

Registered Number:SC310507

GLOBAL ENERGY FABRICATION LIMITED

**UNAUDITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**



GLOBAL ENERGY FABRICATION LIMITED

COMPANY INFORMATION

Directors	R J MacGregor J D MacDonald G J Farmer
Company secretary	R J MacGregor
Registered number	SC310507
Registered office	13 Henderson Road Inverness IV1 1SN

GLOBAL ENERGY FABRICATION LIMITED

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GLOBAL ENERGY FABRICATION LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2020

Introduction

The directors present their strategic report and the financial statements for the year ended 31 March 2020.

Business review

The principal activity of the Company in the year was that of an intermediary holding company for the group's trading portfolio. Details of the subsidiary companies as at 31 March 2020 are disclosed in note 8 of the financial statements.

Principal risks and uncertainties

The principal risk to the Company is the success and profitability of its subsidiary undertakings. The key risk to the group's business strategy remains the uncertainty over future money supply to the energy industry and all sectors in which the group operate. Improvement in lending from banks at local and national level to provide necessary development capital remains a vital factor in ensuring the ability of small and medium operators to undertake projects. The financial risks are:

Liquidity risk

The group policy is to ensure that sufficient liquidity is available to meet the foreseeable needs and to invest cash assets safely and profitably. Liquidity is achieved by overdraft and other long-term bank facilities.

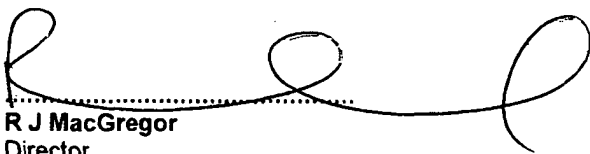
Interest rate risk

The group finances its operations through bank borrowing at floating rates. The group policy is to borrow at the lowest rates for periods that do not carry excessive time premiums.

Credit risk

The group policy is to minimise exposure to losses of defaulting customers. Credit terms are only granted to customers who satisfy credit worthiness procedures and in certain market sectors where appropriate credit insurance can be obtained. Credit limits are reviewed by finance department staff on a regular basis in conjunction with debt ageing and collection history.

This report was approved by the board and signed on its behalf.



R J MacGregor
Director

Date: 20/01/2021

GLOBAL ENERGY FABRICATION LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2020**

The directors present their report and the financial statements for the year ended 31 March 2020.

Results and dividends

The profit for the year, after taxation, amounted to £NIL (2019 - £21,030,000).

Dividends paid in the year were £NIL (2019 - £26,530,000)

Directors

The directors who served during the year were:

R J MacGregor
J D MacDonald
G J Farmer

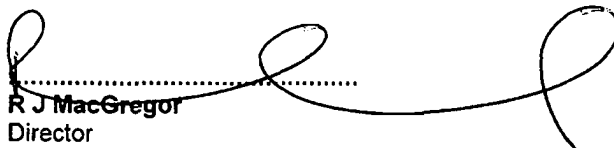
Future developments

The Company is expected to continue as a holding company in the future.

Post balance sheet events

There have been no significant events affecting the Company since the year end.

This report was approved by the board and signed on its behalf.


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R J MacGregor
Director

Date: 20/01/2021

GLOBAL ENERGY FABRICATION LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 31 MARCH 2020

The directors are responsible for preparing the Strategic report, 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. 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 for the Company's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 to 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.

GLOBAL ENERGY FABRICATION LIMITED

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2020**

		2020 £000	2019 £000
Exceptional administrative expenses	7	-	3,530
Operating profit		-	3,530
Income from shares in group undertakings		-	17,500
Profit before tax		-	21,030
Profit for the financial year		-	21,030

There was no other comprehensive income for 2020 (2019:£NIL).

The notes on pages 7 to 12 form part of these financial statements.

GLOBAL ENERGY FABRICATION LIMITED
REGISTERED NUMBER:SC310507

BALANCE SHEET
AS AT 31 MARCH 2020

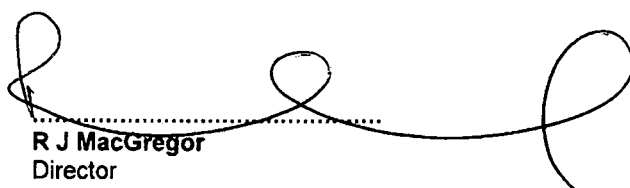
	Note	2020 £000	2019 £000
Fixed assets			
Investments	8	5,577	5,577
		<u>5,577</u>	<u>5,577</u>
Current assets			
Debtors: amounts falling due within one year	9	17,500	17,500
		<u>17,500</u>	<u>17,500</u>
Creditors: amounts falling due within one year	10	(23,000)	(23,000)
		<u>(23,000)</u>	<u>(23,000)</u>
Net current liabilities		<u>(5,500)</u>	<u>(5,500)</u>
Total assets less current liabilities		<u>77</u>	<u>77</u>
Net assets		<u>77</u>	<u>77</u>
Capital and reserves			
Called up share capital	11	-	-
Profit and loss account		77	77
		<u>77</u>	<u>77</u>

The directors considers that the Company is entitled to exemption from the requirement to have an audit under the provisions of 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 were approved and authorised for issue by the board and were signed on its behalf by:


R J MacGregor
 Director

Date: 20/01/2021

The notes on pages 7 to 12 form part of these financial statements.

GLOBAL ENERGY FABRICATION LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2020**

	Called up share capital £000	Profit and loss account £000	Total equity £000
At 1 April 2018	-	5,577	5,577
Profit for the year	-	21,030	21,030
Dividends: Equity capital	-	(26,530)	(26,530)
At 1 April 2019	-	77	77
At 31 March 2020	-	77	77

The notes on pages 7 to 12 form part of these financial statements.

