

Company registration number: SC279302

Ably Resources Limited

Unaudited financial statements

31 December 2016



Ably Resources Limited

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Ably Resources Limited

Directors and other information

Directors	Mr Mark Lombardi Mrs Amy Baird Mr Nadim Shema
Company number	SC279302
Registered office	135 Buchanan Street Glasgow G1 2JA
Business address	Fyfe Chambers 105 West George Street Glasgow G2 1PB
Accountants	Bissets Limited Chartered Accountants 135 Buchanan Street Glasgow G1 2JA

Ably Resources Limited

Report to the board of directors on the preparation of the unaudited statutory financial statements of Ably Resources Limited

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Ably Resources Limited for the year ended 31 December 2016 which comprise the statement of financial position, statement of changes in equity and related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants of Scotland, we are subject to its ethical and other professional requirements, detailed at <http://www.icas.org.uk/accountspreparationguidance>.

This report is made solely to the board of directors of Ably Resources Limited, as a body, in accordance with the terms of our engagement letter dated 17 March 2017. Our work has been undertaken solely to prepare for your approval the financial statements of Ably Resources Limited and state those matters that we have agreed to state to the board of directors of Ably Resources Limited as a body, in this report in accordance with the requirements of the Institute of Chartered Accountants of Scotland as detailed at <http://www.icas.org.uk/accountspreparationguidance>. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Ably Resources Limited and its board of directors as a body for our work or for this report.

It is your duty to ensure that Ably Resources Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Ably Resources Limited. You consider that Ably Resources 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 financial statements of Ably Resources 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 financial statements.



Bissets Limited
Chartered Accountants
135 Buchanan Street
Glasgow
G1 2JA

17 March 2017

Ably Resources Limited

**Statement of financial position
31 December 2016**

	Note	2016		2015	
		£	£	£	£
Fixed assets					
Tangible assets	6	<u>13,855</u>		<u>8,502</u>	
			13,855		8,502
Current assets					
Debtors	7	607,371		261,540	
Cash at bank and in hand		<u>50,891</u>		<u>27,958</u>	
		658,262		289,498	
Creditors: amounts falling due within one year	8	<u>(472,141)</u>		<u>(1,284,728)</u>	
Net current assets/(liabilities)			<u>186,121</u>		<u>(995,230)</u>
Total assets less current liabilities			<u>199,976</u>		<u>(986,728)</u>
Net assets/(liabilities)			<u><u>199,976</u></u>		<u><u>(986,728)</u></u>
Capital and reserves					
Called up share capital	10	100,000		100,000	
Profit and loss account		<u>99,976</u>		<u>(1,086,728)</u>	
Shareholders funds/(deficit)			<u><u>199,976</u></u>		<u><u>(986,728)</u></u>

The notes on pages 7 to 12 form part of these financial statements.

Ably Resources Limited

Statement of financial position (continued)
31 December 2016

For the year ending 31 December 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The shareholders have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In accordance with section 444 of the Companies Act 2006, the statement of comprehensive income has not been delivered.

These financial statements were approved by the board of directors and authorised for issue on 17 March 2017, and are signed on behalf of the board by:



Mr Mark Lombardi
Director

Company registration number: SC279302

The notes on pages 7 to 12 form part of these financial statements.

Ably Resources Limited

**Statement of changes in equity
Year ended 31 December 2016**

	Called up share capital £	Profit and loss account £	Total £
At 1 January 2015	<u>100,000</u>	<u>(254,534)</u>	<u>(154,534)</u>
Profit/(loss) for the year	<u> </u>	<u>(832,194)</u>	<u>(832,194)</u>
Total comprehensive income for the year	<u>-</u>	<u>(832,194)</u>	<u>(832,194)</u>
At 31 December 2015	<u><u>100,000</u></u>	<u><u>(1,086,728)</u></u>	<u><u>(986,728)</u></u>
Profit/(loss) for the year	<u> </u>	<u>1,186,704</u>	<u>1,186,704</u>
Total comprehensive income for the year	<u>-</u>	<u>1,186,704</u>	<u>1,186,704</u>
At 31 December 2016	<u><u>100,000</u></u>	<u><u>99,976</u></u>	<u><u>199,976</u></u>

Ably Resources Limited

Notes to the financial statements Year ended 31 December 2016

1. General information

The company is a private company limited by shares, registered in United Kingdom. The address of the registered office is 135 Buchanan Street, Glasgow, G1 2JA.

2. Statement of compliance

These financial statements have been prepared in compliance with the provisions of FRS 102, Section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities measured at fair value through profit or loss.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Critical accounting judgments and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of the estimation means that actual outcomes could differ from those estimates. The following judgments have had the most significant effect on amounts recognised in the financial statements:

(a) Revenue recognition

Revenue on the supply of recruitment services is recognised based on the successful placement of a candidate and in line with the terms of the contract. Determining if a candidate has been successfully placed is a key judgment in respect of revenue recognition on these contracts and requires assessments to be made on the likelihood of the candidate starting employment or remaining in employment for the minimum term outlined in the contract.

(b) Recoverability of debtors

The recoverability of debtors is considered a key judgment due to the sector in which the company operates combined with the uncertain nature of candidate placement. The recoverability of debtors is assessed regularly and subject to provision if required.

(c) Operating leases

The company has entered into commercial leases as a lessee and obtained the use of property, plant and equipment. The classification of such lease as operating or finance lease requires the company to determine, based on an evaluation of the terms and conditions of the arrangement, whether it acquires the significant risks and rewards of ownership of these assets and accordingly whether the lease requires an asset and liability to be recognised in the statement of financial position.

