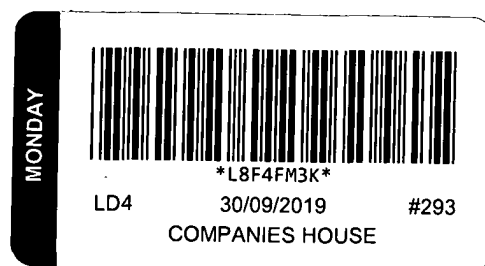


Schlumberger UK Holdings Limited

(Registered Number: 01686572)

**Directors' report and financial statements
For the year ended 31 December 2018**



Schlumberger UK Holdings Limited

Directors' report for the year ended 31 December 2018

The directors present their report together with the unaudited financial statements of Schlumberger UK Holdings Limited (the "Company") for the year ended 31 December 2018.

Principal activities and future developments

The principal activity of the Company is to act as an intermediate holding company and is expected to continue in this form for the foreseeable future.

Review of the business

The Company continued to operate according to its principal activity.

The Company did not trade during the financial year and had no profit or loss activity during the year (2017: nil) and accordingly no profit and loss account has been prepared. The Company's net assets remained at £85,904,000 (2017: £85,904,000).

Financial risk management

The Company's operations expose it to a variety of financial risks that include the following:

Capital risk

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt. The principal risks are around carrying value of the Company's investments.

Credit risk

The Company's principal financial assets are intercompany receivables. The Company's credit risk is primarily attributable to its intercompany receivables.

Future developments

The Company continued to operate according to its principal activity as a holding company throughout the year ended 31 December 2018. The Company is expected to continue in this form in the foreseeable future.

Dividends

The directors did not propose a dividend during the year (2017: £nil).

Directors

The following were directors of the Company during the financial year and up to the date of signing these financial statements:

S Smoker
D Marsh (resigned 29/03/19)

M Higgins (appointed 29/03/19)

Auditors

The Directors have relied upon the provisions of Section 480 of the Companies Act 2006 and have resolved not to appoint auditors.



M Higgins
Director
30 September 2019

Schlumberger UK Holdings Limited

Balance sheet As at 31 December 2018

	Note	2018 £'000	2017 £'000
Fixed assets			
Investments	7	10,508	10,508
Current assets			
Debtors: amounts falling due within one year	8	85,904	85,904
Creditors: amounts falling due within one year	9	(10,508)	(10,508)
Net current assets		75,396	75,396
Total assets less current liabilities		85,904	85,904
Net assets		85,904	85,904
Capital and reserves			
Called up share capital	10	84,641	84,641
Share premium account	10	338	338
Profit and loss account		925	925
Total shareholders' funds		85,904	85,904

For the year ending 31 December 2018 the Company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

The members have not required the Company to obtain an audit of its accounts for the year 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 accounts.

The notes on pages 4 to 8 form part of these financial statements.

These financial statements on pages 2 to 8 were approved by the Board of Directors on 30 September 2019 and were signed on its behalf by:



S Smoker
Director
30 September 2019
Schlumberger UK Holdings Limited

Registered Number: 01686572

Schlumberger UK Holdings Limited

Statement of changes in equity For the year ended 31 December 2018

	Note	Called up share capital £'000	Share premium account £'000	Profit and loss account £'000	Total shareholder's funds £'000
Balance as at 1 January 2017	10	84,641	338	925	85,904
Result for the financial year and total comprehensive income		-	-	-	-
Balance as at 31 December 2017		84,641	338	925	85,904
Balance as at 1 January 2018		84,641	338	925	85,904
Result for the financial year and total comprehensive income		-	-	-	-
Balance as at 31 December 2018		84,641	338	925	85,904

The notes on pages 4 to 8 form part of these financial statements.

Schlumberger UK Holdings Limited

Notes to the financial statements For the year ended 31 December 2018

1 General information

Schlumberger UK Holdings Limited principal activities during the year have been as an intermediate holding company.

Schlumberger UK Holdings Limited is privately owned and limited by shares and is incorporated in England and domiciled in United Kingdom. The address of its registered office is Schlumberger House, Buckingham Gate, Gatwick, West Sussex RH6 0NZ.

2 Statement of compliance

The financial statements of Schlumberger UK Holdings Limited have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standards 102, "The Financial Reporting Standards applicable in the United Kingdom and Republic of Ireland" ("FRS 102") and Companies Act 2006.

