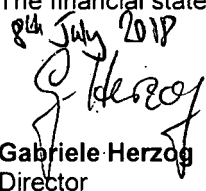
The notes on pages 11 to 18 form part of these financial statements.

FAURECIA MIDLANDS LIMITED
REGISTERED NUMBER: 02145693

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2017

	Note	2017 £	2016 £
Current assets			
Debtors: amounts falling due within one year	8	55,018	39,246
		<u>55,018</u>	<u>39,246</u>
Creditors: amounts falling due within one year	9	(7,002,298)	(6,593,811)
Net current liabilities		<u>(6,947,280)</u>	<u>(6,554,565)</u>
Total assets less current liabilities		<u>(6,947,280)</u>	<u>(6,554,565)</u>
Provisions for liabilities			
Other provisions	11	(78,971)	(131,594)
		<u>(78,971)</u>	<u>(131,594)</u>
Net liabilities		<u>(7,026,251)</u>	<u>(6,686,159)</u>
Capital and reserves			
Called up share capital	12	5,480,008	5,480,008
Profit and loss account		(12,506,259)	(12,166,167)
		<u>(7,026,251)</u>	<u>(6,686,159)</u>

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

8th July 2018

Gabriele Herzog
 Director

The notes on pages 11 to 18 form part of these financial statements.

FAURECIA MIDLANDS LIMITED

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

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 January 2017	5,480,008	(12,166,167)	(6,686,159)
Comprehensive income for the year			
Loss for the year	-	(340,092)	(340,092)
Total comprehensive expense for the year	-	(340,092)	(340,092)
At 31 December 2017	5,480,008	(12,506,259)	(7,026,251)

FAURECIA MIDLANDS LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 January 2016	5,480,008	(12,140,882)	(6,660,874)
Comprehensive income for the year			
Loss for the year	-	(25,285)	(25,285)
Total comprehensive expense for the year	-	(25,285)	(25,285)
At 31 December 2016	5,480,008	(12,166,167)	(6,686,159)

The notes on pages 11 to 18 form part of these financial statements.

FAURECIA MIDLANDS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

1. Authorisation of financial statements and statement of compliance with FRS 101

Faurecia Midlands Ltd is a private company limited by share capital incorporated and domiciled in England and Wales. The address of its registered office is Cherwell III, Middleton Close, Banbury, Oxfordshire, OX16 4RS.

These financial statements of Faurecia Midlands Ltd for the year ended 31 December 2017 were authorised for issue by the board of directors and the balance sheet was signed on the Board's behalf by Gabriele Herzog.

These financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 101 'Reduced Disclosure Framework' (FRS 101) and in accordance with applicable accounting standards. For the periods up to and including the year ended 31 December 2014, the Company prepared its financial statements in accordance with previously extant UK Generally Accepted Accounting Practice (UK GAAP).

The Company's financial statements are individual entity statements. They are presented in Sterling and all values are rounded to the nearest pound (£) except where otherwise indicated.

The principal accounting policies adopted by the Company are set out below:

1.1 Financial reporting standard 101 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions under FRS 101:

- the requirements of IFRS 7 Financial Instruments: Disclosures
- the requirements of paragraphs 91-99 of IFRS 13 Fair Value Measurement
- the requirement in paragraph 38 of IAS 1 'Presentation of Financial Statements' to present comparative information in respect of:
 - paragraph 79(a)(iv) of IAS 1;
- the requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D, 111 and 134-136 of IAS 1 Presentation of Financial Statements
- the requirements of IAS 7 Statement of Cash Flows
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- the requirements of paragraph 17 of IAS 24 Related Party Disclosures
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member.

1.2 Going concern

The directors are currently considering the future of Faurecia Midlands Limited. As a result of the cessation of Company's principle trading activity in 2006, the accounts have not been prepared on a going concern basis. Adjustments have been made to the accounts to write down assets to their recoverable amount and to recognise any additional liabilities, other than the liability which would arise in respect of a pension scheme buyout (as described in note 14), which require recognition in the absence of the going concern assumption.

FAURECIA MIDLANDS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

Accounting policies (continued)

1.3 Provisions for liabilities

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement of comprehensive income in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Statement of financial position date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of financial position.

