

Trina Solar LTD
Form 6-K
June 26, 2008
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SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 6-K

REPORT OF FOREIGN PRIVATE ISSUER

PURSUANT TO RULE 13a-16 OR 15d-16 OF

THE SECURITIES EXCHANGE ACT OF 1934

For the month of June 2008

Commission File Number: 001-33195

TRINA SOLAR LIMITED

No. 2 Tian He Road

Electronics Park, New District

Changzhou, Jiangsu 213031

People's Republic of China

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F:

Form 20-F Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1): _____

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Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7): _____

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes _____ No X

If Yes is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b):

82- N/A

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SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

TRINA SOLAR LIMITED

By: /s/ Jifan Gao

Name: Jifan Gao

Title: Chairman and Chief Executive Officer

Date: June 26, 2008

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Exhibit 99.1

Contact:

Trina Solar Limited

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Trina Solar Completed Computation of Fair Value

of Foreign Exchange Derivative

Changzhou, China June 26, 2008 Trina Solar Limited (NYSE: TSL) (Trina Solar or the Company), a leading integrated manufacturer of solar photovoltaic products from the production of ingots, wafers and cells to the assembly of PV modules, founded in 1997, today announced that, in connection with the preparation of its financial statements for the year ended December 31, 2007, the Company has completed the computation of the fair value of a foreign exchange derivative embedded in a material long-term silicon supply contract. This contract provides that the purchase price of the silicon to be acquired shall be denominated in U.S. dollars, which was not the functional currency of either of the contracting parties at the time the contract was entered into. The impact of the foreign exchange derivative was recorded as gain (loss) on change in fair value of derivative, a non-cash and non-operating item in the Company s consolidated statement of operations.

The following is a summary of the Company s unaudited consolidated statement of operations data for the three months ended March 31, June 30, September 30 and December 31, 2007 and March 31, 2008 and a summary of the Company s unaudited consolidated balance sheet data as of March 31, June 30, September 30 and December 31, 2007 and March 31, 2008. Such financial information is different from the financial information previously furnished to the Securities and Exchange Commission on Form 6-Ks due to adjustments made in connection with the embedded foreign exchange derivative computation. The Company has prepared the unaudited consolidated financial information on the same basis as its audited consolidated financial statements and in accordance with United States generally accepted accounting principles. Results for the quarterly financial information may not be indicative of the Company s full year results for 2008 or for future quarterly periods.

For the assumptions and details of the computation relating to the embedded foreign exchange derivative, see Item 5. Operating and Financial Review and Prospects Critical Accounting Policies included in the Company s annual report on Form 20-F for the fiscal year ended December 31, 2007. The Company s annual report was filed with the Securities and Exchange Commission on June 26, 2008. See Item 5. Operating and Financial Review and Prospects included in the Company s annual report on Form 20-F for trends and other factors that may influence its results of operations.

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| | For the Three Months Ended | | | | |
|---|----------------------------|------------------|-----------------------|----------------------|-------------------|
| | March 31, 2007 | June 30, 2007 | September 30, 2007 | December 31, 2007 | March 31, 2008 |
| | (in thousands) | | | | |
| Net revenues | \$ 42,548 | \$ 75,305 | \$ 82,573 | \$ 101,394 | \$ 120,671 |
| Cost of revenues | 33,040 | 61,090 | 65,980 | 73,796 | 89,595 |
| Gross profit | 9,508 | 14,215 | 16,593 | 27,598 | 31,076 |
| Selling expenses | 1,593 | 2,335 | 3,230 | 3,860 | 2,958 |
| General and administrative expenses | 2,671 | 3,354 | 5,820 | 6,533 | 7,165 |
| Research and development expenses | 776 | 439 | 612 | 978 | 749 |
| Total operating expenses | 5,040 | 6,128 | 9,662 | 11,371 | 10,872 |
| Income from continuing operations | 4,468 | 8,087 | 6,931 | 16,227 | 20,204 |
| Foreign exchange loss | | | | (1,440) | (4,001) |
| Interest expenses | (1,202) | (1,632) | (2,081) | (2,636) | (3,473) |
| Interest income | 392 | 563 | 1,494 | 2,362 | 1,240 |
| Gain (loss) on change in fair value of derivative | (1,692) | 170 | 534 | 1,842 | |
| Other expenses | (110) | 138 | 738 | 502 | (25) |
| Income from continuing operations before income taxes | 1,856 | 7,326 | 7,616 | 16,857 | 13,945 |
| Income tax (expenses) benefit | 1,158 | 55 | (15) | 509 | (1,072) |
| Net income from continuing operations | 3,014 | 7,381 | 7,601 | 17,366 | 12,873 |
| Gain (loss) from discontinued operations | 67 | (20) | 170 | 162 | |
| Income tax benefit (expense) | (18) | 7 | | | |
| Net income (loss) from discontinued operations | 49 | (13) | 170 | 162 | |
| Net income attributable to ordinary shareholders | \$ 3,063 | \$ 7,368 | \$ 7,771 | \$ 17,528 | \$ 12,873 |
| | As of | | | | |
| | March 31, 2007 | June 30, 2007 | September 30, 2007 | December 31, 2007 | March 31, 2008 |
| | (in thousands) | | | | |
| ASSETS | | | | | |
| Current assets: | | | | | |
| Cash and cash equivalents | \$ 28,582 | \$ 173,494 | \$ 92,892 | \$ 59,696 | \$ 38,210 |
| Restricted cash | 6,488 | 11,249 | 93,519 | 103,375 | 126,027 |
| Inventories | 51,740 | 65,686 | 51,172 | 58,548 | 73,173 |
| Accounts receivable, net of allowance for doubtful accounts | 42,039 | 67,856 | 52,646 | 72,323 | 80,484 |
| Other receivable, net of allowance for doubtful accounts | 3,895 | 2,573 | 3,320 | 3,063 | 3,978 |
| Advances to suppliers | 61,969 | 37,134 | 35,713 | 42,953 | 63,848 |
| Amounts due from related parties | | | | 614 | 43 |
| Value-added tax recoverable | 1,218 | 1,020 | 1,509 | 1,417 | 4,585 |
| Deferred tax assets | 85 | 34 | 113 | 380 | 327 |
| Current assets of discontinued operations | 266 | 280 | 230 | 33 | |
| Total current assets | 196,282 | 359,326 | 331,114 | 342,402 | 390,675 |
| Property, plant and equipment, net | 65,415 | 92,725 | 140,592 | 197,124 | 245,431 |
| Intangible assets, net | 2,383 | 2,408 | 5,114 | 5,462 | 5,593 |
| Foreign currency embedded derivative | | | | 854 | 854 |