3 Accounting policies

The principal accounting policies applied in preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented. These financial statements were prepared in accordance with FRS 102 and the provision of the Companies Act 2006.

Basis of preparation

These financial statements have been prepared on the going concern basis, under the historical cost convention and applicable accounting standards in the United Kingdom. Historical cost is generally based on the fair value of the consideration given in exchange for the assets.

The preparation of financial statements in conformity with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are described in note 4.

All Company results are shown in £'thousands unless stated otherwise.

Exemption for qualified entities under FRS 102

In preparing the financial statements under FRS 102, the Company as a qualifying entity has taken advantage of certain permitted disclosure exemptions available, subject to certain conditions, which have been complied with, being the notification of, and no objection to the use of exemptions by the Company's shareholders

The Company has taken advantage of the following exemptions:

- i) from preparing a statement of cash flows, on the basis that it is a qualifying entity and the consolidated financial statements of Schlumberger Limited, includes the Company's cash flow. (FRS 102 paragraph 1.12(b));
- ii) from the financial instrument disclosures, required under FRS 102 as the information is provided in the consolidated financial statement of Schlumberger Limited (paragraphs 11.39 to 11.48A and paragraphs 12.26 to 12.29);

Schlumberger UK Holdings Limited

Notes to the financial statements

For the year ended 31 December 2018 (continued)

3 Accounting policies (continued)

Exemption for qualified entities under FRS 102 (continued)

- iii) from the related party transaction disclosures, required under FRS 102 as the information is provided in the consolidated financial statement of Schlumberger Limited (paragraph 33.1A); and
- iv) from preparation and delivering of Group financial statements under section 401 Companies Act 2016 (paragraph 9.3(c)), as the Company is a wholly owned subsidiary of Schlumberger Limited, a company incorporated in Curacao (a country within the Kingdom of the Netherlands), and its financial information is included in the publicly available consolidated financial statements of Schlumberger Limited.

Going concern

Having considered financial commitments falling due in the twelve months from the date of this report the Directors' consider the Company has sufficient assets available to satisfy its obligations. Accordingly, the going concern basis of preparation of the financial statements has continued to be adopted.

Investments in subsidiaries

Investments are included in the Company balance sheet at cost less any provisions for impairment.

Impairment review

The carrying values of fixed assets and investments are reviewed for impairment if events or changes in circumstances indicate that the carrying value may not be recoverable. Any impairment in the value of assets below carrying value is charged to the profit and loss account.

Any impairment is determined by comparing the carrying value of the asset with its recoverable amount. In assessing the recoverable amount of investments the directors' have considered the net assets of the relevant investment.

Financial assets and liabilities

The classification of financial assets and liabilities depends on the purpose for which the financial assets were acquired or the financial liabilities were incurred. Management determines the classification of its financial assets and liabilities at initial recognition. The Company classifies its financial assets in the following categories: loans and receivables and its financial liabilities in the following categories: Other financial liabilities.

(a) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the balance sheet date, which are classified as non-current assets.

The Company's loans and receivables mainly comprise amounts owed by Schlumberger UK Limited group companies.

Loans and receivables are recognised initially at fair value plus directly attributable transaction costs. Subsequently, loans and receivables are stated at amortised cost using the effective interest method, less provision for impairment.

Schlumberger UK Holdings Limited

Notes to the financial statements For the year ended 31 December 2018 (continued)

3 Accounting policies (continued)

Financial assets and liabilities (continued)

(b) Other financial liabilities

The Company's other financial liabilities mainly comprise amounts owed to Schlumberger Limited group companies.

Other financial liabilities are recognised initially at fair value plus directly attributable transaction costs. Subsequently, other financial liabilities are stated at amortised cost using the effective interest method.

(c) Fair value estimation

The fair value of financial instruments is determined by using valuation techniques. The Company uses a variety of methods and makes assumptions that are based on market conditions existing at each balance sheet date.

Fair value is the amount at which a financial instrument could be exchanged in an arm's length transaction between informed and willing parties. Where available, market values have been used to determine fair values. Where market values are not available, fair values have been calculated by discounting expected cash flows at prevailing interest rates and by applying appropriate exchange rates.

The carrying values less impairment provision of intercompany receivables and payables approximate their fair values.

Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new ordinary shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Distributions to equity holders

Dividends and other distributions to company's shareholders are recognised as a liability in the financial statements in the period in which the dividends and other distributions are approved by the company's shareholders. These amounts are recognised in the statement of changes in equity.

