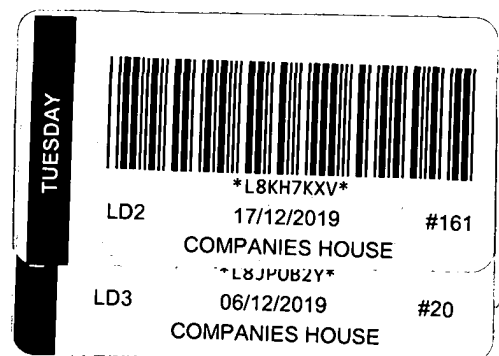


Company number: 07762809

CONFLICT ARMAMENT RESEARCH LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019



CONFLICT ARMAMENT RESEARCH LIMITED

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CONFLICT ARMAMENT RESEARCH LIMITED

COMPANY INFORMATION

Directors J Bevan
S Rajapaksa
J Rosenfield Leff
M Wilson

Registered number 07762809

Registered office 55 Baker Street
London
W1U 7EU

Independent auditors 55 Baker Street
London
W1U 7EU

CONFLICT ARMAMENT RESEARCH LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2019

The directors present their report and the financial statements for the year ended 31 March 2019.

Directors

The directors who served during the year were:

J Bevan
S Rajapaksa
J Rosenfield Leff
M Wilson

Directors' responsibilities statement

The directors are responsible for preparing 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 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements 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.

CONFLICT ARMAMENT RESEARCH LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2019

Principal activity

The principal activity of the Company is that of investigative research, analysis and the providing of policy advice on weapon trafficking and armed conflict.

Business review

Total turnover for the year amounted to £5,035,623 (2018 - £2,532,210) and can be analysed as follows:

Grant funded projects £2,510,201 (2018 - £1,676,979);
Consultancy projects £1,629,668 (2018 - £847,005);
Other £895,754 (2018 - £8,226).

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.

Auditors

On 1 February 2019 Moore Stephens LLP merged its business with BDO LLP. As a result, Moore Stephens LLP has resigned as auditor and the directors have appointed BDO LLP as auditor in their place. BDO LLP has indicated its willingness to continue in office for the year ended 31 March 2020.

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



J Bevan
Director

Date: 25/11/19

CONFLICT ARMAMENT RESEARCH LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF CONFLICT ARMAMENT RESEARCH LIMITED (CONTINUED)

Opinion

We have audited the financial statements of Conflict Armament Research Limited (the 'parent Company') and its subsidiary (the 'Group') for the year ended 31 March 2019, which comprise the Consolidated Statement of Income and Retained Earnings, Consolidated Balance Sheet, Company Balance Sheet and the related notes, 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 Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent Company's affairs as at 31 March 2019 and of the Group's profit 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. 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.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you were:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

CONFLICT ARMAMENT RESEARCH LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF CONFLICT ARMAMENT RESEARCH LIMITED (CONTINUED)

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 this other information, we are required to report that fact.

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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has 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 Group and the parent Company and its environment obtained in the course of the audit, we have not identified material misstatements in 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 parent Company 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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement 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.

CONFLICT ARMAMENT RESEARCH LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF CONFLICT ARMAMENT RESEARCH LIMITED (CONTINUED)

In preparing the financial statements, the directors are responsible for assessing the Group's and the parent 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 Group or the parent 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.

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.

BDO *W1*

BDO LLP
55 Baker Street
London
W1U 7EU

Date: 27 November 2019

CONFLICT ARMAMENT RESEARCH LIMITED

**CONSOLIDATED STATEMENT OF INCOME AND RETURNED EARNINGS
FOR THE YEAR ENDED 31 MARCH 2019**

	Note	Commercial	Projects	2019 £	2018 £
Turnover		2,525,422	2,510,201	5,035,623	2,532,210
Direct costs		(853,229)	(2,289,798)	(3,143,027)	(2,176,176)
Gross profit		1,672,193	220,403	1,892,596	356,034
Administrative expenses		(752,179)	-	(752,179)	(290,129)
Operating profit/(loss)	4	920,014	220,403	1,140,417	65,905
Tax on profit	7	(210,900)	-	(210,900)	2,616
Profit for the financial year		<u>709,114</u>	<u>220,403</u>	<u>929,517</u>	<u>68,521</u>
Retained earnings brought forward				69,329	201,700
Profit for the financial year				929,517	68,521
Dividends paid				-	(200,892)
Retained earnings carried forward				<u>998,846</u>	<u>69,329</u>

