

JCB Defence Products Limited
Directors' Report and Financial Statements
for the year ended 31 December 2013

Registered number 05959061

TUESDAY



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JCB Defence Products Limited

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JCB Defence Products Limited

Directors and advisors

Directors

The Lord Bamford DL

G A Macdonald

J M A Leeming

Company secretary

S E R Ovens

Independent Auditors

PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

101 Barbirolli Square

Lower Mosley Street

Manchester

M2 3PW

Registered office

Lakeside Works

Rocester

Uttoxeter

Staffs

ST14 5JP

Registered number

05959061

JCB Defence Products Limited

Directors' report for the year ended 31 December 2013

The directors present this report and the audited financial statements for the year ended 31 December 2013.

Principal activities

The company has not traded during the year.

Dividends

The directors do not propose the payment of a dividend (2012: £nil).

Political contributions

The company made no political contributions during the year (2012: £nil).

Statutory Records

The company is incorporated in England and its company registration number is 05959061.

Directors

The directors who held office during the year and up to the date of signing the financial statements are given below:

The Lord Bamford DL

A R Blake (resigned 1 November 2013)

G A Macdonald (appointed 1 November 2013)

J M A Leeming (appointed 15 November 2013)

Directors Indemnity Insurance

The company purchases liability insurance cover for directors and officers of the company which gives appropriate cover for any legal action brought against them in their capacity as directors or officers. The company also provides indemnity for its directors (to the extent permitted by law) in respect of liabilities which could occur as a result of their office. This indemnity does not provide cover should a director be proved to have acted fraudulently or dishonestly.

Statement of directors' responsibilities

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 prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 judgements 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; and
- 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 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.

JCB Defence Products Limited

Directors' report for the year ended 31 December 2013 (continued)

Statement of disclosure of information to auditors

Each director of the company, in office at the time of approval of this report, acknowledges that:

- so far as the director is aware, there is no relevant audit information of which the company'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 company's auditors are aware of that information.

This statement is given and should be interpreted in accordance with Section 418 of the Companies Act 2006.

Independent Auditors

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office. Elective resolutions are currently in force to dispense with holding annual general meetings, the laying of accounts before the Company in general meetings and the appointment of auditors annually. Pursuant to section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and PricewaterhouseCoopers LLP will therefore continue in office.

This report has been prepared in accordance with the special provisions relating to small companies within part 15 of the Companies Act 2006.

On behalf of the board



The Lord Bamford DL
Chairman

27 JUNE 2014

JCB Defence Products Limited

Independent Auditors' Report to the members of JCB Defence Products Limited

Report on the financial statements

Our opinion

In our opinion the financial statements, defined below:

- give a true and fair view of the state of the company's affairs as at 31 December 2013 and of its 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.

This opinion is to be read in the context of what we say in the remainder of this report.

What we have audited

The financial statements, which are prepared by JCB Defence Products Limited, comprise:

- the balance sheet as at 31 December 2013;
- the profit and loss account for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

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).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

What an audit of financial statements involves

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). 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 company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the directors; and
- the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Directors' report and Financial Statements (the "Annual Report") 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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

JCB Defence Products Limited

Independent Auditors' Report to the members of JCB Defence Products Limited (continued)

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the directors were not entitled to take advantage of the small companies exemption in preparing the Directors' Report and take advantage of the small companies exemption from preparing a strategic report. We have no exceptions to report arising from this responsibility.

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the Statement of Directors' Responsibilities 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.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and ISAs (UK & Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.



Nicholas Boden (Senior Statutory Auditor)
For and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Manchester

27 June 2014

JCB Defence Products Limited

Profit & loss account for year ended 31 December 2013

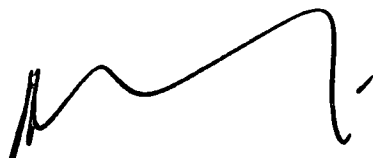
	Note	2013 £'000	2012 £'000
Operating income	2	3,401	-
Profit on ordinary activities before taxation		3,401	-
Tax on profit on ordinary activities	4	-	-
Profit for the financial year		3,401	-

All activities are derived from discontinued operations.

