BAUTEIL ENGINEERING LTD.

ABBREVIATED UNAUDITED ACCOUNTS

FOR THE YEAR ENDED 28TH FEBRUARY 2015

Russell & Russell
Chartered Accountants
4 Royal Crescent
Glasgow
G3 7SL
## CONTENTS OF THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 28TH FEBRUARY 2015

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BAUTEIL ENGINEERING LTD.

COMPANY INFORMATION
FOR THE YEAR ENDED 28TH FEBRUARY 2015

DIRECTORS: G Kennedy
             L Kennedy

SECRETARY:  L Kennedy

REGISTERED OFFICE:  4 Royal Crescent
                     Glasgow
                     G3 7SL

REGISTERED NUMBER:  SC393144 (Scotland)

ACCOUNTANTS: Russell & Russell
              Chartered Accountants
              4 Royal Crescent
              Glasgow
              G3 7SL

BANKERS: The Royal Bank of Scotland
         339 Byres Road
         Glasgow
         G12 8QP
CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
BAUTEIL ENGINEERING LTD.

The following reproduces the text of the report prepared for the directors in respect of the company's annual unaudited financial statements, from which the unaudited abbreviated accounts (set out on pages three to seven) have been prepared.

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Bauteil Engineering Ltd. for the year ended 28th February 2015 which comprise the Profit and Loss Account, the Balance Sheet, and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants of Scotland, we are subject to its ethical and other professional requirements which are detailed at http://www.icas.org.uk/accountspreparationguidance.

This report is made solely to the Board of Directors of Bauteil Engineering Ltd., as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Bauteil Engineering Ltd. and state those matters that we have agreed to state to the Board of Directors of Bauteil Engineering Ltd., as a body, in this report in accordance with the requirements of the Institute of Chartered Accountants of Scotland as detailed at http://www.icas.org.uk/accountspreparationguidance. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Bauteil Engineering Ltd. has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Bauteil Engineering Ltd.. You consider that Bauteil Engineering Ltd. is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Bauteil Engineering Ltd.. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Russell & Russell
Chartered Accountants
4 Royal Crescent
Glasgow
G3 7SL

1st September 2015
BAUTEIL ENGINEERING LTD. (REGISTERED NUMBER: SC393144)

ABBREVIATED BALANCE SHEET
28TH FEBRUARY 2015

<table>
<thead>
<tr>
<th></th>
<th>Notes</th>
<th>28.2.15</th>
<th>28.2.14</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>FIXED ASSETS</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Tangible assets</td>
<td>2</td>
<td>27,961</td>
<td>2,553</td>
</tr>
<tr>
<td><strong>CURRENT ASSETS</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Stocks</td>
<td></td>
<td>28,940</td>
<td>20,025</td>
</tr>
<tr>
<td>Debtors</td>
<td></td>
<td>406,604</td>
<td>212,154</td>
</tr>
<tr>
<td>Cash at bank and in hand</td>
<td>1,451,848</td>
<td>780,038</td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>1,887,592</td>
<td>1,012,217</td>
</tr>
<tr>
<td><strong>CREDITORS</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Amounts falling due within one year</td>
<td>375,949</td>
<td>330,989</td>
<td></td>
</tr>
<tr>
<td><strong>NET CURRENT ASSETS</strong></td>
<td></td>
<td>1,511,443</td>
<td>681,228</td>
</tr>
<tr>
<td><strong>TOTAL ASSETS LESS CURRENT LIABILITIES</strong></td>
<td></td>
<td>1,539,404</td>
<td>683,781</td>
</tr>
<tr>
<td><strong>CREDITORS</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Amounts falling due after more than one year</td>
<td>(5,000)</td>
<td>(5,000)</td>
<td></td>
</tr>
<tr>
<td><strong>PROVISIONS FOR LIABILITIES</strong></td>
<td></td>
<td>(5,000)</td>
<td>-</td>
</tr>
<tr>
<td><strong>NET ASSETS</strong></td>
<td></td>
<td>1,529,404</td>
<td>678,781</td>
</tr>
<tr>
<td><strong>CAPITAL AND RESERVES</strong></td>
<td></td>
<td>3</td>
<td>100</td>
</tr>
<tr>
<td>Called up share capital</td>
<td>3</td>
<td>100</td>
<td>100</td>
</tr>
<tr>
<td>Profit and loss account</td>
<td>1,529,304</td>
<td>678,681</td>
<td></td>
</tr>
<tr>
<td><strong>SHAREHOLDERS’ FUNDS</strong></td>
<td></td>
<td>1,529,404</td>
<td>678,781</td>
</tr>
</tbody>
</table>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28th February 2015.