GLOBAL ENERGY FABRICATION LIMITED

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

1. General information

Global Energy Fabrication Limited is a limited liability company incorporated in Scotland. The registered office is 13 Henderson Road, Inverness, IV1 1SN.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland 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 Financial reporting standard 102 - reduced disclosure exemptions

The company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland":

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 3 Financial Statement Presentation paragraph 3.17(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.42, 11.44 to 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26 to 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirements of Section 33 Related Party Disclosures paragraph 33.7.

This information is included in the consolidated financial statements of GEG (Holdings) Limited as at 31 March 2020 and these financial statements may be obtained from 13 Henderson Road, Inverness, IV1 1SN.

2.3 Exemption from preparing consolidated financial statements

The Company is a parent Company that is also a subsidiary included in the consolidated financial statements of its immediate parent undertaking established under the law of an EEA state and is therefore exempt from the requirement to prepare consolidated financial statements under section 400 of the Companies Act 2006.

2.4 Going concern

The directors have a reasonable expectation that the company and the group have adequate resources to continue in operational existence for the foreseeable future. Demand for the group's products and services as well as availability of external finance have been considered in this assessment, with due consideration to the impact of covid-19 and related oil price.

Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

GLOBAL ENERGY FABRICATION LIMITED

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

2. Accounting policies (continued)

2.5 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.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2.6 Exceptional items

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

2.7 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

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 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.

GLOBAL ENERGY FABRICATION LIMITED

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

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

The preparation of financial statements, requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the Statement of financial position date and the amounts reported during the year for revenue and costs. However, the nature of estimation means that actual outcomes could differ from those estimates. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The directors consider that there were no material judgements or estimation uncertainties in the current or prior year.

4. Employees

During the year, no director received any emoluments (2019 - £NIL).

The average monthly number of employees, not including directors, during the year was 0 (2019 - 0).

5. Taxation

Factors affecting tax charge for the year

The tax assessed for the year is the same as (2019 - the same as) the standard rate of corporation tax in the UK of 19% (2019 - 19%) as set out below:

	2020 £000	2019 £000
Profit on ordinary activities before tax	-	21,030
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (2019 - 19%)	-	3,996
Effects of:		
Non-taxable income	-	(3,996)
Total tax charge for the year	-	-

6. Dividends

	2020 £000	2019 £000
Dividends paid	-	26,530

GLOBAL ENERGY FABRICATION LIMITED

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

7. Exceptional items

	2020 £000	2019 £000
Exceptional credit	-	3,530

The above transaction relates to clearing of historic intercompany loan balances.

8. Fixed asset investments

	Investments in subsidiary companies £000
Cost or valuation	
At 1 April 2019	5,577
At 31 March 2020	5,577

GLOBAL ENERGY FABRICATION LIMITED

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

8. Fixed asset investments (continued)

Subsidiary undertakings

The following were subsidiary undertakings of the Company:

Name	Registered office	Class of shares	Holding
Global Energy (Group) Limited	13 Henderson Road, Inverness, IV1 1SN	Ordinary	100%
Isleburn Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	100%
A&B Welding Services Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	100%
Global Energy (Holdings) Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	100%
Global Energy Corporation Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	100%
Caledonian Petroleum Services Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	100%
Reel Group Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	100%
Global Port Services (Scotland) Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	97.5%
Global Energy Group (Access & Coatings) Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	100%
Reel Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	100%
Reel Inspection & Rig Maintenance Pvt Limited*	H 62, Mahindra Park, LBS marg Ghatkopar WestMumbai 400086	Ordinary	100%
Apollo Offshore Engineering Limited*	Nautilus House, 35 Waterloo Quay, Aberdeen, AB11 5BS	Ordinary	51%
Global Energy (Engineering & Construction) Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	86%
Global Logistics Services Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	97.5%
Magma Products Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	86%
Global Resources (Project Recruitment) Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	100%
Rig Surveys Group Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	50.1%
Rig Surveys Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	50.1%
Rig IRM Inc*	1333 Price Plaza Drive, Katy, Texas 77449, USA	Ordinary	50.1%
Rig Surveys AS*	Filipstad brygge 1, Oslo, 0252, Norge	Ordinary	50.1%
Evolution Hose Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	50.1%
Evolution Ropes Limited*	13 Henderson Road, Inverness, IV1 1SN	Ordinary	50.1%

*held by a subsidiary undertaking

GLOBAL ENERGY FABRICATION LIMITED

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

9. Debtors

	2020 £000	2019 £000
Amounts owed by group undertakings	17,500	17,500

10. Creditors: Amounts falling due within one year

	2020 £000	2019 £000
Amounts owed to group undertakings	23,000	23,000

11. Share capital

	2020 £000	2019 £000
Allotted, called up and fully paid		
100 (2019 - 100) Ordinary shares of £1.00 each	-	-

12. Contingent liabilities

The Company is party to a group composite guarantee.

13. Related party transactions

The company is exempt from disclosing transactions with other wholly owned companies under Section 33 of FRS 102. During the year the Company entered into transactions, in the normal course of business, with other related parties.

14. Controlling party

The company's immediate parent undertaking is GEG (Marine & Logistics) Limited, a company registered in Scotland.

The ultimate parent undertaking and controlling party is GEG Capital Limited, a company registered in Scotland.

The smallest group for which consolidated financial statements are prepared which include Global Energy Fabrication Limited is that of GEG (Holdings) Limited. The largest group for which consolidated financial statements are prepared is that of GEG Capital Limited.

The group financial statements can be obtained from 13 Henderson Road, Inverness, IV1 1SN.