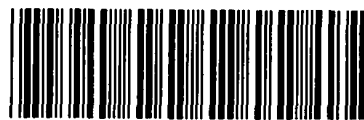


Registrar

**GROUP STRATEGIC REPORT, REPORT OF THE DIRECTOR AND
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016
FOR
MACLAREN EUROPE LIMITED**

FRIDAY



A6G0GK0Q

A28

29/09/2017

#84

COMPANIES HOUSE

MACLAREN EUROPE LIMITED

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Page
Company Information	1
Group Strategic Report	2
Report of the Director	3
Report of the Independent Auditors	5
Consolidated Income Statement	7
Consolidated Other Comprehensive Income	8
Consolidated Balance Sheet	9
Company Balance Sheet	10
Consolidated Statement of Changes in Equity	11
Company Statement of Changes in Equity	12
Consolidated Cash Flow Statement	13
Notes to the Consolidated Cash Flow Statement	14
Notes to the Consolidated Financial Statements	15

MACLAREN EUROPE LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2016**

Director: G Kafi

Registered office: Station Works
Station Road, Long Buckby
Northampton
Northamptonshire
NN6 7PF

Registered number: 04144247 (England and Wales)

Independent auditors: Sturgess Hutchinson (Leicester) Limited
21 New Walk
Leicester
LE1 6TE

MACLAREN EUROPE LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2016

The director presents his strategic report of the company and the group for the year ended 31 December 2016.

Review of business

The director reports a Group loss before taxation of £3,706k (2015: £1,757k) on continuing operations for the year ended 31 December 2016.

The director believes that this result is satisfactory for a year where demand in markets continues to be volatile due to the economic climate being impacted by the Euro zone uncertainty. The strategic restructure and the global business continue to benefit from direct supply and the Group is positioned to expand its market share.

Principal risks and uncertainties

Management of the business and the nature of the Group's strategy are subject to a number of risks.

The director has set out below the principal risks facing the business.

The director is of the opinion that a risk management process is adopted and where possible, processes are in place to monitor and mitigate such risks.

Operating subsidiaries profitability

The Group is dependent on the financial performance of its trading subsidiaries. The risks faced by these subsidiaries including market, economic and competitive conditions, will affect the investment and profitability of the Group.

Currency risk

The Group operates internationally and is exposed to translation and transaction foreign exchange risk, arising from various currency exposures, primarily with respect to the US Dollar and the Euro. As far as is possible payments and receipts are matched in these currencies to minimise currency risk.

Liquidity risk

The Group seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably.

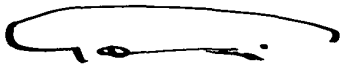
The Group arranges its borrowings to meet expected operational liquidity requirements. This is achieved through short term borrowings, and managing payment terms with a related party supplier.

Credit risk

The Group's principal financial assets are cash and trade debtors. The principal credit risk arises from the Group's trade debtors.

In order to manage credit risk the director sets limits for customers based on a combination of payment history and third party credit references. Credit limits are reviewed by the credit controller on a regular basis in conjunction with debt ageing and collection history.

On behalf of the board:



.....
G Kafi - Director

Date: 28.09.2017

MACLAREN EUROPE LIMITED

REPORT OF THE DIRECTOR FOR THE YEAR ENDED 31 DECEMBER 2016

The director presents his report with the financial statements of the company and the group for the year ended 31 December 2016.

Principal activity

the principal activity of the company was a holding company for its operating subsidiary undertakings. The principal activities of the subsidiary undertakings throughout the year continued to be the distribution, sale and servicing of pushchairs and products for parenting.

Dividends

No dividends will be distributed for the year ended 31 December 2016.

Research and development

The Group recognises the importance of high quality products, product safety and strong design. The Group will continue to invest in the quality and design of the product range; believing that continuing investment in research and development is fundamental to the continuing growth of the business.

Future developments

The Group will continue to invest in the product range, with particular emphasis on quality, design and will look to employ people with the relevant expertise to enable the company to improve its strong market position. In addition the Group will continue to develop its wholesale network, by seeking new opportunities to establish strategic partnerships with its key retail customers in each market.

Director

G Kafi held office during the whole of the period from 1 January 2016 to the date of this report.

