
PACKERS PLUS ENERGY SERVICES (UK) LIMITED

UNAUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020



PACKERS PLUS ENERGY SERVICES (UK) LIMITED
REGISTERED NUMBER: SC356486

BALANCE SHEET
AS AT 31 DECEMBER 2020

	Note	2020 £	2020 £	2019 £	2019 £
Fixed assets					
Investments	5		1,032,965		1,032,965
			<u>1,032,965</u>		<u>1,032,965</u>
Current assets					
Debtors: amounts falling due within one year	6	340,913		67,789	
Cash at bank and in hand		13,233		202,291	
		<u>354,146</u>		<u>270,080</u>	
Creditors: amounts falling due within one year	7	(624,007)		(1,168,845)	
Net current liabilities			<u>(269,861)</u>		<u>(898,765)</u>
Total assets less current liabilities			<u>763,104</u>		<u>134,200</u>
Creditors: amounts falling due after more than one year	8	(576,607)			-
Net assets			<u><u>186,497</u></u>		<u><u>134,200</u></u>
Capital and reserves					
Called up share capital			1,000		1,000
Profit and loss account			185,497		133,200
			<u><u>186,497</u></u>		<u><u>134,200</u></u>

PACKERS PLUS ENERGY SERVICES (UK) LIMITED
REGISTERED NUMBER: SC356486

BALANCE SHEET (CONTINUED)
AS AT 31 DECEMBER 2020

The directors consider that the company is entitled to exemption from audit under section 479A of the Companies Act 2006.

The 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 income and retained earnings 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 21/12/2021



J J P Girdali
Director

The notes on pages 3 to 7 form part of these financial statements.

PACKERS PLUS ENERGY SERVICES (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. General information

Packers Plus Energy Services (UK) Limited is a private limited company limited by shares and incorporated in Scotland. The company's registered number is SC356486 and the registered office address is at Union Plaza (6th floor), 1 Union Wynd, Aberdeen, Scotland, AB10 1DQ. Its principal activity is the provision of equipment and services to the oil and gas industry.

2. Accounting policies

2.1 Basis of preparation of financial statements

These financial statements are prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" as applied in the context of the small entities regime and the Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Going concern

The financial statements have been prepared on a going concern basis.

The directors have carefully reviewed the prospects of the company and its future cash flows and accordingly have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future being at least the next 12 months from the date of signing these financial statements. Accordingly, the directors continue to adopt the going concern basis for the preparation of the financial statements.

2.3 Foreign currency translation

Functional and presentation currency

The company's functional and presentational currency is GBP.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

PACKERS PLUS ENERGY SERVICES (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2. Accounting policies (continued)

2.4 Revenue

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the company and the turnover can be reliably measured. Turnover 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 turnover is recognised:

Sale of goods

Turnover 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 turnover 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

Turnover 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 turnover 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.

2.5 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.6 Taxation

Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the company operates and generates income.

2.7 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

PACKERS PLUS ENERGY SERVICES (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2. Accounting policies (continued)

2.8 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.9 Cash at bank and in hand

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.10 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.11 Financial instruments

The company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or in case of an out-right short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Income and Retained Earnings.

3. Judgments in applying accounting policies and key sources of estimation uncertainty

No significant judgements have had to be made by directors in preparing these financial statements.

4. Employees

The Company has no employees other than the directors, who did not receive any remuneration (2019 - £NIL).

PACKERS PLUS ENERGY SERVICES (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

5. Fixed asset investments

	Investments in subsidiary companies £
Cost	
At 1 January 2020	1,032,965
At 31 December 2020	<u>1,032,965</u>

Subsidiary undertaking

The following was a subsidiary undertaking of the company:

Name	Registered office	Class of shares	Holding
Packers Plus Energy Services (Argentina) S.A	Av Leandro N, Alem 928, Piso 7 of 721., Retiro Comuna 1, Ciudad Autonoma, de Buenos Aires, AR	Ordinary	90%

6. Debtors

	2020 £	2019 £
Trade debtors	340,913	-
Other debtors	-	8,548
Prepayments and accrued income	-	59,241
	<u>340,913</u>	<u>67,789</u>

PACKERS PLUS ENERGY SERVICES (UK) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

7. Creditors: Amounts falling due within one year

	2020 £	2019 £
Trade creditors	6,750	6,753
Amounts owed to group undertakings	546,826	1,113,387
Corporation tax	13,064	43,563
Other taxation and social security	50,328	-
Other creditors	676	142
Accruals and deferred income	6,363	5,000
	<u>624,007</u>	<u>1,168,845</u>

8. Creditors: Amounts falling due after more than one year

	2020 £	2019 £
Amounts owed to group undertakings	576,607	-
	<u>576,607</u>	<u>-</u>

Included within amounts owed to group undertakings is a loan of £576,607 (2019 - £514,639) that is owed to Packers Plus Energy Services (Cyprus) Limited by the company. The loan has an interest rate of London Interbank Offered Rate (LIBOR) plus one percent per annum and will be calculated and compounded monthly. During the year, interest of £9,396 (2019 - £17,964) was accrued.

The principal amount plus all remaining accrued and unpaid interest, will be due and payable on 31 December 2022.

9. Controlling party

The immediate parent company is Packers Plus Energy Services (Cyprus) Limited, a company incorporated in Cyprus, which owns 100% of the shares in the company. The registered office address is San Sousi, 28, 2nd Floor, 2003, Nicosia, Cyprus. The ultimate parent company and the controlling party is Packers Plus Energy Services Inc, incorporated in Canada, which owns 100% of the group shares.

The figures in the accounts of Packers Plus Energy Services (UK) Limited can be found within the consolidated accounts of the ultimate parent company Packers Plus Energy Services Inc. The registered office address of Packers Plus Energy Services Inc is Suite 3500, 525-8th Avenue SW, Calgary, Alberta, T2P 1G1, Canada.