

Registration number: 06310500

Atheeb (UK) Limited

Annual Report and Financial Statements

for the Year Ended 31 December 2021



Atheeb (UK) Limited

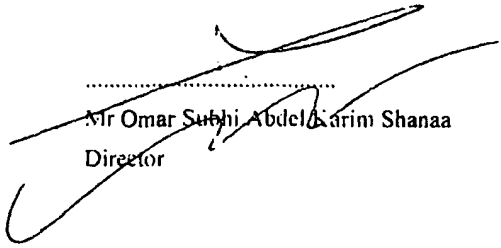
(Registration number: 06310500)
Balance Sheet as at 31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	8	8,151	9,589
Current assets			
Debtors	9	6,569	2,848
Cash at bank and in hand		<u>20,646</u>	<u>13,511</u>
		27,215	16,359
Creditors: Amounts falling due within one year	10	<u>(579,293)</u>	<u>(427,761)</u>
Net current liabilities		<u>(552,078)</u>	<u>(411,402)</u>
Net liabilities		<u>(543,927)</u>	<u>(401,813)</u>
Capital and reserves			
Called up share capital	11	1,000	1,000
Other reserves		2,955,244	2,955,244
Profit and loss account		<u>(3,500,171)</u>	<u>(3,358,057)</u>
Total equity		<u>(543,927)</u>	<u>(401,813)</u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the provisions of FRS 102 Section 1A - small entities.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 22 September 2022 and signed on its behalf by:


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Mr Omar Suhbi Abdel Karim Shanaa
Director

Atheeb (UK) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

1 General information

The company is a private company limited by share capital, incorporated in England .

The address of its registered office is:

23 Woods Mews

London

W1K 7DH

England

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Going concern

The ultimate parent company, Atheeb Holding Company Limited, which is incorporated in Saudi Arabia, has confirmed that it will continue to provide financial support to Atheeb (UK) Limited for a period of 12 months from the date of approval of these financial statements to enable the company to continue to meet its financial obligations as they fall due. Therefore, notwithstanding the loss for the year of £142,114 the financial statements have been prepared on a going concern basis.

Revenue recognition

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Rendering of services

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

Atheeb (UK) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

Government grants

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to profit or loss at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of comprehensive income in the same period as the related expenditure.

Foreign currency transactions and balances

The company's functional and presentation currency is GBP.

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Tax

Tax is recognised in the profit or loss account, except that a change attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in the 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 reporting date in the country where the company operates and generates taxable income.

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, on a reducing balance basis.

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of comprehensive income.

Depreciation is provided on the following basis:

Asset class	Depreciation method and rate
Fixtures and fittings	15% reducing balance

Atheeb (UK) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade 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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 3 (2020 - 4).

4 Turnover analysis

	2021	2020
	£	£
Government grants receivable	<u>20,653</u>	<u>50,139</u>

5 Auditors' remuneration

	2021	2020
	£	£
Audit of the financial statements	<u>5,700</u>	<u>5,700</u>

6 Loss before tax

Arrived at after charging/(crediting)

Atheeb (UK) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

	2021 £	2020 £
Depreciation expense	<u>1,438</u>	<u>1,692</u>

7 Taxation

Tax charged/(credited) in the income statement

	2021 £	2020 £
Current taxation		
UK corporation tax	2,284	2,972
Adjustment to prior year tax charge	<u>-</u>	<u>(39)</u>
	<u>2,284</u>	<u>2,933</u>

8 Tangible assets

	Furniture, fittings and equipment £	Total £
Cost or valuation		
At 1 January 2021	<u>52.867</u>	<u>52.867</u>
At 31 December 2021	<u>52.867</u>	<u>52.867</u>
Depreciation		
At 1 January 2021	43.278	43.278
Charge for the year	<u>1.438</u>	<u>1.438</u>
At 31 December 2021	<u>44.716</u>	<u>44.716</u>
Carrying amount		
At 31 December 2021	<u>8,151</u>	<u>8,151</u>
At 31 December 2020	<u>9,589</u>	<u>9,589</u>

9 Debtors

	Note	2021 £	2020 £
Amounts owed by related parties	13	4,180	283
Other debtors and prepayments		<u>2,389</u>	<u>2,565</u>
Total current trade and other debtors		<u>6,569</u>	<u>2,848</u>

Atheeb (UK) Limited

Notes to the Financial Statements for the Year Ended 31 December 2021

10 Creditors

Creditors: amounts falling due within one year

	Note	2021 £	2020 £
Due within one year			
Trade creditors		18,177	7,110
Amounts owed to related parties	13	243	2,428
Director's loan account	13	548,789	391,033
Taxation and social security		5,682	6,132
Other creditors		547	7,452
Accrued expenses		<u>5,855</u>	<u>13,606</u>
		<u>579,293</u>	<u>427,761</u>

At the year end, the company had committed to making purchases on behalf of related individuals totalling £17,119 (2020 £38,718) for which it was reimbursed after the year end.

11 Share capital

Allotted, called up and fully paid shares

	2021		2020	
	No.	£	No.	£
Ordinary of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

12 Reserves

Other reserves

This balance relates to the cumulative capital contribution made by the parent company. This is £2,955,244 (2020: £2,955,244).

Profit & loss account

The retained earnings balance is at a deficit of £3,500,171 (2020: £3,358,057). The movement is due to the loss made in the Profit and loss account.

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Notes to the Financial Statements for the Year Ended 31 December 2021

13 Related party transactions

Summary of transactions with parent

During the period the company did not raise any invoices to Atheeb Holding Company Limited.

Summary of transactions with other related parties

The company provides services to the parent company and to individuals related to the person with ultimate control over the company.

During the year the company received funds from Atheeb Holding Company on behalf of a director, HRH Prince Abdulaziz Bin Ahmed Abdulaziz Al Saud totalling £230,175 (2020 - £230,053).

At the year end, the company was owed £4,180 (2020- £283) and owed £243 (2020 - £2,428) to related companies. The company received payments of £130,478 (2020 - £143,263) from the parent company on behalf of companies under common control to reimburse the payments made on their behalf. At the year end, the company had committed to making purchases on behalf of related individuals totalling £17,119 (2020 - £38,718) for which it was reimbursed after the year end.

Additionally, £548,789 (2020 - £391,033) was owed to a director, HRH Prince Abdulaziz Bin Ahmed Abdulaziz Al Saud. No margin is charged on these arrangements.

14 Controlling party

The company is wholly owned by Atheeb Holding Company Limited, who form the smallest group into which Atheeb (UK) Limited is consolidated. Group financial statements can be obtained by writing to: Atheeb Holding Company Limited, Sericon Building No 16, Olaya Street, PO Box 7917, 11172 Riyadh, Kingdom of Saudi Arabia. The ultimate controlling party is HRH Prince Abdulaziz Bin Ahmed Abdulaziz Al Saud.

15 Auditors' information

The auditor's report on the financial statements for the year ended 31 December 2021 was unqualified. The audit report was signed on 26 September 2022 by Ben Bradley (Senior Statutory Auditor) on behalf of Barnes Roffe LLP.