Balance Sheet as at 31 December 2013

	Note	2013 £'000	2012 £'000
Current assets			
Debtors	5	52	52
Creditors – amounts falling due within one year	6	(60)	(3,461)
Net liabilities		(8)	(3,409)
 Capital and reserves			
Share capital	7	-	-
Profit and loss account	8	(8)	(3,409)
Total shareholder's deficit	9	(8)	(3,409)

The financial statements on pages 6 to 8 were approved by the board of directors on **27 JUNE 2014** and were signed on its behalf by:



The Lord Bamford DL
Chairman

Registered number: 05959061

JCB Defence Products Limited

Notes to the financial statements for the year ended 31 December 2013

1. Accounting policies

Principal accounting policies

The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 2006 and applicable Accounting Standards in the United Kingdom. The company ceased trading on 31 July 2009. There are no material differences in preparing the financial statements on a break-up basis and the going concern basis.

A summary of the more important accounting policies, which have been applied on a consistent basis with the prior year, is set out below.

Cash flow statement and related party disclosure

The company is a wholly-owned subsidiary of JCB Service and is included in the consolidated financial statements of JCB Service, which are publicly available. Consequently, the company has taken advantage of the exemption from preparing a cash flow statement under the terms of FRS 1 (revised 1996). The company is also exempt under the terms of FRS 8 from disclosing related party transactions with entities that are part of the JCB Service group or investees of the JCB Service group.

2. Operating income and expenses

The operating income is the write back of an intercompany creditor during the year.

Audit fees for the current year have been borne by JCB Service and not recharged to the company.

3. Particulars of employees

There are no employees other than the directors. No emoluments were paid to the directors during the year (2012: £nil).

4. Tax on profit on ordinary activities

	2013 £'000	2012 £'000
Current tax		
UK corporation tax charge on profits of the year	-	-
Total tax on profit on ordinary activities	-	-

Factors affecting current year tax credit

The tax assessed on the profit on ordinary activities for the year is lower than (2012: the same as) the standard rate of corporation tax in the UK of 24.5% (2011: 26.5%).

The differences are explained below:	2013 £'000	2012 £'000
Profit on ordinary activities before taxation	3,401	-
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 23.25% (2012: 24.5%)	791	-
Permanent differences	(791)	-
Total current tax for the year	-	-

The standard rate of corporation tax in the UK changed from 24% to 23% with effect from 1 April 2013. Accordingly, the company's profits for this accounting period are taxed at an effective rate of 23.25%.

JCB Defence Products Limited

Notes to the financial statements for the year ended 31 December 2013 (continued)

5. Debtors

	2013 £'000	2012 £'000
Amounts owed by group undertakings	51	51
Other debtors	1	1
	52	52

6. Creditors: amounts falling due within one year

	2013 £'000	2012 £'000
Trade creditors	5	5
Amounts owed to group undertakings	55	3,456
	60	3,461

7. Share capital

	2013 £	2012 £
Allotted, called up and fully paid up		
1 Ordinary share of £1 each (2012: 1 Ordinary share of £1 each)	1	1

8. Reserves

	Profit & Loss Account £'000
Balance as at 1 January 2013	(3,409)
Profit for the year	3,401
Balance as at 31 December 2013	8

9. Reconciliation of movement in shareholder's deficit

	2013 £'000	2012 £'000
Profit for the financial year	3,401	-
Opening shareholder's deficit	(3,409)	(3,409)
Closing shareholder's deficit	(8)	(3,409)

10. Ultimate controlling party

The company is a wholly-owned subsidiary of JCB Service, an unlimited liability company incorporated in England and Wales. JCB Service is the smallest company to consolidate the results of the company. The largest company to consolidate the accounts of JCB Service is Transmissions and Engineering Services Netherlands BV, a company incorporated in the Netherlands. Transmissions and Engineering Services Netherlands BV is ultimately controlled by Bamford family interests. Financial statements for Transmissions and Engineering Services Netherlands BV can be obtained from the Chamber of Commerce in Rotterdam.