1.4 Taxation

Tax is recognised in the Income statement, except that a change attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

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 income.

1.5 Deferred income tax

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the company.

Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date. Management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

Accounting policies (continued)

1.6 Pension costs

The Company participates in a multi-employer defined benefit pension scheme, the Peugeot Main Plan which requires contributions to be made to a separately administered fund.

The valuation used for the disclosures required by IAS 19 is the most recent full valuation performed by Deloitte Total Reward and Benefits Limited, carried out at 31 December 2016, consulting actuaries, is based on a full valuation dated 31 December 2016. This takes account of the requirements of IAS 19 in order to assess the liabilities of the schemes at 31 December 2017.

The directors consider it impracticable to identify the Company's share of the underlying assets of the scheme on a consistent and reliable basis. Therefore, in accordance with IAS 19, the contributions to the scheme are accounted for as if it were a defined contribution scheme and the employer contributions are charged to the profit and loss account on the basis of the contributions made.

However, from 1 August 2017, the Company was committed to paying an ongoing monthly rate of £14,334 (excluding employer contributions for the employees who remain in the scheme) per month, subject to review or potential immediate settlement. Given that only the amounts paid post year end are known with certainty, and, as the accounts are not being prepared on a going concern basis, all payments made post year end through to the date of approval of these financial statements, totalling £78,971 have been recognised in the period to 31 December 2017. Ongoing contributions are subject to review and therefore will be accounted for when known.

2. Judgments in applying accounting policies and key sources of estimation uncertainty

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet 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.

Deferred tax assets

Management's judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits, together with an assessment of the effect of future tax planning strategies.

3. Staff Costs

The Company has five employees who are seconded, in a manufacturing capacity, to other companies in the Group. Their costs are fully borne by the companies to which they are seconded.

4. Directors' remuneration

The directors did not receive any remuneration for their services to the Company as they are deemed to be incidental and not material to their role as part of Faurecia Group management.

FAURECIA MIDLANDS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

5. Operating (loss)/profit

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

	2017 £	2016 £
Auditors remuneration	<u>9,000</u>	<u>8,000</u>

6. Interest payable and similar charges

	2017 £	2016 £
Loans from group undertakings	<u>222,984</u>	<u>82,718</u>
	<u><u>222,984</u></u>	<u><u>82,718</u></u>

7. Taxation

	2017 £	2016 £
Group taxation relief	<u>(38,474)</u>	<u>(16,544)</u>
	<u>(38,474)</u>	<u>(16,544)</u>
Total current tax	<u><u>(38,474)</u></u>	<u><u>(16,544)</u></u>
Deferred tax		
Total deferred tax	<u><u>-</u></u>	<u><u>-</u></u>
Taxation on loss on ordinary activities	<u><u>(38,474)</u></u>	<u><u>(16,544)</u></u>

FAURECIA MIDLANDS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

7. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2016 - higher than) the standard rate of corporation tax in the UK of 19.25% (2016 - 20%). The differences are explained below:

	2017 £	2016 £
Loss on ordinary activities before tax	<u>(378,566)</u>	<u>(41,829)</u>
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 19.25% (2016 - 20%)	<u>(72,861)</u>	<u>(8,366)</u>
Effects of:		
Expenses not deductible for tax purposes	3,693	1,383
Deferred tax not recognised	30,694	-
Non taxable income	-	(9,561)
Total tax charge for the year	<u><u>(38,474)</u></u>	<u><u>(16,544)</u></u>

Factors that may affect future tax charges

A reduction in the UK corporation tax rate from 21% to 20% was substantively enacted on 1 April 2015. Further reductions to 19% (effective from 1 April 2017) and to 18% (effective 1 April 2020) were substantively enacted on 26 October 2015. A reduction to 17% (effective 1 April 2020) was subsequently announced in the Chancellor's 2016 budget and was substantively enacted on 6 September 2016.

This will reduce the company's future current tax charge accordingly.