There was no other comprehensive income for 2019 (2018:£NIL).

The notes on pages 9 to 17 form part of these financial statements.

CONFLICT ARMAMENT RESEARCH LIMITED
REGISTERED NUMBER: 07762809

CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	9	173,871	147,556
		<u>173,871</u>	<u>147,556</u>
Current assets			
Debtors	11	817,057	915,786
Bank and cash balances		2,004,485	133,942
		<u>2,821,542</u>	<u>1,049,728</u>
Creditors: falling due within one year	12	(1,996,567)	(1,124,093)
Net current assets/(liabilities)		<u>824,975</u>	<u>(74,365)</u>
Total assets less current liabilities		<u>998,846</u>	<u>73,191</u>
Provisions for liabilities			
Deferred tax	13	-	(3,861)
		<u>-</u>	<u>(3,861)</u>
Net assets		<u><u>998,846</u></u>	<u><u>69,330</u></u>
Capital and reserves			
Called up share capital	14	1	1
Profit and loss account		998,845	69,329
		<u><u>998,846</u></u>	<u><u>69,330</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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


J Beyan
Director

Date: 25/11/19

The notes on pages 9 to 17 form part of these financial statements.

CONFLICT ARMAMENT RESEARCH LIMITED
REGISTERED NUMBER: 07762809

COMPANY BALANCE SHEET
AS AT 31 MARCH 2019

	Note	2019 £	2018 £
Fixed assets			
Tangible assets	9	173,871	147,556
Investments	10	14,113	14,113
		<u>187,984</u>	<u>161,669</u>
Current assets			
Debtors	11	971,966	915,786
Bank and cash balances		963,171	119,829
		<u>1,935,137</u>	<u>1,035,615</u>
Creditors: falling due within one year	12	(1,111,954)	(1,124,093)
Net current assets/(liabilities)		<u>823,183</u>	<u>(88,478)</u>
Total assets less current liabilities		<u>1,011,167</u>	<u>73,191</u>
Provisions for liabilities			
Deferred tax	13	-	(3,861)
			<u>(3,861)</u>
Net assets		<u><u>1,011,167</u></u>	<u><u>69,330</u></u>
Capital and reserves			
Called up share capital	14	1	1
Profit and loss account		1,011,166	69,329
		<u><u>1,011,167</u></u>	<u><u>69,330</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The net profit of the parent company is £937,978 (2018: £68,521).

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


J Bevan
Director

Date: 25/11/19

The notes on pages 9 to 17 form part of these financial statements.

CONFLICT ARMAMENT RESEARCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

2. Accounting policies (continued)

1. General information

Conflict Armament Research Limited is a private company, limited by shares, domiciled in England and Wales.

The registered office and number are as stated on page 1.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The Company's functional and presentation currency is GBP.

Conflict Armament Research (CAR) is a private limited company, operating in a space dominated by non-profit organisations. Many of its activities are grant-funded (i.e. non-profit), whilst others are commercial. CAR has elected to disclose project (non-profit) and commercial (profit-making) in its financial statements. This reflects the total separation between CAR's profit and non-profit activities. It also provides a truer and more transparent reflection of the organisation's size, turnover, and financial health, than the disclosure of commercial information alone would imply.

2.2 Basis of consolidation

The consolidated financial statements present the results of the Company and its own subsidiaries as set out in note 10, ("the Group") as if they form a single entity. Intercompany transactions and balances between group companies are therefore eliminated in full.