The members have not required the company to obtain an audit of its financial statements for the year ended 28th February 2015 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

(a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes on pages 5 to 7 form part of these abbreviated accounts
BAUTEIL ENGINEERING LTD. (REGISTERED NUMBER: SC393144)

ABBREVIATED BALANCE SHEET - continued
28TH FEBRUARY 2015

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 24th August 2015 and were signed on its behalf by:

L Kennedy - Director

The notes on pages 5 to 7 form part of these abbreviated accounts
1. ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover
The turnover shown in the profit and loss account represents the sales invoice value of goods and services supplied to the oil and gas industry, during the period, exclusive of Value Added Tax.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

- Fixtures and fittings: 20% straight line
- Motor vehicles: 20% straight line
- Computer equipment: 33% straight line

Stocks
Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax
Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the company's financial statements. Deferred tax is provided in full on timing differences which result in an obligation to pay more tax, or a right to pay less tax, at a future date at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws.

Foreign currencies
Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Operating leases
Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits
The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged 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.
1. **ACCOUNTING POLICIES - continued**

   **Employer-financed retirement benefit scheme (EFRBS)**
   The company has established trusts for the benefit of employees and persons connected with them. Monies held in these trusts are held by independent trustees and managed at their discretion. The trustees are empowered to provide both retirement and other employee benefits.

   Where the company retains future economic benefit from, and has de facto control of the assets and liabilities of the trust, they are accounted for as assets and liabilities of the company until the earlier of the date that an allocation of trust funds to employees in respect of past services is declared and the date that assets of the trust vest in identified individuals.

   Where monies held in a trust are determined by the company on the basis of employees’ past services to the business and the company can obtain no future economic benefit from those monies, such monies, whether in the trust or accrued for by the company are charged to the profit and loss account in the period to which they relate.

   Where monies held in a trust are determined by the company on the basis of employees’ past services to the business and are payable after completion of the employment, such monies are charged to the profit and loss account in the period during which services are rendered by employees.

2. **TANGIBLE FIXED ASSETS**

<table>
<thead>
<tr>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>£</td>
</tr>
<tr>
<td></td>
</tr>
<tr>
<td><strong>COST</strong></td>
</tr>
<tr>
<td>At 1st March 2014</td>
</tr>
<tr>
<td>Additions</td>
</tr>
<tr>
<td>Disposals</td>
</tr>
<tr>
<td>At 28th February 2015</td>
</tr>
<tr>
<td><strong>DEPRECIATION</strong></td>
</tr>
<tr>
<td>At 1st March 2014</td>
</tr>
<tr>
<td>Charge for year</td>
</tr>
<tr>
<td>Eliminated on disposal</td>
</tr>
<tr>
<td>At 28th February 2015</td>
</tr>
<tr>
<td><strong>NET BOOK VALUE</strong></td>
</tr>
<tr>
<td>At 28th February 2015</td>
</tr>
<tr>
<td>At 28th February 2014</td>
</tr>
</tbody>
</table>

3. **CALLED UP SHARE CAPITAL**

<table>
<thead>
<tr>
<th>Number:</th>
<th>Class:</th>
<th>Nominal value:</th>
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<th>28.2.14</th>
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<tbody>
<tr>
<td>20</td>
<td>Ordinary</td>
<td>£1</td>
<td>20</td>
<td>100</td>
</tr>
<tr>
<td>60</td>
<td>A Ordinary</td>
<td>£1</td>
<td>60</td>
<td>-</td>
</tr>
<tr>
<td>20</td>
<td>B Ordinary</td>
<td>£1</td>
<td>20</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>100</td>
<td>100</td>
</tr>
</tbody>
</table>
4. DIRECTORS’ ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 28th February 2015 and 28th February 2014:

<table>
<thead>
<tr>
<th></th>
<th>28.2.15</th>
<th>28.2.14</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>£</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>G Kennedy</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Balance outstanding at start of year</td>
<td>(10,765)</td>
<td>206,320</td>
</tr>
<tr>
<td>Amounts advanced</td>
<td>10,765</td>
<td>11,481</td>
</tr>
<tr>
<td>Amounts repaid</td>
<td>(3,075)</td>
<td>(228,566)</td>
</tr>
<tr>
<td>Balance outstanding at end of year</td>
<td>(3,075)</td>
<td>(10,765)</td>
</tr>
</tbody>
</table>

I. Kennedy

<table>
<thead>
<tr>
<th></th>
<th>28.2.15</th>
<th>28.2.14</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>£</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Balance outstanding at start of year</td>
<td>(521)</td>
<td>216,384</td>
</tr>
<tr>
<td>Amounts advanced</td>
<td>521</td>
<td>1,415</td>
</tr>
<tr>
<td>Amounts repaid</td>
<td>(387)</td>
<td>(218,320)</td>
</tr>
<tr>
<td>Balance outstanding at end of year</td>
<td>(387)</td>
<td>(521)</td>
</tr>
</tbody>
</table>

The above loans bear no interest and have no fixed repayment terms.
This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.