

Company Registration No. 05806024 (England and Wales)

CAITHNESS SERVICES LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2018



CAITHNESS SERVICES LIMITED

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CAITHNESS SERVICES LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2018

The director presents his annual report and financial statements for the year ended 31 December 2018.

Principal activities

The principal activity of the Company during the year was to provide technical and commercial services to Caithness Petroleum Limited ("Caithness Petroleum").

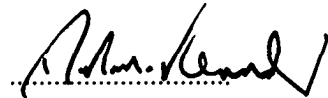
Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr. R. Kennedy Mr. P. Oldham Mr. R. Jones	Resigned 19 February 2019 Resigned 19 February 2019
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This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

On behalf of the board



RKM Kennedy

Director

29 September 2019

CAITHNESS SERVICES LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2018

	2018	2017
Notes	£	£
Turnover	80,000	135,000
Administrative expenses	<u>(100,873)</u>	<u>(262,555)</u>
Loss before taxation	(20,873)	(127,555)
Taxation	<u>-</u>	<u>-</u>
Loss for the financial year	(20,873)	(127,555)
Other comprehensive income	<u>-</u>	<u>-</u>
Total comprehensive income for the year	<u>(20,873)</u>	<u>(127,555)</u>

CAITHNESS SERVICES LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2018

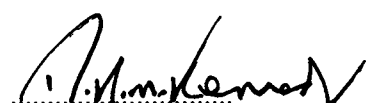
		2018	2017
	Notes	£	£
Current Assets	3		
Debtors		5,124	17,013
Cash at bank and in hand		(85)	5,588
		5,039	22,601
Creditors: amounts falling due within one year	4	(125,856)	(122,545)
Net current liabilities		(120,817)	(99,944)
 Capital and reserves			
Called up share capital	5	2	2
Share premium account		1,419,489	1,419,489
Profit and loss reserves		(1,540,308)	(1,519,435)
Total equity		(120,817)	(99,944)

For the financial year ended 31 December 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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

The financial statements were approved by the board of directors and authorised for issue on 29 September 2019 and are signed on its behalf by:



RKM Kennedy

Director

Company Registration No. 05806024

The notes on pages 5 to 7 form part of these financial statements.

CAITHNESS SERVICES LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2018

	Share Capital	Share Premium Account	Profit and loss reserve	Total
	£	£	£	£
Balance at 1 January 2017	2	1,419,489	(1,391,880)	27,611
Year ended 31 December 2017				
Loss and total comprehensive income for the year	-	-	(127,555)	(127,555)
Balance at 31 December 2017	2	1,419,489	(1,519,435)	(99,944)
Year ended 31 December 2018				
Loss and total comprehensive income for the year	-	-	(20,873)	(20,873)
Balance at 31 December 2018	2	1,419,489	(1,540,308)	(120,817)

The notes on pages 5 to 7 form part of these financial statements.

1 Company information

Caithness Services Limited (05806024) is a private company limited by shares incorporated in England and Wales. The registered office is 19 Ennismore Gardens, Suite A, London, England SW7 1AA

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland” (“FRS 102”) and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view. The company has elected to apply the reduced disclosure framework other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared on the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The Company is dependent upon the financial support of Caithness Petroleum Limited. Although material funding uncertainties in the wider Caithness Group may cast doubt on the Company’s ability to continue as a going concern such that it may be unable to realise its assets and discharge its liabilities in the normal course of business, the Director has been advised by Caithness Petroleum Limited that a number of strategic alternatives are being pursued to secure funding for the Group. The Directors therefore continue to adopt the going concern basis in preparing the accounts.

1.3 Turnover

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. All such revenue is reported net of discounts and value added and other sales taxes.

1.4 Cash and cash equivalents

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.5 Financial instruments

Financial instruments are recognised in the company’s statement of financial position when the company becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction,

where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors and loans from fellow group companies, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.6 Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 1 (2017 - 1).

3 Debtors: amounts falling due within one year	2018	2017
	£	£
Other debtors	5,124	13,916
Prepayments and accrued income	-	3,097
	<u>5,124</u>	<u>17,013</u>
4 Creditors: amounts falling due within one year	2018	2017
	£	£
Trade creditors	35,591	36,909
Other taxation and social security	-	5,330
Other creditors	90,265	72,806
Accruals and deferred income	-	7,500
	<u>125,856</u>	<u>122,545</u>

CAITHNESS SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2018

5	Called up share capital	2018	2017
		£	£
	Ordinary share capital: Authorised 1,000 Ordinary of £1 each	<u>1,000</u>	<u>1,000</u>
	Issued and fully paid 2 Ordinary of £1 each	<u>2</u>	<u>2</u>

- 6 Related party transactions**
The company has taken advantage of the exemption allowed under FRS 102 s33.1A not to disclose transactions with wholly owned members of the group.

- 7 Parent company**
During the current and previous year, the Company's ultimate controlling party was Caithness Petroleum Limited, a company registered in England and Wales.