Going concern

The director has reviewed the financial position of the Group and the budgets and forecasts produced by management. Maclaren Distribution Limited (a related undertaking) has confirmed that it will continue to provide financial support to the company for a period no less than twelve months from the date of approval of these financial statements. Based on this, and the facilities in place with the Group's key supplier, Maclaren Distribution Limited, he believes the Group will have sufficient resources to meet its liabilities as they fall due and as such these financial statements have been prepared on a going concern basis.

Statement of director's responsibilities

The director is responsible for preparing the Group Strategic Report, the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement as to disclosure of information to auditors

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

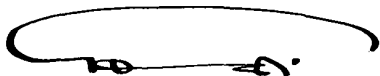
MACLAREN EUROPE LIMITED

**REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31 DECEMBER 2016**

Auditors

The auditors, Sturgess Hutchinson (Leicester) Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

On behalf of the board:



.....
G Kafi - Director

Date: 28.09.2017

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MACLAREN EUROPE LIMITED

We have audited the financial statements of Maclaren Europe Limited for the year ended 31 December 2016 on pages seven to twenty. The financial reporting framework that has been applied in their preparation is 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'.

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 a Report of the Auditors 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.

Respective responsibilities of director and auditors

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the director; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Group Strategic Report and the Report of the Director to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Basis for disclaimer of opinion on financial statements

The audit evidence available to us was limited because the financial statements of the subsidiaries Maclaren France SAS, Maclaren GMBH and Maclaren Articulos de Puericultura were not audited in the current or previous year. As a result we have been unable to obtain sufficient appropriate audit evidence concerning the inclusion of these subsidiaries' financial statements in these consolidated financial statements.

Disclaimer of opinion on the financial statements

Because of the significance of the possible impact of the uncertainties, described in the Basis for Disclaimer of Opinion on Financial Statements paragraph, to the financial statements, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly we do not express an opinion on the financial statements.

Emphasis of matter - going concern

In forming our opinion on the financial statements, we have considered the adequacy of the disclosure made in note 19 to the financial statements concerning the group and company's ability to continue as a going concern. The group incurred a net loss of £3,720,142 during the year ended 31 December 2015 and, at that date, the group's current liabilities exceeded its total assets by £8,216,035 and it had net current liabilities of £8,216,035. These conditions, along with the other matters explained in note 19 to the financial statements, indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the group and company were unable to continue as a going concern.

Opinion on other matter prescribed by the Companies Act 2006


Notwithstanding our disclaimer of an opinion on the financial statements, in our opinion the information given in the director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
MACLAREN EUROPE LIMITED**

Matters on which we are required to report by exception

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

- adequate accounting records have not been kept by the parent company, 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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.


Mr Jagdish Petha FCCA (Senior Statutory Auditor)
for and on behalf of Sturges Hutchinson (Leicester) Limited
21 New Walk
Leicester
LE1 6TE

Date: 29 September 2017

MACLAREN EUROPE LIMITED

**CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Notes	2016 £	2015 £
Turnover		13,177,950	14,929,921
Cost of sales		9,011,973	11,717,598
Gross profit		4,165,977	3,212,323
Administrative expenses		7,880,790	4,949,142
Operating loss	4	(3,714,813)	(1,736,819)
Interest receivable and similar income		8,847	-
		(3,705,966)	(1,736,819)
Interest payable and similar expenses	5	-	19,784
Loss before taxation		(3,705,966)	(1,756,603)
Tax on loss	6	14,176	(23,263)
Loss for the financial year		(3,720,142)	(1,733,340)
Loss attributable to: Owners of the parent		(3,720,142)	(1,733,340)

The notes form part of these financial statements

MACLAREN EUROPE LIMITED

**CONSOLIDATED OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Notes	2016 £	2015 £
Loss for the year		(3,720,142)	(1,733,340)
Other comprehensive income			
Foreign exchange movement on reserves		(71,653)	62,354
Income tax relating to other comprehensive income		-	-
Other comprehensive income For the year, net of income tax		<u>(71,653)</u>	<u>62,354</u>
Total comprehensive income for the year		<u><u>(3,791,795)</u></u>	<u><u>(1,670,986)</u></u>
Total comprehensive income attributable to: Owners of the parent		<u><u>(3,791,795)</u></u>	<u><u>(1,670,986)</u></u>

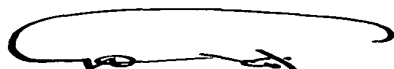
The notes form part of these financial statements

MACLAREN EUROPE LIMITED (REGISTERED NUMBER: 04144247)

