

REGISTERED NUMBER: 10430656 (England and Wales)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023
FOR
CAMBRIDGE GAN DEVICES LIMITED

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

	Page
Company Information	1
Balance Sheet	2
Notes to the Financial Statements	3

CAMBRIDGE GAN DEVICES LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2023

DIRECTORS: G Longobardi
Parkwalk Advisors Limited
P R Hutton
IQ Capital Directors Nominees Limited
D Atkinson
I Lane
F Udea

REGISTERED OFFICE: Jeffreys Building, Suite 8
St Johns Innovation Park
Cowley Road
CAMBRIDGE
Cambridgeshire
CB4 0DS

REGISTERED NUMBER: 10430656 (England and Wales)

AUDITORS: Staffords
Chartered Accountants
& Statutory Auditors
Unit 1, Cambridge House
Camboro Business Park
Oakington Road, Girton
CAMBRIDGE
Cambridgeshire
CB3 0QH

CAMBRIDGE GAN DEVICES LIMITED (REGISTERED NUMBER: 10430656)

BALANCE SHEET
31 DECEMBER 2023

	Notes	2023 £	£	2022 £	£
FIXED ASSETS					
Tangible assets	4		724,034		570,872
CURRENT ASSETS					
Stocks		72,634		222,703	
Debtors	5	1,554,717		1,189,618	
Cash at bank		<u>8,416,179</u>		<u>15,156,606</u>	
		10,043,530		16,568,927	
CREDITORS					
Amounts falling due within one year	6	<u>671,208</u>		<u>651,465</u>	
NET CURRENT ASSETS			<u>9,372,322</u>		<u>15,917,462</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>10,096,356</u>		<u>16,488,334</u>
CAPITAL AND RESERVES					
Called up share capital	8		709		703
Share premium			23,770,793		23,770,212
Retained earnings			<u>(13,675,146)</u>		<u>(7,282,581)</u>
SHAREHOLDERS' FUNDS			<u>10,096,356</u>		<u>16,488,334</u>

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Profit and loss account has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 1 August 2024 and were signed on its behalf by:

P R Hutton - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

1. **STATUTORY INFORMATION**

Cambridge GaN Devices 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 Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

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" including the provisions of Section 1A "Small Entities" 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 (other than Assets Under Construction) over its estimated useful life.

Improvements to property	- 20% on cost
Plant and machinery	- 50% on cost and 20% on cost
Computer equipment	- 33% on cost

Plant and machinery - Assets Under Construction are carried at cost less any recognised impairment losses. Depreciation of these assets commences when the assets are ready for their intended use and are reallocated into their appropriate asset category and depreciated at a rate appropriate to their final categorisation.

Stocks

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

Cost is calculated using the first-in, first-out method and includes all purchase, transport, and handling costs in bringing stocks to their present location and condition.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account, 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

2. **ACCOUNTING POLICIES - continued**

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.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

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

Payment of creditors

The average payment terms taken with those creditors that offer credit for the payment of their costs varies according to the individual payment terms set by each creditor, with typical credit terms being, 14, 30 or End of Month. The policy of the company being that of payment to suppliers by the due date as stipulated on each supplier's bills to retain the use of credit where offered.

Share premium account

As the Share Premium, generated by the investments received in excess of the share nominal value, has limited uses as part of the company accounts, it is the policy to utilise the ability to allocate any allowable costs of fundraising against this balance for all historical and any future investments in the company's share capital.

Going concern

At the balance sheet date, the company had cash of £8.4m. Following reviews of the company's cash flow forecasts, operating plans and fundraising plans (including an expected further raise which is currently in its later stages during 2024), the directors are of the opinion that the company has adequate financial resources to continue in operational existence for the foreseeable future.

The directors therefore are adopting the going concern basis of the preparation of these financial statements.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 40 (2022 - 28) .

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

4. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Plant and machinery - Assets Under Construction £	Computer equipment £	Totals £
COST					
At 1 January 2023	98,210	444,513	35,136	119,571	697,430
Additions	1,322	332,438	37,847	26,379	397,986
Disposals	-	-	(30,047)	(749)	(30,796)
At 31 December 2023	<u>99,532</u>	<u>776,951</u>	<u>42,936</u>	<u>145,201</u>	<u>1,064,620</u>
DEPRECIATION					
At 1 January 2023	4,911	94,802	-	26,845	126,558
Charge for year	19,686	161,468	-	33,049	214,203
Eliminated on disposal	-	-	-	(175)	(175)
At 31 December 2023	<u>24,597</u>	<u>256,270</u>	<u>-</u>	<u>59,719</u>	<u>340,586</u>
NET BOOK VALUE					
At 31 December 2023	<u>74,935</u>	<u>520,681</u>	<u>42,936</u>	<u>85,482</u>	<u>724,034</u>
At 31 December 2022	<u>93,299</u>	<u>349,711</u>	<u>35,136</u>	<u>92,726</u>	<u>570,872</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	1,620	984
Other debtors	<u>1,553,097</u>	<u>1,188,634</u>
	<u>1,554,717</u>	<u>1,189,618</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade creditors	236,593	203,582
Other creditors	<u>434,615</u>	<u>447,883</u>
	<u>671,208</u>	<u>651,465</u>

7. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2023 £	2022 £
Within one year	151,185	128,500
Between one and five years	<u>300,191</u>	<u>180,000</u>
	<u>451,376</u>	<u>308,500</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

8. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid

Number	Class	Nominal Value	2023 £	2022 £
2,214,941	Ordinary	0.01p	222	218
4,723,359	A Ordinary	0.01p	472	472
154,188	Growth	0.01p	15	13
1,066	Deferred	0.01p	-	-
			<u>709</u>	<u>703</u>

During the year

31,967 Ordinary shares were issued for cash at 1p per share.

26,685 Growth shares were issued for cash at 1p per share.

During the year 31,967 EMI share options were exercised, 47,033 options lapsed and 188,019 were granted with an exercise price of 1p. 4,800 unapproved share options lapsed and 27,500 were granted with an exercise price of 1p.

At the year end the total share options held were 479,157 (2022: 370,138) EMI options and 137,500 (2022: 114,800) unapproved options.

9. DISCLOSURE UNDER SECTION 444(5B) OF THE COMPANIES ACT 2006

The Report of the Auditors was unqualified.

As at the date of approval of these financial statements, there is insufficient cash to provide a full year of operations without the need to obtain further funding.

The directors are aware of this and are actively seeking funding, with discussions ongoing as at the date of approval, for a funding round to be completed before the end of the 2024 calendar year.

Steven Ellis MA FCA (Senior Statutory Auditor)
for and on behalf of Staffords

10. RELATED PARTY DISCLOSURES

There are no material related party transactions which were not concluded under normal market conditions.

11. ULTIMATE CONTROLLING PARTY

As at the balance sheet date there is no single ultimate controlling party.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.