

SHEPHERD OFFSHORE ENGINEERING LIMITED

Annual Report and Financial Statements

For the year ended 30 April 2014



SHEPHERD OFFSHORE ENGINEERING LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 2014

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SHEPHERD OFFSHORE ENGINEERING LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

W F Shepherd
B S Shepherd

COMPANY SECRETARY

S D Ward

REGISTERED OFFICE

Offshore Technology Park
1 Rendle Road
Walker
Newcastle upon Tyne
England
NE6 3NH

PRINCIPAL BANKER

Barclays Bank Plc
3 Northumberland Square
North Shields
NE30 1QX

SOLICITOR

Square One Law LLP
Anson House
Fleming Business Centre
Burdon Terrace
Newcastle upon Tyne
NE2 3AE

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the year ended 30 April 2014. The directors' report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The directors have taken the exemption from producing a Strategic Report.

PRINCIPAL ACTIVITIES

The company is a non trading entity. The company has not traded during the current financial year and is expected to remain as dormant within the meaning of Section 1169 of the Companies Act 2006 for the foreseeable future.

DIVIDENDS

The directors recommend payment of a dividend for the year of £Nil per share, to the value of £Nil (2013: £113 per share).

DIRECTORS

The directors who served during the year and since were as follows:

W F Shepherd

B S Shepherd

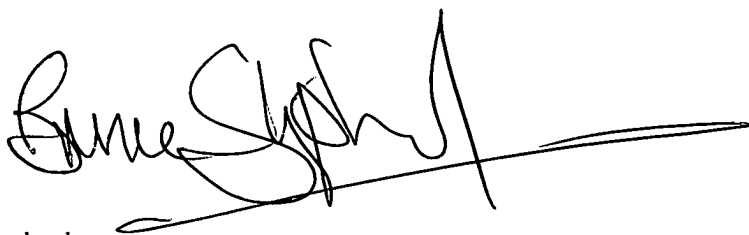
DIRECTORS INDEMNITIES

The company has made qualifying third party indemnity provisions for the benefit of its directors which were made during the year and remain in force at the date of this report.

AUDITOR

In accordance with section 480 of the Companies Act 2006, the company, being a dormant company within the meaning of the said section, has claimed exemption from the provisions of the Companies Act 2006 relating to the audit of the accounts and the obligation to appoint auditors.

Approved by the Board of Directors
and signed on behalf of the Board

A handwritten signature in black ink, appearing to read 'B S Shepherd', with a long horizontal line extending to the right.

B S Shepherd

Director

Date 23rd December 2014

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the annual 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 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 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; 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.

SHEPHERD OFFSHORE ENGINEERING LIMITED

PROFIT AND LOSS ACCOUNT For the year ended 30 April 2014

	Note	2014 £	2013 £
Administrative expenses		-	(108)
OPERATING LOSS		-	(108)
Income from fixed asset investments		-	65,017
Impairment of investments	5	-	(39,095)
RESULT/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	-	25,814
Tax on result/profit on ordinary activities	2	-	(1,333)
RESULT/PROFIT FOR THE FINANCIAL YEAR	9,10	-	24,481

All of the company's results were derived from discontinued operations.

There were no recognised gains and losses in the year and the prior year other than those shown in the profit and loss account above and accordingly no separate statement of total recognised gains and losses is presented.

SHEPHERD OFFSHORE ENGINEERING LIMITED

BALANCE SHEET As at 30 April 2014

	Note	2014 £	2013 £
FIXED ASSETS			
Investments	5	50,000	50,000
CURRENT ASSETS			
Debtors	6	74,477	74,477
		<u>74,477</u>	<u>74,477</u>
CREDITORS: amounts falling due within one year	7	<u>(72,477)</u>	<u>(72,477)</u>
NET CURRENT ASSETS		<u>2,000</u>	<u>2,000</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>52,000</u>	<u>52,000</u>
NET ASSETS		<u>52,000</u>	<u>52,000</u>
CAPITAL AND RESERVES			
Called-up share capital	8	2,000	2,000
Profit and loss account	9	50,000	50,000
SHAREHOLDERS' FUNDS	10	<u>52,000</u>	<u>52,000</u>

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

The company was dormant throughout the year ended 30 April 2014 and is entitled to exemption from audit under section 480 of the Companies Act 2006. No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476. The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements of Shepherd Offshore Engineering Limited (registered number 00927102) were approved by the Board of Directors and authorised for issue on 23rd December 2014.

Signed on behalf of the Board of Directors

B S Shepherd

Director

Date 23rd December 2014

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 April 2014

1. ACCOUNTING POLICIES

A summary of the principal accounting policies is set out below. These policies have been applied consistently throughout the current and prior year.

Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with applicable UK accounting standards, applicable to smaller entities.

Consolidation

The company is exempt by virtue of s400 of the Companies Act 2006 from the requirement to prepare group financial statements. These financial statements present information about the company as an individual undertaking and not about its group.

Acquisitions

Acquisitions of a business are accounted for under the acquisition basis. The results of businesses acquired are included in the profit and loss account from the date that control passes.

Investments

Fixed asset investments are shown at cost less provision for impairment.