**CONSOLIDATED BALANCE SHEET
31 DECEMBER 2016**

	Notes	2016 £	£	2015 £	£
Fixed assets					
Tangible assets	8		-		6,570
Investments	9		-		-
			<u>-</u>		<u>6,570</u>
Current assets					
Stocks	10	5,045,100		4,024,541	
Debtors	11	2,160,171		11,117,382	
Cash at bank and in hand		208,146		759,827	
		<u>7,413,417</u>		<u>15,901,750</u>	
Creditors					
Amounts falling due within one year	12	<u>15,629,452</u>		<u>20,273,271</u>	
Net current liabilities			<u>(8,216,035)</u>		<u>(4,371,521)</u>
Total assets less current liabilities			<u>(8,216,035)</u>		<u>(4,364,951)</u>
Provisions for liabilities	14		<u>134,445</u>		<u>193,734</u>
Net liabilities			<u><u>(8,350,480)</u></u>		<u><u>(4,558,685)</u></u>
Capital and reserves					
Called up share capital	15		955,061		955,061
Retained earnings	16		<u>(9,305,541)</u>		<u>(5,513,746)</u>
Shareholders' funds			<u><u>(8,350,480)</u></u>		<u><u>(4,558,685)</u></u>

The financial statements were approved by the director on 28.09.2017 and were signed by:



G Kafi - Director

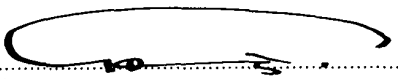
The notes form part of these financial statements

MACLAREN EUROPE LIMITED (REGISTERED NUMBER: 04144247)

COMPANY BALANCE SHEET
31 DECEMBER 2016

	Notes	2016 £	2015 £
Fixed assets			
Tangible assets	8	-	-
Investments	9	2,544,465	80,930
		<u>2,544,465</u>	<u>80,930</u>
Current assets			
Debtors	11	169,933	12,096,439
Cash at bank and in hand		495	2,169
		<u>170,428</u>	<u>12,098,608</u>
Creditors			
Amounts falling due within one year	12	3,684,995	12,793,050
		<u>3,684,995</u>	<u>12,793,050</u>
Net current liabilities		(3,514,567)	(694,442)
Total assets less current liabilities		(970,102)	(613,512)
Provisions for liabilities	14	134,445	160,000
		<u>134,445</u>	<u>160,000</u>
Net liabilities		<u>(1,104,547)</u>	<u>(773,512)</u>
Capital and reserves			
Called up share capital	15	955,061	955,061
Retained earnings	16	(2,059,608)	(1,728,573)
		<u>(1,104,547)</u>	<u>(773,512)</u>
Shareholders' funds		<u>(1,104,547)</u>	<u>(773,512)</u>
Company's loss for the financial year		<u>(331,035)</u>	<u>(348,740)</u>

The financial statements were approved by the director on 28.09.2017 and were signed by:


G Kafi - Director

The notes form part of these financial statements

MACLAREN EUROPE LIMITED

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

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2015	955,061	(3,842,760)	(2,887,699)
Changes in equity			
Total comprehensive income	-	(1,670,986)	(1,670,986)
Balance at 31 December 2015	955,061	(5,513,746)	(4,558,685)
Changes in equity			
Total comprehensive income	-	(3,791,795)	(3,791,795)
Balance at 31 December 2016	955,061	(9,305,541)	(8,350,480)

The notes form part of these financial statements

MACLAREN EUROPE LIMITED

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

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 January 2015	955,061	(1,379,833)	(424,772)
Changes in equity			
Total comprehensive income	-	(348,740)	(348,740)
Balance at 31 December 2015	<u>955,061</u>	<u>(1,728,573)</u>	<u>(773,512)</u>
Changes in equity			
Total comprehensive income	-	(331,035)	(331,035)
Balance at 31 December 2016	<u>955,061</u>	<u>(2,059,608)</u>	<u>(1,104,547)</u>

The notes form part of these financial statements

MACLAREN EUROPE LIMITED

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Notes	2016 £	2015 £
Cash flows from operating activities			
Cash generated from operations	1	(524,284)	22,148
Interest paid		-	(19,784)
Tax paid		(36,244)	14,197
Net cash from operating activities		<u>(560,528)</u>	<u>16,561</u>
Cash flows from investing activities			
Interest received		<u>8,847</u>	-
Net cash from investing activities		<u>8,847</u>	-
(Decrease)/increase in cash and cash equivalents		<u>(551,681)</u>	<u>16,561</u>
Cash and cash equivalents at beginning of year	2	759,827	743,266
Cash and cash equivalents at end of year	2	<u><u>208,146</u></u>	<u><u>759,827</u></u>

