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COMPANY REGISTRATION NUMBER: 02550984

New Era Oil (UK) Ltd

Financial Statements

For the year ended

31 October 2016



New Era Oil (UK) Ltd
Financial Statements
Year ended 31 October 2016

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New Era Oil (UK) Ltd

Directors' Report

Year ended 31 October 2016

The directors present their report and the financial statements of the company for the year ended 31 October 2016.

Directors

The directors who served the company during the year were as follows:

R R Geggus Esq.
S Olen Esq.

Directors' responsibilities statement

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the profit or loss of the company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a director at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the company's auditor is unaware; and
- they have taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

New Era Oil (UK) Ltd

Directors' Report *(continued)*

Year ended 31 October 2016

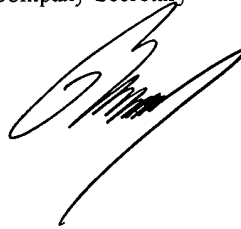
This report was approved by the board of directors on**3.3.17**..... and signed on behalf of the board by:

R R Geggus Esq.
Director



Registered office:
Lynton House
7 - 12 Tavistock Square
London
WC1H 9BQ

R R Geggus
Company Secretary



New Era Oil (UK) Ltd

Independent Auditor's Report to the Members of New Era Oil (UK) Ltd

Year ended 31 October 2016

We have audited the financial statements of New Era Oil (UK) Ltd for the year ended 31 October 2016 which comprise the statement of comprehensive income, statement of financial position, statement of changes in equity, statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the company's members, as a body, in accordance with chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the directors' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 October 2016 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

New Era Oil (UK) Ltd

Independent Auditor's Report to the Members of New Era Oil (UK) Ltd *(continued)*

Year ended 31 October 2016

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; and
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the directors' report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

Other matters

The financial statements for 2015 were unaudited since the company satisfied the conditions for exemption from audit as laid down by the Companies Act 2006.



Daniel Burke (Senior Statutory Auditor)

For and on behalf of
BSG Valentine
Chartered accountant & statutory auditor
Lynton House
7 - 12 Tavistock Square
London
WC1H 9BQ

3 March 2017

New Era Oil (UK) Ltd
Statement of Comprehensive Income
Year ended 31 October 2016

	Note	2016 £	2015 £
Turnover	4	–	195,723
Cost of sales		–	(180,788)
Gross profit		–	14,935
Administrative expenses		(2,248)	(84,356)
Operating loss	5	(2,248)	(69,421)
Interest payable and similar charges	6	(3,543)	(5,317)
Loss on ordinary activities before taxation		(5,791)	(74,738)
Tax on loss on ordinary activities	7	–	(459)
Loss for the financial year and total comprehensive income		<u>(5,791)</u>	<u>(75,197)</u>

All the activities of the company are from continuing operations.

The notes on pages 9 to 13 form part of these financial statements.

New Era Oil (UK) Ltd

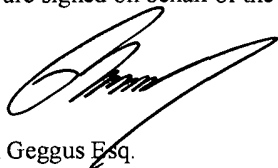
Statement of Financial Position

31 October 2016

	Note	2016 £	£	2015 £	£
Current assets					
Debtors	9	126,433		279,491	
Cash at bank and in hand		46		2,350	
		<u>126,479</u>		<u>281,841</u>	
Creditors: amounts falling due within one year	10	<u>(38,878)</u>		<u>(41,443)</u>	
Net current assets			<u>87,601</u>		<u>240,398</u>
Total assets less current liabilities			<u>87,601</u>		<u>240,398</u>
Creditors: amounts falling due after more than one year	11		<u>(79,486)</u>		<u>(86,492)</u>
Net assets			<u><u>8,115</u></u>		<u><u>153,906</u></u>
Capital and reserves					
Called up share capital	12		200		200
Profit and loss account	13		7,915		153,706
Members funds			<u><u>8,115</u></u>		<u><u>153,906</u></u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of directors and authorised for issue on 3.3.17, and are signed on behalf of the board by:



R R Geggus Esq.
Director

Company registration number: 02550984

The notes on pages 9 to 13 form part of these financial statements.

New Era Oil (UK) Ltd
Statement of Changes in Equity
Year ended 31 October 2016

	Called up share capital £	Revaluation reserve £	Profit and loss account £	Total £
At 1 November 2014	200	201,725	302,781	504,706
Loss for the year			(75,197)	(75,197)
Other comprehensive income for the year:				
Reclassification from revaluation reserve to profit and loss account	—	(201,725)	201,725	—
Total comprehensive income for the year	—	(201,725)	126,528	(75,197)
Dividends paid and payable 8	—	—	(275,603)	(275,603)
Total investments by and distributions to owners	—	—	(275,603)	(275,603)
At 31 October 2015	200	—	153,706	153,906
Loss for the year			(5,791)	(5,791)
Total comprehensive income for the year	—	—	(5,791)	(5,791)
Dividends paid and payable 8	—	—	(140,000)	(140,000)
Total investments by and distributions to owners	—	—	(140,000)	(140,000)
At 31 October 2016	<u>200</u>	<u>—</u>	<u>7,915</u>	<u>8,115</u>

The notes on pages 9 to 13 form part of these financial statements.