Turnover

Turnover shown in the statement of comprehensive income represents amounts earned during the year and is stated net of Value Added Tax. Turnover represents the fair value of consideration received or receivable from the supply of recruitment services. In all cases, it is recognised in accordance with the contractual arrangements.

Ably Resources Limited

Notes to the financial statements (continued) **Year ended 31 December 2016**

Exceptional items

Exceptional items are disclosed separately in the financial statements in order to provide further understanding of the financial performance of the entity. They are material items of income or expense that have been shown separately because of their nature or amount.

Taxation

Current 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.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to profit or loss.

Operating leases

Rentals in respect of operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Tangible assets

Tangible fixed assets are stated at cost, net of depreciation, and any provision for impairment.

Depreciation

Depreciation is calculated on a straight line basis to write off the cost less estimated residual value of tangible fixed assets over their anticipated useful lives as follows:

Leasehold property	- 15%	straight line
Office equipment & software	- 33%	straight line
Furniture & fixtures	- 25%	straight line

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of tangible assets, the depreciation is revised prospectively to reflect the new estimates.

Ably Resources Limited

Notes to the financial statements (continued) **Year ended 31 December 2016**

Financial instruments

A financial instrument is a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial assets and financial liabilities are recognised when the company becomes party to the contractual provisions of the instrument. 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.

(a) financial assets and liabilities

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs). Debt instruments that are classified as payable or receivable within one year are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment. Financial assets are derecognised when and only when the contractual rights to the cash flows from the financial asset expire or are settled.

Defined contribution plans

Pension costs arising in respect of the defined contribution pension scheme are charged to the profit and loss account as incurred.

4. Staff costs

The average number of persons employed by the company during the year, including the directors was 10 (2015: 22).

5. Exceptional items

	2016	2015
	£	£
Waived loan from Denholm Oilfield Services Ltd - see note 15	(1,162,519)	-

Ably Resources Limited

Notes to the financial statements (continued)
Year ended 31 December 2016

6. Tangible assets

	Leasehold property	Office equipment & software	Furniture & fixtures	Total
	£	£	£	£
Cost				
At 1 January 2016	36,992	142,893	31,784	211,669
Additions	-	11,173	-	11,173
At 31 December 2016	<u>36,992</u>	<u>154,066</u>	<u>31,784</u>	<u>222,842</u>
Depreciation				
At 1 January 2016	36,862	134,521	31,784	203,167
Charge for the year	130	5,690	-	5,820
At 31 December 2016	<u>36,992</u>	<u>140,211</u>	<u>31,784</u>	<u>208,987</u>
Carrying amount				
At 31 December 2016	<u>-</u>	<u>13,855</u>	<u>-</u>	<u>13,855</u>
At 31 December 2015	<u>130</u>	<u>8,372</u>	<u>-</u>	<u>8,502</u>

7. Debtors

	2016	2015
	£	£
Trade debtors	383,147	197,557
Amounts owed by group undertakings and undertakings in which the company has a participating interest	157,069	-
Other debtors	67,155	63,983
	<u>607,371</u>	<u>261,540</u>

8. Creditors: amounts falling due within one year

	2016	2015
	£	£
Trade creditors	60,609	14,859
Amounts owed to group undertakings and undertakings in which the company has a participating interest	-	1,174,028
Corporation tax	4,337	-
Social security and other taxes	6,454	-
Other creditors	400,741	95,841
	<u>472,141</u>	<u>1,284,728</u>

Other creditors includes an amount of £149,943 (2015: £nil) due to invoice discounters. The balance is secured against the trade debtors balance.

Ably Resources Limited

Notes to the financial statements (continued)
Year ended 31 December 2016

9. Deferred tax

The deferred tax included in the statement of financial position is as follows:

	2016	2015
	£	£
Included in debtors (note 7)	<u>2,252</u>	<u>5,953</u>

The deferred tax account consists of the tax effect of timing differences in respect of:

	2016	2015
	£	£
Accelerated capital allowances	<u>2,252</u>	<u>5,953</u>

10. Called up share capital
Issued, called up and fully paid

	2016		2015	
	No	£	No	£
Ordinary shares shares of £ 1.00 each	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>

11. Operating leases

The company as lessee

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2016	2015
	£	£
Not later than 1 year	<u>-</u>	<u>60,030</u>

Ably Resources Limited

Notes to the financial statements (continued) **Year ended 31 December 2016**

12. Related party transactions

During the year the company entered into transactions with the following related parties: Planet Appointments Limited provided consultancy services and Cairngorm Investments Limited provided property services to Ably Resources Limited. Both are companies in which Mark Lombardi is a director. The transactions were:

	Transaction value		Balance owed by/(owed to)	
	2016	2015	2016	2015
	£	£	£	£
Planet Appointments Limited	94,500	105,000	(19,200)	-
Cairngorm Investments Limited	1,327	57,556	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

On 15 January 2016, Denholm Oilfield Services Limited waived a loan of £1,162,519 which was due to it when the company was sold to Ably Resources Holdings Limited.

At 31 December 2016, the company owed M Lombardi, director £19,988, A Baird, director £10,000 and N Shema, director £10,000.

13. Controlling party

Mark Lombardi, director, is the controlling party by virtue of his controlling interest in the equity of Ably Resources Holdings Limited, the ultimate holding company.