The consolidated financial statements incorporate the results of business combinations using the acquisition method. In the Balance Sheet, the acquirer's identifiable assets, liabilities and contingent liabilities are initially recognised at their fair values at the acquisition date. The results of acquired operations are included in the Consolidated Statement of Comprehensive Income from the date on which control is obtained. They are deconsolidated from the date control ceases.

2.3 Financial reporting standard 102 - Section 1A disclosure exemptions

The Group and 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.

2.4 Turnover

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the amounts can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Grants are recognised when it is reasonable to expect that the grants will be received and that all related conditions will be met, usually on submission of a valid claim for payment. Where a grant is received in advance of a related condition being met it is deferred and recognised as a liability.

CONFLICT ARMAMENT RESEARCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

2. Accounting policies (continued)

2.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method. Depreciation is provided on the following basis:

Office equipment - 20% on cost

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date. Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

2.6 Financial instruments

The Group only enters into basic financial instrument transactions.

2.7 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

2.8 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in profit or loss, except that a charge 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 balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

CONFLICT ARMAMENT RESEARCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

2. Accounting policies (continued)

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2.9 Pensions

Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Balance Sheet. The assets of the plan are held separately from the Company in independently administered funds.

3. Judgments and key sources of estimation uncertainty

The preparation of the 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.

Management do not consider there to be any material accounting estimates or judgements that need disclosure in these financial statements.

4. Operating profit

The operating profit is stated after charging:

	2019 £	2018 £
Depreciation of tangible fixed assets	42,554	12,492
Fees payable to the Company's auditor for the audit of the Group's annual financial statements	12,190	9,500
Exchange differences	<u>20,799</u>	<u>13,509</u>

5. Employees

The average monthly number of employees, including directors, during the year was 14 (2018 - 8).

CONFLICT ARMAMENT RESEARCH LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

6. Directors' remuneration

	Commercial £	Projects £	2019 £	2018 £
Directors' emoluments	10,006	485,761	495,767	257,876
	<u>10,006</u>	<u>485,761</u>	<u>495,767</u>	<u>257,876</u>

The directors are considered to be the key management personnel of the company.

7. Taxation

	2019 £	2018 £
Corporation tax		
Current tax on profits for the year	(189,860)	(2,616)
Prior year tax on profits	(17,179)	
	<u>(207,039)</u>	<u>(2,616)</u>
Deferred tax		
Origination and reversal of timing differences	(3,861)	-
Total deferred tax	<u>(3,861)</u>	<u>-</u>
Taxation on (loss)/profit on ordinary activities	<u>(210,900)</u>	<u>(2,616)</u>

CONFLICT ARMAMENT RESEARCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

7. Taxation (continued)

Factors affecting tax charge for the year

The tax assessed for the year is the same as (2018 – the same as) the standard rate of corporation tax in the UK of 19% (2018 - 19%). The differences are explained below:

	2019 £	2018 £
Profit on ordinary activities before tax	<u>1,140,417</u>	<u>65,905</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2018 - 19%)	216,679	12,522
Effects of:		
Expenses not deductible for tax purposes	(1,888)	13,672
Deferred tax		-
Capital allowances for year in excess of depreciation	(3,891)	(26,194)
Total tax charge for the year	<u>210,900</u>	<u>-</u>

8. Dividends

	2019 £	2018 £
Interim dividend paid	-	200,892
	<u>-</u>	<u>200,892</u>

CONFLICT ARMAMENT RESEARCH LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

9. Tangible fixed assets

Group & Company	Office equipment £
Cost or valuation	
At 1 April 2018	173,755
Additions	68,869
At 31 March 2019	<u>242,624</u>
Depreciation	
At 1 April 2018	26,199
Charge for the year on owned assets	42,554
At 31 March 2019	<u>68,753</u>
Net book value	
At 31 March 2019	<u><u>173,871</u></u>
At 31 March 2018	<u><u>147,556</u></u>

