

PEARLSTONE ENERGY LIMITED

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2019

PEARLSTONE ENERGY LIMITED

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PEARLSTONE ENERGY LIMITED
REGISTERED NUMBER:09424680

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019

| | Note | 2019 £ | 2018 £ |
|--|------|---------------------|----------------------|
| Fixed assets | | | |
| Tangible assets | 4 | 406 | 545 |
| Current assets | | | |
| Debtors: amounts falling due within one year | 5 | 3,889 | 7,456 |
| Cash at bank and in hand | | 12,079 | 71,137 |
| | | <u>15,968</u> | <u>78,593</u> |
| Current liabilities | | | |
| Creditors: amounts falling due within one year | 6 | (9,986) | (8,576) |
| Net current assets | | 5,982 | 70,017 |
| Net assets | | <u><u>6,388</u></u> | <u><u>70,562</u></u> |
| Capital and reserves | | | |
| Called up share capital | 7 | 1,375 | 1,282 |
| Share premium account | | 794,131 | 549,712 |
| Profit and loss account | | (789,118) | (480,432) |
| | | <u><u>6,388</u></u> | <u><u>70,562</u></u> |

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

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.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

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

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 27 November 2020.

Dr A Camyab
Director

The notes on pages 2 to 5 form part of these financial statements.

PEARLSTONE ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

1. General information

Pearlstone Energy Limited is a limited liability company registered in England and Wales. Its registered office address is at 71-75 Shelton Street, London, WC2H 9JQ.

The principal activity of the company during the year was that of to provide a range of energy management services for customers in the UK.

The financial statements are presented in £ sterling, which is the functional currency of the company.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Going concern

The company made a loss for the year and at the balance sheet date has net current liabilities and net liabilities. The directors have obtained assurance from the shareholders that funds will be made available to the company so that it will be able to carry on trading and meet its financial obligations as and when they fall due for at least twelve months from the date the accounts are approved. The accounts have been prepared under going concern on this basis.

PEARLSTONE ENERGY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

2. Accounting policies (continued)

2.3 Revenue

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. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised when all of the following conditions are satisfied:

- the Company has transferred the significant risks and rewards of ownership to the buyer;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the transaction; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.4 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

| | | |
|------------------|---|-----|
| Office equipment | - | 25% |
|------------------|---|-----|

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

PEARLSTONE ENERGY LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

2. Accounting policies (continued)

2.5 Financial instruments

The company only enters into transactions that result in basic financial instruments such as trade and other debtors, trade and other creditors, cash at bank and in hand, loans to/from related parties.

Trade debtors, other debtors and loans to related parties are recognised initially at the transaction price less attributable transaction costs. Trade creditors, other creditors and loans from related parties are recognised initially at transaction price plus attributable transaction costs. Subsequently they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade and other debtors, and loans to related parties.

Cash and cash equivalents comprise cash balances and call deposits. Bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

3. Employees

The average monthly number of employees, including directors, during the year was 3 (2018 - 3).

4. Tangible fixed assets

| | Office equipment £ |
|-------------------------------------|--------------------------|
| Cost or valuation | |
| At 1 January 2019 | 557 |
| At 31 December 2019 | 557 |
| Depreciation | |
| At 1 January 2019 | 12 |
| Charge for the year on owned assets | 139 |
| At 31 December 2019 | 151 |
| Net book value | |
| At 31 December 2019 | 406 |
| At 31 December 2018 | 545 |

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

5. Debtors

| | 2019 £ | 2018 £ |
|--------------------------------|--------------|--------------|
| Other debtors | 407 | 5,943 |
| Prepayments and accrued income | 3,482 | 1,513 |
| | <u>3,889</u> | <u>7,456</u> |

6. Creditors: Amounts falling due within one year

| | 2019 £ | 2018 £ |
|------------------------------|--------------|--------------|
| Other creditors | 8,736 | 7,326 |
| Accruals and deferred income | 1,250 | 1,250 |
| | <u>9,986</u> | <u>8,576</u> |

7. Share capital

| | 2019 £ | 2018 £ |
|--|--------------|--------------|
| Allotted, called up and fully paid | | |
| 137,468 (2018 - 128,206) Ordinary shares of £0.01 each | <u>1,375</u> | <u>1,282</u> |

On the 12 December 2019 9,262 Ordinary shares were issued at a cost of £26.40 per share. The amount paid in excess of the nominal value has been recognised as share premium.

8. Related party transactions

As at the year end, the Company owed £8,736 (2018 - £7,326) to the director of the Company, included within other creditors.

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.