

Network of Excellence in Training Limited

Registered number: 4389071

Directors' report and financial statements

Year ended 31 December 2015

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Network of Excellence in Training Limited

Strategic report for the year ended 31 December 2015

The directors present their Strategic report on the Company for the year ended 31 December 2015.

Principal activities

The Company is expected to continue to be non-trading in the foreseeable future. The Company's principal activities in prior years were the provision of education, training and training services to the international oil and gas industry.

Review of business

The Company did not trade during the year or the preceding year and made neither a profit nor a loss. There were also no other recognised gains and losses for the current financial year or the preceding financial year. As at year end, the net assets of the Company decreased to £1 (2014: £222,032), as a result of payment of a dividend.

During the year the Company transitioned from previously extent UK GAAP to The Financial Reporting Standards ("FRS 102") and has taken advantage of the disclosure exemptions allowed under the Standard. The Company's parent undertaking, Schlumberger Oilfield UK plc, was notified of and did not object to the use of disclosure exemptions. Details of the adoption of FRS 102 are included in note 13 to the financial statements.

Principal risks and uncertainties

From the perspective of the Company, the principal risks and uncertainties are integrated with the principal risks and uncertainties of the Schlumberger Limited worldwide group and are not managed separately. For an analysis of the principal risk factors affecting the Schlumberger Limited group, see item 1A, Risk Factors, in the 2015 Annual Report of Schlumberger Limited, copies of which can be obtained from www.slb.com.

Key performance indicators

Given the current status of the Company's operations, the directors are of the opinion that analysis using key performance indicators is not necessary for an understanding of the development, performance or position of the business.

This report was approved by the Board of Directors on 27 July 2016 and signed on its behalf by:



D Marsh
Director

Network of Excellence in Training Limited

Directors' report for the year ended 31 December 2015

The directors present their annual report together with the audited financial statements of Network of Excellence in Training Limited (the "Company"), for the year ended 31 December 2015.

Principal activities, Review of business, Principal risks and uncertainties and Key performance indicators

Details of these matters have been included in the Strategic report on page 1.

Directors

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

S Smoker

D Marsh

P Droy-Moore (resigned 31 December 2015)

Qualifying third-party indemnity provisions

During the year and up to the date of this report, the Company maintained liability insurance for its directors and officers. The Company also provides an indemnity for its directors, which is a qualifying third party indemnity provision for the purposes of the Companies Act 2006

Financial risk management

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

Capital risk

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. The Company manages 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 or issue new shares.

Dividends

The directors proposed dividends of £222,031 during the year (2014: £nil).

Network of Excellence in Training Limited

Directors' report for the year ended 31 December 2015 (continued)

Statement of directors' responsibilities

The directors are responsible for preparing the Strategic report, 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 prepared the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standards 102 The Financial Reporting Standard applicable in UK and Republic of Ireland (FRS 102).

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 of 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 judgements and accounting estimates that are reasonable and prudent;
- state whether FRS 102 "The Financial Reporting Standards" applicable in the UK and Republic of Ireland has been followed, subject to any material departures disclosed and explained in the financial statements;
- notify its shareholders in writing about the use of disclosure exemptions, if any, of FRS 102 used in the preparation of financial statements; and
- 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.

Network of Excellence in Training Limited

Directors' report for the year ended 31 December 2015 (continued)

Disclosure of information to independent auditors

Each of the persons, who are directors at the date of approval of this report, confirm that:

(1) so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware; and

(2) each director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Future developments

The directors consider that, despite the uncertainties deriving from the current economic environment and the results reported for the year, the company has adequate resources to continue in operational existence for the foreseeable future.

It is the intention of the directors that the business of the company will continue for the foreseeable future.

Independent auditors

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and a resolution concerning their reappointment will be proposed at the forthcoming Annual General Meeting.

This report was approved by the board on 27 July 2016 and signed on its behalf by



D Marsh
Director
27 July 2016

Network of Excellence in Training Limited

Independent auditors' report to the members of Network of Excellence in Training Limited

Report on the financial statements

Our opinion

In our opinion, Network of Excellence in Training Limited's financial statements (the "financial statements"):

- give a true and fair view of the state of the company's affairs as at 31 December 2015 and of its result 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.

What we have audited

The financial statements, included within the Directors' report and financial statements (the "Annual Report"), comprise:

- the Balance sheet as at 31 December 2015;
- the Profit and loss account for the year then ended;
- the Statement of changes in equity for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law (United Kingdom Generally Accepted Accounting Practice).

In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

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.