The notes form part of these financial statements

MACLAREN EUROPE LIMITED

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2016**

1. Reconciliation of loss before taxation to cash generated from operations

	2016 £	2015 £
Loss before taxation	(3,705,966)	(1,756,603)
Depreciation charges	6,570	5,987
Exchange movements	(71,653)	62,354
Increase/(decrease) in provisions	(59,289)	(76,252)
Finance costs	-	19,784
Finance income	(8,847)	-
	<u>(3,839,185)</u>	<u>(1,744,730)</u>
(Increase)/decrease in stocks	(1,020,559)	838,792
Decrease/(increase) in trade and other debtors	8,976,987	(4,272,266)
(Decrease)/increase in trade and other creditors	<u>(4,641,527)</u>	<u>5,200,352</u>
Cash generated from operations	<u><u>(524,284)</u></u>	<u><u>22,148</u></u>

2. Cash and cash equivalents

The amounts disclosed on the Consolidated Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 December 2016

	31.12.16 £	1.1.16 £
Cash and cash equivalents	<u>208,146</u>	<u>759,827</u>

Year ended 31 December 2015

	31.12.15 £	1.1.15 £
Cash and cash equivalents	<u>759,827</u>	<u>743,266</u>

The notes form part of these financial statements

MACLAREN EUROPE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

1. Statutory information

Maclaren Europe Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the General Information page.

2. Accounting policies

Basis of preparing the financial statements

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.

Turnover

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 25% on cost
Computer equipment	- 33% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.

3. Employees and directors

	2016	2015
	£	£
Wages and salaries	2,143,254	1,178,042
Social security costs	138,126	336,020
Other pension costs	15,307	23,128
	<u>2,296,687</u>	<u>1,537,190</u>

MACLAREN EUROPE LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2016**

3. Employees and directors - continued

The average monthly number of employees during the year was as follows:

	2016	2015
Logistics	15	20
Office management	1	4
Sales and marketing	12	18
New product development	-	1
	<u>28</u>	<u>43</u>

The average number of employees by undertakings that are proportionately consolidated during the year was 28 (2015 - 43).

	2016 £	2015 £
Director's remuneration	<u>20,000</u>	<u>20,000</u>

4. Operating loss

The operating loss is stated after charging:

	2016 £	2015 £
Depreciation - owned assets	6,570	5,987
Auditors' remuneration	30,200	68,055
Foreign exchange differences	<u>1,070,882</u>	<u>370,981</u>

5. Interest payable and similar expenses

	2016 £	2015 £
Bank interest	<u>-</u>	<u>19,784</u>

6. Taxation

Analysis of the tax charge/(credit)

The tax charge/(credit) on the loss for the year was as follows:

	2016 £	2015 £
Current tax:		
Foreign tax	<u>14,176</u>	<u>(23,263)</u>
Tax on loss	<u>14,176</u>	<u>(23,263)</u>

Tax effects relating to effects of other comprehensive income

	Gross £	2016 Tax £	Net £
Foreign exchange movement on reserves	<u>(71,653)</u>	<u>-</u>	<u>(71,653)</u>
	<u>(71,653)</u>	<u>-</u>	<u>(71,653)</u>

MACLAREN EUROPE LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2016**

6. Taxation - continued

	Gross £	2015 Tax £	Net £
Foreign exchange movement on reserves	62,354	-	62,354
	<u>62,354</u>	<u>-</u>	<u>62,354</u>

7. Individual income statement

As permitted by Section 408 of the Companies Act 2006, the Statement of Comprehensive Income of the parent company is not presented as part of these financial statements.

