

*Amended*

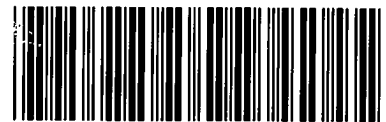
**RIG SURVEYS LIMITED**

**UNAUDITED FINANCIAL  
STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2017**

**PAGES FOR FILING WITH REGISTRAR**

FRIDAY



\*S7FFZMNU\*

SCT

28/09/2018

#272

COMPANIES HOUSE

# **RIG SURVEYS LIMITED**

## **CONTENTS**

---

|                                   | <b>Page</b>  |
|-----------------------------------|--------------|
| Balance sheet                     | <b>1 - 2</b> |
| Notes to the financial statements | <b>3 - 8</b> |

---

# RIG SURVEYS LIMITED

## BALANCE SHEET

AS AT 31 DECEMBER 2017

|   | Notes | 2017<br>£        | £              | 2016<br>£        | £               |
|---|-------|------------------|----------------|------------------|-----------------|
| <b>Fixed assets</b>                                   |       |                  |                |                  |                 |
| Tangible assets                                       | 3     |                  | 27,321         |                  | 149,279         |
| Investments   | 4     |                  | 12,620         |                  | 12,620          |
|   |       |                  | <u>39,941</u>  |                  | <u>161,899</u>  |
| <b>Current assets</b>                                 |       |                  |                |                  |                 |
| Stocks  |       | -                |                | 31,524           |                 |
| Debtors   | 6     | 720,372          |                | 202,708          |                 |
| Cash at bank and in hand                              |       | 4,531            |                | 96,255           |                 |
|   |       | <u>724,903</u>   |                | <u>330,487</u>   |                 |
| <b>Creditors: amounts falling due within one year</b> | 7     | <u>(484,886)</u> |                | <u>(155,080)</u> |                 |
| <b>Net current assets</b>                             |       |                  | 240,017        |                  | 175,407         |
| <b>Total assets less current liabilities</b>          |       |                  | 279,958        |                  | 337,306         |
| <b>Provisions for liabilities</b>                     |       |                  | <u>(4,645)</u> |                  | <u>(25,377)</u> |
| <b>Net assets</b>                                     |       |                  | <u>275,313</u> |                  | <u>311,929</u>  |
| <b>Capital and reserves</b>                           |       |                  |                |                  |                 |
| Called up share capital                               | 8     |                  | 100            |                  | 100             |
| Profit and loss reserves                              |       |                  | 275,213        |                  | 311,829         |
| <b>Total equity</b>                                   |       |                  | <u>275,313</u> |                  | <u>311,929</u>  |

# **RIG SURVEYS LIMITED**

## **BALANCE SHEET (CONTINUED)**

**AS AT 31 DECEMBER 2017**

---

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

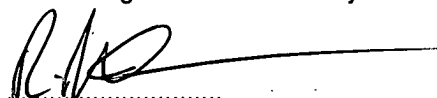
For the financial year ended 31 December 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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.

The member has not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared and delivered 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 26/9/18 and are signed on its behalf by:



R J Ritchie  
Director

**Company Registration No. SC418146**

# **RIG SURVEYS LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017**

---

### **1 Accounting policies**

#### **Company information**

Rig Surveys Limited is a private company limited by shares incorporated and domiciled in Scotland. The registered office is Pacesetter House, Wellheads Crescent, Wellheads Industrial Estate, Dyce, ABERDEEN, AB21 7GA.

#### **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 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 pound.

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

The company has taken advantage of the exemption under section 399 of the Companies Act 2006 not to prepare consolidated accounts, on the basis that the group of which this is the parent qualifies as a small group. The financial statements present information about the company as an individual entity and not about its group.

#### **1.2 Turnover**

Turnover represents amounts receivable for offshore inspections and supply of oil field equipment net of VAT and trade discounts. Turnover is recognised on an accruals basis dependant on when the services were provided.

#### **1.3 Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

|                                |                     |
|--------------------------------|---------------------|
| Plant and machinery            | - 50% straight line |
| Fixtures, fittings & equipment | - 50% straight line |
| Computer equipment             | - 50% straight line |
| Motor vehicles                 | - 50% straight line |

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

#### **1.4 Fixed asset investments**

Interests in subsidiaries, associates and jointly controlled entities are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

# RIG SURVEYS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

### 1 Accounting policies

(Continued)

#### 1.5 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### 1.6 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition.

#### 1.7 Cash at bank and in hand

Cash and cash equivalents are basic financial assets and include cash in hand.

#### 1.8 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet 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.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers.

#### 1.9 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

#### 1.10 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

# RIG SURVEYS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

---

### 1 Accounting policies

(Continued)

#### **Current tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

#### **Deferred tax**

Deferred tax liabilities are generally recognised for all timing differences and 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. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

#### **1.11 Employee benefits**

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

#### **1.12 Leases**

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

#### **1.13 Foreign exchange**

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the profit and loss account for the period.