New Era Oil (UK) Ltd
Statement of Cash Flows
Year ended 31 October 2016

	2016 £	2015 £
Cash flows from operating activities		
Loss for the financial year	(5,791)	(75,197)
<i>Adjustments for:</i>		
Interest payable and similar charges	3,543	5,317
Loss on disposal of tangible assets	–	77,034
Tax on loss on ordinary activities	–	459
<i>Changes in:</i>		
Stocks	–	180,788
Trade and other debtors	153,058	122,371
Trade and other creditors	(21,423)	(134,646)
Cash generated from operations	<u>129,387</u>	<u>176,126</u>
Interest paid	(3,543)	(5,317)
Tax paid	(437)	(5,288)
Net cash from operating activities	<u>125,407</u>	<u>165,521</u>
Cash flows from investing activities		
Proceeds from sale of tangible assets	–	5,808
Net cash from investing activities	<u>–</u>	<u>5,808</u>
Cash flows from financing activities		
Proceeds from borrowings	(7,006)	(14,511)
Proceeds from loans from group undertakings	19,295	–
Dividends paid	(140,000)	(275,603)
Net cash used in financing activities	<u>(127,711)</u>	<u>(290,114)</u>
Net decrease in cash and cash equivalents	<u>(2,304)</u>	<u>(118,785)</u>
Cash and cash equivalents at beginning of year	<u>2,350</u>	<u>121,135</u>
Cash and cash equivalents at end of year	<u>46</u>	<u>2,350</u>

The notes on pages 9 to 13 form part of these financial statements.

New Era Oil (UK) Ltd
Notes to the Financial Statements
Year ended 31 October 2016

1. General information

The company is a private company limited by shares, registered in England and Wales. The address of the registered office is Lynton House, 7 - 12 Tavistock Square, London, WC1H 9BQ.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the 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 and investment properties measured at fair value through profit or loss.

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

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 November 2014. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 17.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Significant judgements

There are no significant judgements (apart from those involving estimations) that management has made in the process of applying the entity's accounting policies.

Key sources of estimation uncertainty

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. There are no key assumptions and other sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Revenue recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied and services rendered, net of discounts and Value Added Tax.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership have transferred to the buyer (usually on despatch of the goods); the amount of revenue can be measured reliably; it is probable that the associated economic benefits will flow to the entity; and the costs incurred or to be incurred in respect of the transactions can be measured reliably.

New Era Oil (UK) Ltd

Notes to the Financial Statements (continued)

Year ended 31 October 2016

3. Accounting policies (continued)

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting 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 the profit and loss account.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

4. Turnover

Turnover arises from:

	2016	2015
	£	£
Sale of goods	—	195,723

The whole of the turnover is attributable to the principal activity of the company wholly undertaken in the United Kingdom.

5. Operating profit

Operating profit or loss is stated after crediting:

	2016	2015
	£	£
Loss on disposal of tangible assets	—	77,034
Foreign exchange differences	—	(7,024)

New Era Oil (UK) Ltd
Notes to the Financial Statements (continued)
Year ended 31 October 2016

6. Interest payable and similar charges

	2016	2015
	£	£
Other interest payable and similar charges	<u>3,543</u>	<u>5,317</u>

7. Tax on loss on ordinary activities

Major components of tax expense

	2016	2015
	£	£
Current tax:		
UK current tax expense	—	459
Tax on loss on ordinary activities	<u>—</u>	<u>459</u>

Reconciliation of tax expense

The tax assessed on the loss on ordinary activities for the year is higher than (2015: higher than) the standard rate of corporation tax in the UK of 20% (2015: 20%).

	2016	2015
	£	£
Loss on ordinary activities before taxation	<u>(5,791)</u>	<u>(74,738)</u>
Loss on ordinary activities by rate of tax	(1,158)	(14,947)
Effect of capital allowances and depreciation	—	15,406
Unused tax losses	1,158	—
Tax on loss on ordinary activities	<u>—</u>	<u>459</u>

8. Dividends

Dividends paid during the year (excluding those for which a liability existed at the end of the prior year):

	2016	2015
	£	£
Dividends on equity shares	<u>140,000</u>	<u>275,603</u>

9. Debtors

	2016	2015
	£	£
Amounts owed by group undertakings	—	153,058
Other debtors	126,433	126,433
	<u>126,433</u>	<u>279,491</u>

New Era Oil (UK) Ltd

Notes to the Financial Statements (continued)

Year ended 31 October 2016

10. Creditors: amounts falling due within one year

	2016	2015
	£	£
Bank loans and overdrafts	8,000	8,000
Trade creditors	(372)	21,051
Amounts owed to group undertakings	19,295	–
Accruals and deferred income	7,500	7,500
Corporation tax	22	459
Social security and other taxes	422	422
Director loan accounts	3,255	3,255
Other creditors	756	756
	<u>38,878</u>	<u>41,443</u>

11. Creditors: amounts falling due after more than one year

	2016	2015
	£	£
Bank loans and overdrafts	<u>79,486</u>	<u>86,492</u>

12. Called up share capital

Issued, called up and fully paid

	2016		2015	
	No.	£	No.	£
Ordinary shares of £1 each	<u>200</u>	<u>200</u>	<u>200</u>	<u>200</u>

13. Reserves

Profit and loss account - This reserve records retained earnings and accumulated losses.

14. Directors' advances, credits and guarantees

Included in creditors is an amount of £3,255 (2015:£3,255) due to R R Geggus, a director of the company.

15. Related party transactions

The company is under control of R R Geggus, a director, who including family interests owns 80% of the issued share of New Era Oil (Holdings) Ltd. This company owns 100% of the share capital of New Era Oil (UK) Ltd.

Included in other debtors is an amount of £126,433 (2015:£126,433) due from RS Properties and Investments Limited. This company is controlled by R R Geggus.

All loans are interest free and repayable on demand.

New Era Oil (UK) Ltd
Notes to the Financial Statements *(continued)*

Year ended 31 October 2016

16. Controlling party

The immediate and ultimate parent company is New Era Oil (Holdings) Limited, a company incorporated in the United Kingdom.

The ultimate controlling party is R Geggus.

17. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The company transitioned to FRS 102 on 1 November 2014.

No transitional adjustments were required in equity or profit or loss for the year.