Network of Excellence in Training Limited

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) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Responsibilities for the financial statements and the audit (continued)

Our responsibilities and those of the directors (continued)

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves


We conducted our audit in accordance with ISAs (UK & Ireland). 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.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual 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.



Graham Lambert (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Gatwick

17 July 2016

Network of Excellence in Training Limited

Profit and loss account for the year ended 31 December 2015

| | Note | 2015 £'000 | 2014 £'000 |
|---|------|---------------|---------------|
| Result on ordinary activities before interest and taxation | | - | - |
| Result on ordinary activities before taxation | | - | - |
| Result for the financial year | | - | - |

The Company has no recognised gains or losses and therefore no separate statement of total recognised gains and losses has been presented.

The notes on pages 10 to 14 form part of these financial statements.

Network of Excellence in Training Limited

Balance Sheet As at 31 December 2015

| | Note | 2015 £ | 2014 £ |
|--|------|-----------|----------------|
| Current assets | | | |
| Debtors | 7 | 229,040 | 229,040 |
| Creditors: amounts falling due within one year | 8 | (229,039) | (7,008) |
| Net current assets | | 1 | 222,032 |
| Net assets | | 1 | 222,032 |
| Capital and reserves | | | |
| Called up share capital | 10 | 1 | 1 |
| Profit and loss account | | - | 222,031 |
| Total shareholders' funds | | 1 | 222,032 |

The notes on pages 10 to 14 form part of these financial statements.

The financial statements on pages 7 to 14 were approved by the Board of Directors on 27 July 2016 and signed on its behalf by:



S Smoker
Director
Network of Excellence in Training Limited

Registered Number: 4389071

Network of Excellence in Training Limited

Statement of changes in equity Year ended 31 December 2015

| | Note | Called up share capital £ | Profit and loss account £ | Total shareholders' funds £ |
|--|------|------------------------------------|---------------------------------|--------------------------------------|
| Balance as at 1 January 2014 and as at 31 December 2014 | | 1 | 222,031 | 222,032 |
| Balance as at 1 January 2015 | | 1 | 222,031 | 222,032 |
| Dividends | 9 | - | (222,031) | (222,031) |
| Balance as at 31 December 2015 | | 1 | - | 1 |

The notes on pages 10 to 14 form part of these financial statements.

Network of Excellence in Training Limited

Notes to the financial statements Year ended 31 December 2015

1 General information

Network of Excellence in Training Limited did not trade during the year and is expected to continue in its current non-trading form in the foreseeable future. The principal activities in prior years were the provision of education, training and training services to the international oil and gas industry.

The Company is incorporated in England and domiciled in United Kingdom. The address of its registered office is Schlumberger House, Buckingham Gate, Gatwick Airport, West Sussex RH6 0NZ.

2 Statement of compliance

These financial statements of Network of Excellence in Training 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 the Companies Act 2006. The date of transition to FRS was on 1 January 2014.

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. The Company has adopted FRS 102 in these financial statements. Details of the transition to FRS 102 are disclosed in note 13.

Basis of preparation

These financial statements have been prepared on a going concern basis, under the historical cost convention in accordance with the Companies Act 2006 and applicable United Kingdom Accounting Standards. The principal accounting policies are set out below and have been applied consistently in the current and preceding period.

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 judgement 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 disclosed in note 4.

All Company results are shown in £ unless stated otherwise.

Exemption for qualified entities under FRS 102

In its adoption of FRS 102, the Company as a qualifying entity has taken advantage of certain disclosure exemption permitted, subject to certain conditions, which have being complied with, including notification of, and no objection to the use of exemptions by the Company's shareholders.

Network of Excellence in Training Limited

Notes to the financial statements Year ended 31 December 2015 (continued)

3 Accounting policies (continued)

Exemption for qualified entities under FRS 102 (continued)

The Company has taken advantage of the following exemptions:

- i) from preparing a statement of cash flow, on a basis that it is a qualifying entity and the consolidated statement of cash flow of Schlumberger Limited, includes the Company's cash flow. (FRS 102 paragraph 1.12 (b));
- ii) from the related party transactions disclosures, required under FRS 102 as the information is provided in the consolidated financial statement of Schlumberger Limited (paragraph 33.1A);

Going concern

The company's net assets primarily comprise balances due from other group companies. The directors consider it appropriate to prepare the financial statement on a going concern basis as, despite the uncertainties deriving from the current economic environment, the company is in an overall net assets position.

Foreign currencies

The Company's functional and presentation currency is the pound sterling.

Trading transactions in foreign currencies are translated into sterling at the exchange rate on the transaction date.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates at the balance sheet date. All revaluation differences and realised foreign exchange differences are taken to the profit and loss account.