Taxation

Current tax is provided at amounts expected to be paid using the rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no binding contract to dispose of those assets. Deferred tax assets and liabilities are not discounted.

Cash flow statement

The company is exempt from the requirements of FRS1 to include a cash flow statement as part of its financial statements, because it meets the size criteria as a small company, as defined by Sections 382-384 and Sections 465-467 of The Companies Act 2006.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 30 April 2014

2. TAX ON PROFIT ON ORDINARY ACTIVITIES

i) Analysis of tax charge on ordinary activities

	2014	2013
	£	£
Current tax:		
UK corporation tax at 22.80% (2013: 23.92%)	-	-
Adjustment in respect of previous year	-	1,333
	<u>-</u>	<u>1,333</u>
Total current tax	-	1,333
Deferred tax:		
Origination and reversal of timing differences	-	-
Effect of changes in tax rates	-	-
	<u>-</u>	<u>-</u>
Total deferred tax	-	-
Total tax result/charge on result/profit on ordinary activities	<u>-</u>	<u>1,333</u>

ii) Factors affecting tax result/charge for the current year.

The tax assessed for the year is different to that resulting from applying the standard rate of corporation tax of 22.80% (2013: 23.92%) in the UK. The differences are explained below:

	2014	2013
	£	£
Result/profit on ordinary activities before taxation	-	25,814
	<u>-</u>	<u>25,814</u>
Tax at 22.80% (2013: 23.92%) thereon	-	6,174
Effects of:		
Expenses not deductible for tax purposes	-	9,351
Depreciation in excess of Capital allowances	-	-
Tax losses not utilised	-	26
Prior year adjustment	-	1,333
Non taxable income	-	(15,551)
Current tax rate difference	-	-
	<u>-</u>	<u>-</u>
Current tax result/charge for the year	<u>-</u>	<u>1,333</u>

3. DIRECTORS' EMOLUMENTS AND EMPLOYEE INFORMATION

The Directors took no emoluments in the financial year and the company has no employees.

The average monthly number of persons employed by the company during the year was as follows:

	2014	2013
	Number	Number
Directors	<u>2</u>	<u>2</u>

SHEPHERD OFFSHORE ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) For the year ended 30 April 2014

4. INTANGIBLE FIXED ASSETS

	£
Cost	
At 1 May 2013 and 30 April 2014	1,000
Amortisation	
At 1 May 2013 and 30 April 2014	1,000
Net book value	
At 1 May 2013 and 30 April 2014	-

Intangibles relate to the purchase of customer lists and the trade name from NEM. An impairment has been recorded as the business has ceased trading and therefore forecast future cash flows are £nil.

5. INVESTMENTS HELD AS FIXED ASSETS

	Shares in subsidiary undertakings £
Cost	
At 1 May 2013 and 30 April 2014	229,309
Provision for impairment	
At 1 May 2013	179,309
Impairment	-
At 30 April 2014	179,309
Net book value	
At 30 April 2013	50,000
Net book value	
At 1 May 2014	50,000

The impairment has arisen as a result of a reduction in the net assets of its subsidiary.

The company has a significant shareholding in the following undertaking:

	Principal activity	Class of shares held	% Holding
Subsidiary undertaking			
The Northern Conservative Club Building Limited	Property investment	£1 ordinary £5 preference	100 100

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014 £	2013 £
Amounts due from parent companies	74,477	74,477
	74,477	74,477

SHEPHERD OFFSHORE ENGINEERING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued) For the year ended 30 April 2014

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014 £	2013 £
Amounts owed to subsidiary undertakings	50,000	50,000
Other creditors	22,477	22,477
Corporation tax creditor		-
	<u>72,477</u>	<u>72,477</u>

8. CALLED-UP SHARE CAPITAL

	2014 £	2013 £
Allotted, called-up and fully paid		
2,000 ordinary shares of £1 each	<u>2,000</u>	<u>2,000</u>

9. RESERVES

	Profit and loss account £
At 30 April 2013	50,000
Retained result for the year	-
Dividend	-
	<u>50,000</u>
At 30 April 2014	<u>50,000</u>

The directors recommend payment of a dividend for the year of £Nil per share (2013: £113).

10. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2014 £	2013 £
Opening shareholders' funds	52,000	253,507
Retained result/profit for the year	-	24,481
Dividend	-	(225,988)
	<u>52,000</u>	<u>52,000</u>
Closing shareholders' funds	<u>52,000</u>	<u>52,000</u>

11. RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption available to group companies in FRS 8 (Related Party Disclosures) which allows it not to disclose transactions with group entities or investees of the group qualifying as related parties.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 30 April 2014

12. IMMEDIATE PARENT UNDERTAKING AND ULTIMATE CONTROLLING PARTIES

The directors regard Shepherd Group Offshore Limited as the ultimate parent company, and Shepherd Offshore Limited as the immediate parent company. Both companies are incorporated in the United Kingdom.

The ultimate controlling parties are the directors of the company, who are both directors and shareholders in the ultimate parent company.

The parent company of the largest and smallest group, which includes the company and for which group accounts are prepared is Shepherd Offshore Group Limited, a company registered in Great Britain. Copies of the group accounts are available from Companies House, Crown Way, Maindy, Cardiff, CF14 3UZ.