

Company number: 04559022

RUN ENERGY LIMITED
UNAUDITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016



Run Energy Limited**Directors**

N.M. Johnson
D.J.T. Wilson

Secretary and Registered Office

N.M. Johnson
Suite 10, 29 Harley Street, London, W1G 9QR

Registered Number

04559022

Accountants

Moore Stephens LLP
Chartered Accountants
150 Aldersgate Street, London, EC1A 4AB

Report of the Directors

The directors present their report and the unaudited financial statements for the year ended 31 March 2016.

Review of Activities

The principal activities of the company are those related to the provision of consultancy and contract services to the energy industry.

The results for the year reflect the difficult trading conditions and the company's continuing focus on operational efficiency, cost reduction and achievement of margin targets. A number of staff were made redundant during the year as a result of this review.

The company has reduced contract services and re-focused its business on consultancy services. The directors expect the company will trade profitably in the forthcoming year.

Results and Dividends

The loss for the financial year amounted to £65,445 (2015: loss of £5,878) and this amount has been added to accumulated losses. The directors do not recommend the payment of a dividend.

Directors

The directors who served during the year are shown above.

Small Company Exemption

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 on 8th June 2016

and signed on its behalf by:



N.M. JOHNSON
Director

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 elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom 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;
- 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.

Chartered Accountants' Report to the Board of Directors on the Preparation of the Unaudited Statutory Accounts of Run Energy Limited for the Year Ended 31 March 2016

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Run Energy Limited for the year ended 31 March 2016 as set out on pages 4 to 10 from the company's accounting records and from information and explanations you have given to us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook.

This report is made solely to the company's Board of Directors of Run Energy Limited, as a body, in accordance with the terms of our engagement letter dated 11 September 2014. Our work has been undertaken solely to prepare for your approval the accounts of Run Energy Limited and state those matters that we have agreed to state to Board of Directors of Run Energy Limited, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Run Energy Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Run Energy Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of Run Energy Limited. You consider that Run Energy Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Run Energy Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.



Moore Stephens LLP
Chartered Accountants
150 Aldersgate Street
London
EC1A 4AB

13 June 2016

Run Energy Limited

Profit and Loss Account
For the year ended 31 March 2016

	<u>Note</u>	<u>2016</u> £	<u>2015</u> £
Turnover	1(c)	485,486	597,501
Cost of sales		<u>(503,684)</u>	<u>(544,286)</u>
Gross (Loss)/Profit		(18,198)	53,215
Administrative expenses		<u>(47,247)</u>	<u>(59,650)</u>
Loss on Ordinary Activities Before Taxation		(65,445)	(6,435)
Taxation on ordinary activities	4	<u>-</u>	<u>557</u>
Loss for the Financial Year		<u>(65,445)</u>	<u>(5,878)</u>
Summary of Accumulated Losses			
At 31 March 2015		(209,548)	(203,670)
Loss for the financial year		<u>(65,445)</u>	<u>(5,878)</u>
At 31 March 2016		<u>(274,993)</u>	<u>(209,548)</u>

There are no recognised gains or losses other than those included in the profit and loss account.

Run Energy Limited

Balance Sheet as at 31st March 2016

	Note	2016		2015	
		£	£	£	£
Fixed Assets					
Tangible assets	5		769		397
Current Assets					
Debtors	6	49,471		97,504	
Cash at bank and in hand		97,665		136,140	
		147,136		233,644	
Creditors, amounts falling due within one year	7	<u>(422,798)</u>		<u>(443,489)</u>	
Net Current Liabilities			<u>(275,662)</u>		<u>(209,845)</u>
Total Assets Less Current Assets			<u>(274,893)</u>		<u>(209,448)</u>
Capital and Reserves					
Share capital	9		100		100
Profit and loss account			<u>(274,993)</u>		<u>(209,548)</u>
Shareholders' Deficit	10		<u>(274,893)</u>		<u>(209,448)</u>

The directors considered that the company is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the company to obtain an audit for the period in question in accordance with section 476 of the Act.

The directors acknowledge their responsibility for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2016 and of its loss for the period then ended in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Act relating to the financial statements as far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Companies (effective January 2015).

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 8th June 2016 by:



N.M. JOHNSON
Director

The notes on pages 6 to 10 form part of these financial statements.

Run Energy Limited

Financial Statements for the year ended 31 March 2016

Notes

1. Principal Accounting Policies

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

(b) Going concern

The balance sheet shows net liabilities of £274,893 as at 31 March 2016 (2015: £209,448). As set out in note 7, the principal creditors are parties related to the ultimate controlling parties who have undertaken not to seek repayment of amounts due by the company for at least one year from the date of approval of the financial statements. The directors consider that the company has adequate resources to remain in operation for the foreseeable future and therefore consider the going concern basis to be appropriate in preparing these financial statements. However, inherently there can be no certainty regarding this matter.

(c) Turnover

Turnover represents fees receivable excluding Value Added Tax.

(d) Foreign exchange translation

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the date of the transaction. Assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. The resulting differences are dealt with in the profit and loss account.

(e) Fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided on a straight line basis as follows:

Computer equipment	- 50% per annum
Office furniture and fittings	- 50% per annum
Office equipment	- 33% per annum
Operational equipment and motor vehicles	25% per annum

(f) Leased assets

Rentals under operating leases are charged to the profit and loss account as incurred.