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| | | | | | |
|---------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Advances to suppliers long-term | | 22,795 | 24,424 | 53,737 | 64,449 |
| Deferred tax assets | 452 | 650 | 761 | 1,095 | 1,439 |
| TOTAL ASSETS | \$ 264,532 | \$ 477,904 | \$ 502,005 | \$ 600,674 | \$ 708,441 |

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Current liabilities:

| | | | | | |
|---|--------|---------|---------|---------|---------|
| Short-term borrowings, including current portion of long-term bank borrowings | 68,915 | 109,515 | 122,861 | 163,563 | 245,422 |
| Accounts payable | 11,320 | 20,526 | 22,555 | 42,691 | 46,485 |
| Accrued expenses | 4,449 | 3,545 | 6,245 | 10,255 | 9,308 |
| Advances from customers | 722 | 384 | 957 | 2,371 | 2,036 |
| Income tax payable | 135 | 84 | 84 | 1,406 | 2,647 |
| Current liabilities of discontinued operations | 382 | 389 | 364 | 199 | |

| | | | | | |
|--------------------------------------|--------|---------|---------|---------|---------|
| Total current liabilities | 85,923 | 134,443 | 153,066 | 220,485 | 305,898 |
| Long-term bank borrowings | 5,172 | 5,252 | | 8,214 | 14,247 |
| Accrued warranty costs | 1,808 | 2,602 | 3,422 | 4,486 | 5,858 |
| Long-term payables | | | | | 712 |
| Foreign currency embedded derivative | 1,692 | 1,522 | 988 | | |

| | | | | | |
|-------------------|--------|---------|---------|---------|---------|
| Total liabilities | 94,595 | 143,819 | 157,476 | 233,185 | 326,715 |
|-------------------|--------|---------|---------|---------|---------|

Shareholders equity

| | | | | | |
|--|---------|---------|---------|---------|---------|
| Ordinary shares (\$0.00001 par value) | 22 | 22 | 22 | 26 | 26 |
| Additional paid-in capital | 148,760 | 304,124 | 304,519 | 304,878 | 306,162 |
| Retained earnings | 18,685 | 26,053 | 33,824 | 51,352 | 64,225 |
| Accumulated other comprehensive income | 2,470 | 3,886 | 6,164 | 11,233 | 11,313 |

| | | | | | |
|---------------------------|---------|---------|---------|---------|---------|
| Total shareholders equity | 169,937 | 334,085 | 344,529 | 367,489 | 381,726 |
|---------------------------|---------|---------|---------|---------|---------|

| | | | | | |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
| TOTAL LIABILITIES AND SHAREHOLDERS EQUITY | \$ 264,532 | \$ 477,904 | \$ 502,005 | \$ 600,674 | \$ 708,441 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|

About Trina Solar Limited

Trina Solar Limited (NYSE: TSL), through its wholly-owned subsidiary Changzhou Trina Solar Energy Co. Ltd, is a well recognized manufacturer of high quality modules and has a long history as a solar PV pioneer since it was founded in 1997 as a system installation company. Trina Solar is currently one of the few PV manufacturers that has developed a vertically integrated business model from the production of monocrystalline and multicrystalline ingots, wafers and cells to the assembly of high quality modules. This integrated value chain helps to ensure that high quality products can be delivered to its end customers around the globe, including a number of European countries, such as Germany, Spain and Italy. Trina Solar's solar modules provide reliable and environmentally-friendly electric power for residential, commercial, industrial and other applications worldwide. For further information, please visit Trina Solar's website at <http://www.trinasolar.com>.