4 Critical accounting judgements and estimation uncertainty policies

Critical accounting estimates and assumptions

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within next financial year are address below.

Impairment of investments

The company makes an estimate of recoverable value of investments. When assessing impairment of investments, management considers the net assets of the investment. Impairment losses should they arise are shown in a separate line of the Profit and Loss account.

Schlumberger UK Holdings Limited

Notes to the financial statements

For the year ended 31 December 2018 (continued)

5 Profit and loss account

The Company did not trade during the financial year and had no profit or loss activity during the year (2017: nil).

6 Staff and directors' emoluments

Director's remuneration is to be borne by Schlumberger Plc, a fellow group company in the current and prior year. The Company's directors are of the opinion that no reasonable allocation of this remuneration can be made to the Company.

The Company did not employ any staff during the year and hence no staff costs were incurred (2016: £ nil).

7 Investments

	2018 £'000	2017 £'000
Net carrying amount:		
At 1 January	10,508	10,508
At 31 December	10,508	10,508

In the opinion of the directors, the recoverable amount of the Company's investments in its subsidiaries is not less than the amount at which they are stated in the balance sheet. In assessing the recoverable amount of investments the directors' have considered the net assets of the investment. The directors believe that the carrying value of the investments is supported by their underlying net assets.

At 31 December 2018, the Company owned the entire ordinary share capital of the following subsidiary companies:

<u>Company</u>	<u>Country of incorporation and operation</u>	<u>Activity / Status</u>
Schlumberger Evaluation and Production Services (UK) Limited (*)	U.K.	Dormant
Schlumberger SIS Limited (*)	U.K.	Dormant
Schlumberger WCP Limited (*)	U.K.	Dormant
Seismograph Service Limited (*)	U.K.	Dormant
Seismograph Service (England) Limited (*)	U.K.	Dormant
Seismograph Service (UK) Limited (*)	U.K.	Dormant
Data Marine Systems Limited (as a subsidiary of Schlumberger SIS Limited) (**)	U.K.	Dormant
Baker Jardine & Associates Limited (**)	U.K.	Dormant
Lasalle Engineering (Holdings) Limited (**)	U.K.	Dormant
Insensys Oil & Gas Ltd (**)	U.K.	Dormant
Westhill Realisations Ltd (**)	U.K.	Dormant

(*) The registered address for all of the above is Schlumberger House, Buckingham Gate, Gatwick, West Sussex, RH6 0NZ.

(**) The registered address for all of the above is Peregrine House, Peregrine Road, Westhill, Aberdeen, AB32 6JL.

Schlumberger UK Holdings Limited

Notes to the financial statements

For the year ended 31 December 2018 (continued)

8 Debtors: amounts falling due within one year

	2018 £'000	2017 £'000
Amounts owed by group undertakings	85,904	85,904

Balances owed by Schlumberger UK Limited group companies are unsecured, interest free and payable on demand.

9 Creditors: amounts falling due within one year

	2018 £'000	2017 £'000
Amounts owed to group undertakings	10,508	10,508

Balances owed to Schlumberger UK Limited group companies are unsecured, interest free and payable on demand.

10 Called up share capital

	2018 £'000	2017 £'000
Authorised shares		
100,000,000 (2017: 100,000,000) ordinary shares of £1 each	100,000	100,000
Allotted and fully paid		
84,640,928 (2017: 84,640,928) ordinary shares of £1 each	84,641	84,641

Share premium account

The balance on the share premium account is £338,000 (2017: £338,000), arose from the issue of shares in consideration for the ordinary share capital of Schlumberger Evaluation and Production Services (UK) Limited. (refer to Note 7)

11 Controlling parties

Schlumberger Plc, a company registered in England, is the immediate parent company.

Schlumberger Limited, a company incorporated in Curacao, a country within the Kingdom of the Netherlands, is the ultimate parent company (and ultimate controlling party) and is the parent undertaking of the largest group of undertakings of which Schlumberger UK Holdings Limited is a member and for which group financial statements are drawn up.

Copies of the financial statements of Schlumberger Limited from 5599 San Felipe, Houston, Texas 77056, USA.

12 Events after the end of the reporting period

Effective 1 January 2019, and using the legislation of Cross Border Merger Regulations (2007), the assets and liabilities of 31 entities were merged into the Company.