Run Energy Limited

Financial Statements for the year ended 31 March 2016

Notes (Continued)

1. Principal Accounting Policies (Continued)

(g) Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

(h) Pension costs

The company contributes towards individual stakeholder pension schemes set up for individual employees. The contributions made by the company are charged to the profit and loss account as incurred.

2. Loss before Tax

Loss before tax is stated after charging:

	<u>2016</u> £	<u>2015</u> £
Depreciation	484	1,334
Operating lease payments	131,673	118,556
Exchange differences	<u>1,464</u>	<u>1,886</u>

3. Directors and Employees

	<u>2016</u> £	<u>2015</u> £
Wages and salaries	167,363	177,425
Social security costs	15,788	16,719
Pension contributions	<u>2,250</u>	<u>4,379</u>
	<u>185,401</u>	<u>198,523</u>

The average number of persons employed during the year was four (2015: five), all of whom were employed in direct production.

Directors' emoluments for the year amounted to £Nil (2015: £Nil). Pension contributions paid for the directors amounted to £Nil (2015: £Nil).

Run Energy Limited

Financial Statements for the year ended 31 March 2016

Notes (Continued)

4. Taxation on Ordinary Activities

	<u>2016</u> £	<u>2015</u> £
Prior year overprovision	-	(557)
Corporation tax charge for the year	-	-

The effective rate of tax is lower than the standard rate of corporation tax in the UK (20%). The differences are explained below:

	<u>2016</u> £	<u>2015</u> £
Loss on ordinary activities before tax	<u>(65,443)</u>	<u>(6,435)</u>
Loss on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2015: 20%)	(13,089)	(1,287)
Effects of:		
Prior year overprovision	-	(557)
Depreciation less than capital allowances	(1,591)	188
Disallowed expenses	-	4
Timing difference on provisions	(1,605)	520
Taxable losses carried forward	<u>16,285</u>	<u>575</u>
Current year taxation credit	<u>-</u>	<u>(557)</u>

5. Tangible Fixed Assets

	Operational Equipment and Motor Vehicles £	Computer Equipment £	Office Furniture and Fittings £	Total £
Cost				
As at 31 March 2015	109,837	4,942	2,452	117,231
Additions	-	856	-	856
Disposals	<u>(47,630)</u>	<u>-</u>	<u>-</u>	<u>(47,630)</u>
As at 31 March 2016	<u>62,207</u>	<u>5,798</u>	<u>2,452</u>	<u>70,457</u>
Depreciation				
As at 31 March 2015	109,837	4,588	2,409	116,834
Charge for the year	-	441	43	484
Disposals	<u>(47,630)</u>	<u>-</u>	<u>-</u>	<u>(47,630)</u>
As at 31 March 2016	<u>62,207</u>	<u>5,029</u>	<u>2,452</u>	<u>69,688</u>
Net book value				
As at 31 March 2016	<u>-</u>	<u>769</u>	<u>-</u>	<u>769</u>
As at 31 March 2015	<u>-</u>	<u>354</u>	<u>43</u>	<u>397</u>

Financial Statements for the year ended 31 March 2016

Notes (Continued)

6. Debtors due within one year

	<u>2016</u> £	<u>2015</u> £
Trade debtors	37,072	86,362
Other debtors	<u>12,399</u>	<u>11,142</u>
	<u>49,471</u>	<u>97,504</u>

7. Creditors, amounts falling due within one year

	<u>2016</u> £	<u>2015</u> £
Trade creditors	10,932	3,562
Amounts owed to related parties (Note 12)	404,588	412,372
Other taxes and social security	1,198	18,245
Accruals	5,447	8,052
Other creditors	<u>633</u>	<u>1,258</u>
	<u>422,798</u>	<u>443,489</u>

8. Deferred Taxation

The unrecognised deferred tax asset is analysed as follows:

	<u>2016</u> £	<u>2015</u> £
Capital allowances less than depreciation	2,653	4,243
Timing differences in respect of provisions	127	520
Trading losses	<u>43,129</u>	<u>26,397</u>
	<u>45,909</u>	<u>31,160</u>

9. Share Capital

	<u>2016</u> £	<u>2015</u> £
Allotted, called up and fully paid 100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

10. Shareholders' Deficit

	<u>2016</u> £	<u>2015</u> £
Balance as at 1 April 2015	(209,448)	(203,570)
Loss for the financial year	<u>(65,445)</u>	<u>(5,878)</u>
Balance as at 31 March 2016	<u>(274,893)</u>	<u>(209,448)</u>

Run Energy Limited**Financial Statements for the year ended 31 March 2016****Notes (Continued)****11. Obligations Under Operating Leases**

The company's obligations under operating leases relate solely to accommodation provided for visiting contractors, all of which are cancellable with one month's notice.

12. Related Party Transactions

The company transacted with a number of entities under common control as follows:

(a) included under creditors:

Run Energy Pty Limited	£ 404,588
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(b) included under administrative expenses:

Run Energy Pty Limited	£ 21,688
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13. Ultimate Controlling Parties

The ultimate controlling parties of the company are Mr. and Mrs. W. Pahor. The immediate and ultimate parent company of Run Energy Limited is Oaktel Investments Pty Limited, a company incorporated in Australia.