Included within the net book value balance were balances relating to the following funds:

	£
DFID I – Somalia	4,032
DFID II – Somalia	2,486
DFID III	1,940
German – Building Frontline Evidence Collection	302
EU – iTrace III	85,717
U.S. Government	56,728
	<u>151,205</u>

CONFLICT ARMAMENT RESEARCH LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

10. Fixed asset investments

	Investments in subsidiary companies £
Cost or valuation	
At 31 March 2018 & 31 March 2019	14,113
Net book value	
At 31 March 2019	14,113
At 31 March 2018	14,113

Subsidiary undertakings

The following were subsidiary undertakings of the Company:

Name	Country of incorporation	Class of shares	Holding	Principal activity
Conflict Armament Research - Support	Belgium	Ordinary	100%	promoting weapons and ammunition management

The aggregate of the share capital and reserves at the 31 March 2019 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

	Aggregate of share capital and reserves £	Profit / (loss) £
Conflict Armament Research	5,652	(8,461)

11. Debtors

	Group 2019	Group 2018	Company 2019 £	Company 2018 £
Trade debtors	543,186	835,318	543,186	835,318
Amounts owed by subsidiary companies	-	-	154,909	-
Other debtors	14,499	13,466	14,499	13,466
Prepayments and accrued income	259,372	67,002	259,372	67,002
	817,057	915,786	971,966	915,786

CONFLICT ARMAMENT RESEARCH LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

12. Creditors: falling due within one year

	Group 2019 £	<i>Group 2018 £</i>	Company 2019 £	<i>Company 2018 £</i>
Trade creditors	171,102	87,298	171,102	87,298
Corporation tax	211,440	-	211,440	-
Other taxation and social security	52,678	26,753	52,678	26,753
Deferred income	1,406,127	981,335	521,514	981,335
Accruals	55,220	28,707	55,220	28,707
Other creditors	100,000	-	100,000	-
	<u>1,996,567</u>	<u>1,124,093</u>	<u>1,111,954</u>	<u>1,124,093</u>

Within deferred income is a balance relating to projects of £139,182 (2018: £314,530).

13. Deferred taxation

	2019 £
At beginning of year	(3,861)
Charged to profit or loss	3,861
At end of year	<u><u>-</u></u>

The provision for deferred taxation is made up as follows:

	2019 £	<i>2018 £</i>
Accelerated capital allowances	-	(3,861)
	<u>-</u>	<u>(3,861)</u>

14. Share capital

	2019 £	<i>2018 £</i>
Authorised, allotted, called up and fully paid		
1 (2018 - 1) Ordinary share of £1.00	<u>1</u>	<u>1</u>

CONFLICT ARMAMENT RESEARCH LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019**

15. Commitments under operating leases

At 31 March 2019 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2019 £	2018 £
Less than 1 year	43,324	43,350
	<u>43,324</u>	<u>43,350</u>

16. Related party transactions

The Company has taken exemption under FRS 102 section 33.1A from disclosing transactions with group companies, on the grounds that they are wholly owned subsidiaries.

J Bevan
Director

At the balance sheet date the amount owed to J Bevan was £62 (Debtor: 2018 - £1,125).

M Wilson
Director

At the balance sheet date the amount owed to M Wilson was £42 (2018 - £nil).

J Leff
Director

At the balance sheet date the amount owed to J Leff was £122 (2018 - £nil).

Conflict Armament Research – Support

The directors are also Directors of Conflict Armament Research – Support (company number 10435055) a company limited by guarantee registered in the United Kingdom. At the year end the company owed £18,196 (2018: £Nil) to Conflict Armament Research – Support. During the year the company recharged expenses of £81,804 (2018: £Nil) to Conflict Armament Research – Support. During the year the company were recharged expenses of £100,000 (2018: £Nil) by Conflict Armament Research – Support.

17. Controlling party

By virtue of owning 100% of the shares, the Company was controlled by J Bevan throughout both years.