### 2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 7 (2016 - 9).

# RIG SURVEYS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

### 3 Tangible fixed assets

|                                    | Plant and machinery etc<br>£ |
|------------------------------------|------------------------------|
| <b>Cost</b>                        |                              |
| At 1 January 2017                  | 275,700                      |
| Additions                          | 15,310                       |
|                                    | <u>291,010</u>               |
| At 31 December 2017                |                              |
| <b>Depreciation and impairment</b> |                              |
| At 1 January 2017                  | 126,421                      |
| Depreciation charged in the year   | 137,268                      |
|                                    | <u>263,689</u>               |
| At 31 December 2017                |                              |
| <b>Carrying amount</b>             |                              |
| At 31 December 2017                | <u>27,321</u>                |
| At 31 December 2016                | <u>149,279</u>               |

### 4 Fixed asset investments

|             | 2017<br>£     | 2016<br>£     |
|-------------|---------------|---------------|
| Investments | <u>12,620</u> | <u>12,620</u> |

#### Movements in fixed asset investments

|                                      | Shares in<br>group<br>undertakings<br>£ |
|--------------------------------------|---|
| <b>Cost or valuation</b>             |   |
| At 1 January 2017 & 31 December 2017 | <u>12,620</u>                           |
| <b>Carrying amount</b>               |   |
| At 31 December 2017                  | <u>12,620</u>                           |
| At 31 December 2016                  | <u>12,620</u>                           |



# RIG SURVEYS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

### 5 Subsidiaries

Details of the company's subsidiaries at 31 December 2017 are as follows:

| Name of undertaking | Registered office | Nature of business  | Class of shares held | % Held |          |
|---------------------|-------------------|---|----------------------|--------|----------|
|                     |                   |   |                      | Direct | Indirect |
| Rig IRM, Inc.       | USA               | Inspection, repair and maintenance services to the oil & gas industry | Ordinary             | 90.00  |          |

The investments in subsidiaries are all stated at cost.

### 6 Debtors

|   | 2017<br>£      | 2016<br>£      |
|---|----------------|----------------|
| <b>Amounts falling due within one year:</b> |                |                |
| Trade debtors                               | 650,225        | 125,781        |
| Amounts owed by group undertakings          | 70,147         | 76,927         |
|   | <u>720,372</u> | <u>202,708</u> |

### 7 Creditors: amounts falling due within one year

|                                    | 2017<br>£      | 2016<br>£      |
|------------------------------------|----------------|----------------|
| Trade creditors                    | 133,853        | 30,507         |
| Amounts due to group undertakings  | 251,503        | 69,258         |
| Corporation tax                    | 15,697         | 22,132         |
| Other taxation and social security | 14,008         | 17,117         |
| Other creditors                    | 69,825         | 16,066         |
|                                    | <u>484,886</u> | <u>155,080</u> |

### 8 Called up share capital

|   | 2017<br>£  | 2016<br>£  |
|---|------------|------------|
| <b>Ordinary share capital<br/>Issued and fully paid</b> |            |            |
| 90 Ordinary C shares of £1 each                         | 90         | 90         |
| 10 Ordinary P shares of £1 each                         | 10         | 10         |
|   | <u>100</u> | <u>100</u> |

### 9 Financial commitments, guarantees and contingent liabilities

As part of group financing the company has issued a cross guarantee with its parent company Challenger Energy Limited. The bank holds a floating charge over the assets of the business.

# RIG SURVEYS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2017

### 10 Related party transactions

#### Transactions with related parties

During the year the company entered into the following transactions with related parties:

|  | Rent payable |        | Management fees payable |        |
|--|--------------|--------|-------------------------|--------|
|  | 2017         | 2016   | 2017                    | 2016   |
|  | £            | £      | £                       | £      |
| Entities with control, joint control or significant influence over the company | 96,000       | 96,000 | 50,000                  | 32,000 |

The following amounts were outstanding at the reporting end date:

|  | 2017    | 2016   |
|--|---------|--------|
|  | £       | £      |
| Amounts owed to related parties  |         |        |
| Entities with control, joint control or significant influence over the company | 356,837 | 78,858 |
|  | 356,837 | 78,858 |

The company has taken advantage of the exemption within FRS 102 Section 33 paragraph 33.1A, not to disclose transactions entered into between two or more members of the group, as the subsidiary which is party to the transactions is a wholly owned subsidiary of the group.

### 11 Parent company

The parent company of Rig Surveys Limited is Challenger Energy Limited and its registered office is Pacesetter House, Wellheads Crescent, Wellheads Industrial Estate, Dyce, Aberdeen, AB21 7GA. Challenger Energy Limited owns 90% of the issued share capital.