FAURECIA MIDLANDS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

8. Debtors

	2017 £	2016 £
Amounts owed by group undertakings	55,018	39,246
	<u>55,018</u>	<u>39,246</u>

9. Creditors: Amounts falling due within one year

	2017 £	2016 £
Bank overdrafts	-	8
Amounts owed to group undertakings	6,891,132	6,418,078
Other taxation and social security	-	41,525
Accruals and deferred income	111,166	134,200
	<u>7,002,298</u>	<u>6,593,811</u>

The entity partakes in a group cash pooling arrangement.

10. Deferred taxation

A deferred tax asset of £1,997,202 (2016: £1,970,085) has not been recognised in the financial statements because the Company is no longer trading as a going concern and as such, the directors are not confident of its recoverability.

The unprovided deferred tax is as follows;

	2017 £	2016 £
Short term timing differences	13,425	22,371
Post cessation trade losses	1,983,777	1,947,714
	<u>1,997,202</u>	<u>1,970,085</u>

FAURECIA MIDLANDS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

11. Provisions

	Pension scheme £
At 1 January 2017	131,594
Charged to profit or loss	92,152
Utilised in year	(144,775)
At 31 December 2017	78,971

Pension scheme

A provision of £78,971 has been made as at 31 December 2017 in respect of contributions up to and including 12th June 2018 for the company's liability to the multi-employer pension scheme as per note 13.

12. Share capital

	2017 £	2016 £
Authorised, allotted, called up and fully paid		
5,480,008 Ordinary shares of £1 each	<u>5,480,008</u>	<u>5,480,008</u>

13. Pension Commitments

The Company participates in a multi-employer defined benefit pension scheme, the Peugeot Main Plan, which requires contributions to be made to a separately administered fund.

The valuation used for the disclosures required by IAS 19 is the most recent valuation performed by Towers Watson Limited, carried out at 27 April 2017, consulting actuaries, is based on a full valuation dated 5 April 2016. This takes account of the requirements of IAS 19 in order to assess the liabilities of the schemes at 31 December 2017.

The directors consider it impracticable to identify the Company's share of the underlying assets of the scheme on a consistent and reliable basis. Therefore, in accordance with IAS 19, the contributions to the scheme are accounted for as if it were a defined contribution scheme and the employer contributions are charged to the profit and loss account on the basis of the contributions made.

From 1 July 2017, the Company was committed to paying an ongoing monthly rate of £14,334 (excluding employer contributions for the employees who remain in the scheme) per month, subject to review or potential immediate settlement. Given that only the amounts paid post year end are known with certainty, and, as the accounts are not being prepared on a going concern basis, all payments made post year end through to the date of approval of these financial statements, totalling £78,971 have been recognised in the period to 31 December 2017. Ongoing contributions are subject to review and therefore will be accounted for when known.

As at 31 December 2017, The Peugeot Main Plan had a deficit of £36m (2016 : deficit of £36m).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

14. Contingent liabilities

As explained in note 13, the Company participates in a multi employer defined benefit pension scheme, the Peugeot Main Plan ("the Pension Fund"). The directors consider it impracticable to identify the Company's share of the underlying assets of the scheme on a consistent and reliable basis. Therefore, in accordance with IAS 19, the contributions to the scheme are accounted for as if it were a defined contribution scheme and the employer contributions are charged to the profit and loss account on the basis of the contributions made.

The directors have historically considered jointly with the management of Peugeot and the Pension Fund trustees how a deficit that may arise in the future on the Pension Fund should be funded. However, it is not currently practicable to estimate the Company's share of any future deficit.

Under current pension regulations, the Company's exit from the scheme would give rise to a statutory obligation based on a buy out liability. The Company has not announced or actioned an exit from the scheme.

At 31 December 2017 the pension scheme has a deficit as calculated on an accounting basis in accordance with IAS 19. However, on an actuarial basis or a buy out basis, the funding status of the scheme and the obligations of the Company in relation to any required funding are not known. As the Company has ceased trading and the accounts are prepared on a break up basis, this represents a material uncertainty related to the Company's obligations to the future funding requirements of its pension liability.

15. Controlling party

The Company's immediate parent company is Faurecia Automotive Seating UK Limited, a company incorporated in the United Kingdom.

In the directors' opinion, the Company's ultimate parent undertaking and controlling party is Faurecia SA, a company incorporated in France. Copies of its consolidated financial statements, are available from 2 Rue Hennape, 92735, France.