8. Tangible fixed assets

Group

	Fixtures and fittings £	Computer equipment £	Totals £
Cost			
At 1 January 2016 and 31 December 2016	10,223	25,075	35,298
Depreciation			
At 1 January 2016	9,782	18,946	28,728
Charge for year	441	6,129	6,570
At 31 December 2016	10,223	25,075	35,298
Net book value			
At 31 December 2016	-	-	-
At 31 December 2015	441	6,129	6,570

9. Fixed asset investments

	Company	
	2016 £	2015 £
Shares in group undertakings	44,465	80,930
Loans to group undertakings	2,500,000	-
	<u>2,544,465</u>	<u>80,930</u>

Additional information is as follows:

MACLAREN EUROPE LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2016**

9. Fixed asset investments - continued

Company

	Shares in group undertakings £
Cost	
At 1 January 2016	80,930
Disposals	(36,465)
At 31 December 2016	<u>44,465</u>
Net book value	
At 31 December 2016	<u>44,465</u>
At 31 December 2015	<u>80,930</u>

Company

	Loans to group undertakings £
New in year	2,500,000
At 31 December 2016	<u>2,500,000</u>

10. Stocks

	Group	
	2016 £	2015 £
Stocks	1,498,594	1,953,324
Finished goods	3,546,506	2,071,217
	<u>5,045,100</u>	<u>4,024,541</u>

11. Debtors: amounts falling due within one year

	Group		Company	
	2016 £	2015 £	2016 £	2015 £
Trade debtors	1,707,967	3,063,128	13,286	217
Amounts owed by group undertakings	-	5,221,735	-	11,939,575
Other debtors	349,626	2,724,022	156,647	156,647
Tax	19,776	-	-	-
Prepayments and accrued income	82,802	108,497	-	-
	<u>2,160,171</u>	<u>11,117,382</u>	<u>169,933</u>	<u>12,096,439</u>

MACLAREN EUROPE LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2016**

12. Creditors: amounts falling due within one year

	Group		Company	
	2016 £	2015 £	2016 £	2015 £
Trade creditors	538,090	777,533	-	-
Amounts owed to group undertakings	14,630,993	19,022,505	3,598,396	12,762,784
Tax	-	2,292	-	-
Social security and other taxes	70,718	199,402	-	-
Other creditors	207,929	30,266	86,599	30,266
Accruals and deferred income	181,722	241,273	-	-
	<u>15,629,452</u>	<u>20,273,271</u>	<u>3,684,995</u>	<u>12,793,050</u>

13. Leasing agreements

Minimum lease payments fall due as follows:

Group

	Non-cancellable operating leases	
	2016 £	2015 £
Within one year	575,284	499,632
Between one and five years	592,216	993,870
In more than five years	53,144	91,404
	<u>1,220,644</u>	<u>1,584,906</u>

14. Provisions for liabilities

	Group		Company	
	2016 £	2015 £	2016 £	2015 £
Other provisions	<u>134,445</u>	<u>193,734</u>	<u>134,445</u>	<u>160,000</u>
Aggregate amounts	<u>134,445</u>	<u>193,734</u>	<u>134,445</u>	<u>160,000</u>

15. Called up share capital

Allotted, issued and fully paid:		Nominal value:	2016 £	2015 £
Number:	Class:			
955,061	Ordinary	1	<u>955,061</u>	<u>955,061</u>

MACLAREN EUROPE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2016

16. Reserves

Group

	Retained earnings £
At 1 January 2016	(5,513,746)
Deficit for the year	(3,720,142)
Foreign exchange movement	(71,653)
	<u>(9,305,541)</u>
At 31 December 2016	<u>(9,305,541)</u>

Company

	Retained earnings £
At 1 January 2016	(1,728,573)
Deficit for the year	(331,035)
	<u>(2,059,608)</u>
At 31 December 2016	<u>(2,059,608)</u>

17. Ultimate parent company

Maclaren Global Limited (incorporated in The Cayman Islands) is regarded by the director as being the company's ultimate parent company.

18. Ultimate controlling party

The ultimate controlling party is Sima Rastegar.

19. Going concern basis

The financial statements have been prepared on a going concern basis, which assumes that the company will continue to trade for the foreseeable future. During the year the group made a net loss of £3,720,142. At as 31 December 2016 the group had net liabilities of £8,350,480.

The company has continued to rely on the support of other group companies which has enabled it to meet its liabilities as they fall due.

The director has considered the working capital needs of the business for the twelve month period from approval of these financial statements and has concluded that with the on-going support of its shareholders, the company will be able to meet its liabilities as they fall due. The director has factored this key assumption into his review of funding needs and forecasts for the forthcoming period. On this basis, the director considers that the company will continue in operational existence for the foreseeable future and accordingly the director considers it appropriate to prepare financial statements on the going concern basis. The financial statements do not include any adjustments that might arise if the going concern basis is not appropriate.