Impairment review

The carrying values of assets 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 their carrying value is charged to the profit and loss account.

Any impairment is determined by comparing the carrying value of assets with their recoverable amount, the recoverable amount is the higher of net realisable value or value in use. Value in use is calculated using the present value of future cash flows discounted at an appropriate rate.

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 as loans and receivables and its financial liabilities as other financial liabilities.

Network of Excellence in Training Limited

Notes to the financial statements Year ended 31 December 2015 (continued)

3 Accounting policies (continued)

Financial assets and liabilities (continued)

(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 debtors (including amounts owed by Schlumberger Limited group companies).

Loans and receivables are recognised initially at transaction price, unless the arrangement constitutes a financial transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

(b) Other financial liabilities

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

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 the next financial year are addressed below.

Impairment of debtors

The company makes an estimate of recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, management considers factors including the credit rating of the debtors, the ageing profile of debtors and historical experience.

5 Profit and loss account

The company did not trade during the year or the preceding year and made neither a profit nor a loss. There were also no other recognised gains and losses for the current financial year or the preceding financial year.

Auditors' remuneration of £3,115 (2014: £3,090) has been borne by immediate parent company, Schlumberger Oilfield UK plc in the current and prior year.

6 Staff costs and directors' emoluments

The Company did not employ any staff during the year and hence no staff costs were incurred (2014: £ nil). None of the directors were remunerated by the Company for their services as directors during the year (2014: £ nil).

The Company does not have any other key management personnel other than directors.

Network of Excellence in Training Limited

Notes to the financial statements Year ended 31 December 2015 (continued)

7 Debtors

| | 2015 | 2014 |
|------------------------------------|----------------|----------------|
| | £ | £ |
| Amounts owed by group undertakings | 229,040 | 229,040 |
| Total debtors | 229,040 | 229,040 |

Balances are considered to be non-trading with Schlumberger Limited group companies and are unsecured, repayable on demand and accrue interest.

8 Creditors: amounts falling due within one year

| | 2015 | 2014 |
|--|----------------|--------------|
| | £ | £ |
| Amounts owed to group undertakings | 229,039 | 7,008 |
| Total creditors – amounts falling due within one year | 229,039 | 7,008 |

Balances are considered non-trading with Schlumberger Limited group companies and are unsecured, repayable on demand and accrue interest.

9 Dividends

The Company paid a dividend of £222,031 (2014: £ nil) on 31 December 2015 which equaled to £222,031 per share.

10 Called up share capital

| | | |
|--|---------|---------|
| Authorised ordinary shares of £1 each: | £ | Number |
| Balance at 1 January and 31 December 2015 | 500,000 | 500,000 |
| Allotted and fully paid ordinary shares of £1 each: | £ | Number |
| Balance at 1 January and 31 December 2015 | 1 | 1 |

11 Tax on profit/loss on ordinary activity

The Company has ceased all of its activities since 31 December 2012. There is no taxable income or loss incurred. Hence, there is no tax charge/credit applicable.

Network of Excellence in Training Limited

Notes to the financial statements

Year ended 31 December 2015 (continued)

12 Controlling parties

Schlumberger Oilfield UK plc, a company registered in England, is the immediate parent company.

Schlumberger Limited, a company incorporated in Curacao, a country within the Kingdom of Netherlands, is the parent undertaking of the smallest and the largest group of undertakings of which Network of Excellence in Training Limited is a member and for which group financial statements are drawn up. The directors consider Schlumberger Limited to be the ultimate parent company and controlling party.

Copies of the financial statements of Schlumberger Limited can be obtained from 17th Floor, 5566 San Felipe, Houston, Texas 77056, USA or on the Group website at www.slb.com.

13 Transition to FRS 102

This is the first year that the company has presented its results under FRS 102. The last financial statements under the UK GAAP were for the year ended 31 December 2014. Set out below are the changes in accounting policies which reconcile profit for the financial year ended 31 December 2014 and the total equity as at 1 January and 31 December 2014 between UK GAAP as previously reported and FRS 102.

| | | |
|--|------------------------|--------------------------|
| | | 31 December 2014 £ |
| Profit for the financial year | | |
| Under UK GAAP – As previously reported | | - |
| Total adjustment to profit before tax for the financial year | | - |
| Total adjustment to tax expense | | - |
| Total adjustment to profit for the financial year | | - |
| Under FRS 102 | | - |
| | | |
| | 1 January 2014 £ | 31 December 2014 £ |
| Total Equity | | |
| Under UK GAAP – As previously reported | 222,032 | 222,032 |
| Total adjustment to equity for the financial year | - | - |
| Under FRS 102 | 222,032 | 222,032 |