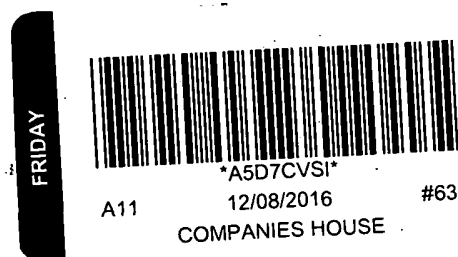


A & R CAMBRIDGE LTD
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2016



WHITING & PARTNERS
Chartered Accountants & Business Advisers
Greenwood House
Greenwood Court
Skyliner Way
Bury St Edmunds
Suffolk
IP32 7GY

A & R CAMBRIDGE LTD

**INDEPENDENT AUDITORS' REPORT TO A & R CAMBRIDGE LTD
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages 2 to 7, together with the financial statements of A & R Cambridge Ltd for the year ended 30 April 2016 prepared under section 396 of the Companies Act 2006.

This report is made solely to the company in accordance with section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

OPINION ON FINANCIAL STATEMENTS

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts on pages 2 to 7 have been properly prepared in accordance with the regulations made under that section.



Christopher Kelly (Senior statutory auditor)

for and on behalf of
Whiting & Partners

Greenwood House
Greenwood Court
Skyliner Way
Bury St Edmunds
Suffolk
IP32 7GY

15 July 2016

A & R CAMBRIDGE LTD
REGISTERED NUMBER: 02880174


ABBREVIATED BALANCE SHEET
AS AT 30 APRIL 2016

	Note	£	2016 £	£	2015 £
FIXED ASSETS					
Intangible assets	2		168,471		-
Tangible assets	3		176,828		173,238
			<u>345,299</u>		<u>173,238</u>
CURRENT ASSETS					
Stocks		734,844		904,719	
Debtors		2,024,922		1,241,404	
Cash at bank and in hand		551,709		495,844	
		<u>3,311,475</u>		<u>2,641,967</u>	
CREDITORS: amounts falling due within one year		<u>(803,424)</u>		<u>(597,176)</u>	
NET CURRENT ASSETS			<u>2,508,051</u>		<u>2,044,791</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,853,350</u>		<u>2,218,029</u>
CREDITORS: amounts falling due after more than one year	4		(2,754,822)		(2,272,062)
PROVISIONS FOR LIABILITIES					
Other provisions			(277,563)		(237,980)
NET LIABILITIES			<u>(179,035)</u>		<u>(292,013)</u>
CAPITAL AND RESERVES					
Called up share capital	5		500,000		500,000
Capital redemption reserve			400,000		400,000
Other reserves			62,736		62,736
Profit and loss account			(1,141,771)		(1,254,749)
SHAREHOLDERS' DEFICIT			<u>(179,035)</u>		<u>(292,013)</u>

A & R CAMBRIDGE LTD

**ABBREVIATED BALANCE SHEET (continued)
AS AT 30 APRIL 2016**

The abbreviated accounts, which 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, were approved and authorised for issue by the board and were signed on its behalf on 15 July 2016.



M G Sheridan
Director

The notes on pages 4 to 7 form part of these financial statements.

A & R CAMBRIDGE LTD

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2016**

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.2 Going concern

The financial statements have been prepared on a going concern basis, which assumes the company will continue trading for the foreseeable future. During the period the company made a profit after taxation of £112,978 (2015 - Loss of £315,754).

The group remains dependent on funding from its parent entity, Jam International Limited, who have indicated that funding will not be withdrawn to allow the group to meet its debts as they fall due for the foreseeable future.

1.3 Cash flow

The financial statements do not include a Cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective January 2015).

1.4 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

No goods are sold on sale or return. Revenue is recognised in full on dispatch with the warranty obligation on sales provided for within the warranty provision.

1.5 Intangible fixed assets and amortisation

Intangible fixed assets relate to licence fees paid and deferred development expenditure.

Amortisation is provided at the following rates:

Development expenditure	-	written off over 12 months following the product launch.
Licence fees	-	25%

1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant and machinery	-	20-25%
Office equipment	-	20%
Tooling	-	50-100%

1.7 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2016**

1. ACCOUNTING POLICIES (continued)

1.8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.9 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

1.10 Research and development

Development costs are capitalised within intangible assets where they can be identified with a specific product or project anticipated to produce future benefits, and are amortised on the straight line basis over the anticipated life of the benefits arising from the completed product or project.

Deferred research and development costs are reviewed annually, and where future benefits are deemed to have ceased or to be in doubt, the balance of any related research and development is written off to the Profit and loss account.

1.11 Warranty Provision

Provision is made for the expected future cost of repairs to sales made still within the warranty period.

A & R CAMBRIDGE LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 APRIL 2016

2. INTANGIBLE FIXED ASSETS

	£
Cost	
At 1 May 2015	25,000
Additions	319,471
	<hr/> 344,471
At 30 April 2016	344,471
Amortisation	
At 1 May 2015	25,000
Charge for the year	151,000
	<hr/> 176,000
At 30 April 2016	176,000
Net book value	
At 30 April 2016	<hr/> <hr/> 168,471
At 30 April 2015	<hr/> <hr/> -

3. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 May 2015	725,018
Additions	165,153
Disposals	(438,111)
	<hr/> 452,060
At 30 April 2016	452,060
Depreciation	
At 1 May 2015	551,780
Charge for the year	142,861
On disposals	(419,409)
	<hr/> 275,232
At 30 April 2016	275,232
Net book value	
At 30 April 2016	<hr/> <hr/> 176,828
At 30 April 2015	<hr/> <hr/> 173,238

4. CREDITORS:

Amounts falling due after more than one year

The company has provided security in respect of the borrowing of its parent company, Arcam Limited. At 30 April 2016 this amounted to borrowings from Jam International Limited of \$4,750,000 (2015 - \$4,250,000).

A & R CAMBRIDGE LTD

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 APRIL 2016**

5. SHARE CAPITAL

	2016 £	2015 £
Allotted, called up and fully paid		
500,000 Ordinary shares of £1 each	<u>500,000</u>	<u>- 500,000</u>

6. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

Arcam Limited is the Company's immediate controlling party by virtue of its ownership of the entire share capital of the company.

Jam International Limited, a company incorporated in Canada, is the ultimate controlling party due to its 100% holding in Arcam Limited.