

VEEDOL INTERNATIONAL LIMITED

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2017**

	Note	31 March 2017 £	15 Months ended 31 March 2016 £
Turnover	3	587,570	582,270
Gross profit		<u>587,570</u>	<u>582,270</u>
Administrative expenses		(528,612)	(492,740)
Operating profit	4	<u>58,958</u>	<u>89,530</u>
Interest payable and expenses		(502)	(658)
Profit before tax		<u>58,456</u>	<u>88,872</u>
Tax on profit	7	(11,187)	(21,051)
Profit for the financial year		<u><u>47,269</u></u>	<u><u>67,821</u></u>

There was no other comprehensive income for 2017 (2016:£NIL).

The notes on pages 8 to 14 form part of these financial statements.

VEEDOL INTERNATIONAL LIMITED
REGISTERED NUMBER: SC054624

BALANCE SHEET
AS AT 31 MARCH 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	8	2,520	-
Investments	9	307,415	192,643
		<u>309,935</u>	<u>192,643</u>
Current assets			
Debtors: amounts falling due within one year	10	196,408	13,313
Cash at bank and in hand		71,124	52,809
		<u>267,532</u>	<u>66,122</u>
Creditors: amounts falling due within one year	12	(120,038)	(143,605)
Net current assets/(liabilities)		<u>147,494</u>	<u>(77,483)</u>
Total assets less current liabilities		<u>457,429</u>	<u>115,160</u>
Net assets		<u>457,429</u>	<u>115,160</u>
Capital and reserves			
Called up share capital	13	295,002	2
Profit and loss account		162,427	115,158
		<u>457,429</u>	<u>115,160</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on



R N Ghosal
 Director

The notes on pages 8 to 14 form part of these financial statements.

VEEDOL INTERNATIONAL LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2017**

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 April 2016	2	115,158	115,160
Profit for the year	-	47,269	47,269
Shares issued during the year	295,000	-	295,000
At 31 March 2017	295,002	162,427	457,429

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2016**

	Called up share capital	Profit and loss account	Total equity
	£	£	£
At 1 January 2015	2	47,337	47,339
Profit for the period	-	67,821	67,821
At 31 March 2016	2	115,158	115,160

The notes on pages 8 to 14 form part of these financial statements.

VEEDOL INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017

1. General information

Veedol International Limited is a private company limited by shares incorporated in Scotland. The address of the registered office is given in the Company information page of these financial statements. The principal activity of the Company during the year has been that of agents for oil and fuel sales.

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 Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

2.2 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. Revenue represents royalty income receivable on "Veedol" branded lubricant products sold under licence. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue 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 revenue 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.

2.3 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

2. Accounting policies (continued)

2.3 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Plant & machinery	-	20% straight-line
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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.

2.4 Valuation of investments

Investments in subsidiaries are measured at cost less accumulated impairment.

2.5 Foreign currency translation

Functional and presentation currency

The Company's functional and presentational currency is GBP.

Transactions and balances

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.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of comprehensive income except when deferred in other comprehensive income as qualifying cash flow hedges.

VEEDOL INTERNATIONAL LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017**

3. Turnover

An analysis of turnover by class of business is as follows:

	31 March 2017	<i>15 Months ended 31 March 2016</i>
	£	£
Royalty income	587,570	582,270
	587,570	582,270
	587,570	582,270

4. Operating profit

The operating profit is stated after charging:

	31 March 2017	<i>15 Months ended 31 March 2016</i>
	£	£
Depreciation of tangible fixed assets	133	-
Fees payable to the Company's auditor for the audit of the Company's annual financial statements	4,800	3,150
Exchange differences	21,255	(22,869)
	21,255	(22,869)
	21,255	(22,869)

5. Auditors' remuneration

	31 March 2017	<i>15 Months ended 31 March 2016</i>
	£	£
Fees payable to the Company's auditor and its associates for the audit of the Company's annual financial statements	4,800	3,150
Fees payable to the Company's auditor and its associates in respect of:	4,800	3,150
All other services	4,498	9,169
	4,498	9,169
	4,498	9,169

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017**

6. Employees

The average monthly number of employees, including directors, during the year was 3 (2016 - 2).

7. Taxation

	31 March 2017	<i>15 Months ended 31 March 2016</i>
	£	£
Corporation tax		
Current tax on profits for the year	7,433	11,845
Foreign tax		
Foreign tax on income for the year	3,754	9,206
Total current tax	11,187	21,051
Taxation on profit on ordinary activities	11,187	21,051

Factors affecting tax charge for the year/period

The tax assessed for the year/period is lower than (2016 - higher than) the standard rate of corporation tax in the UK of 20% (2016 - 20%). The differences are explained below:

	31 March 2017	<i>15 Months ended 31 March 2016</i>
	£	£
Profit on ordinary activities before tax	58,456	88,872
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2016 - 20%)	11,691	17,774
Effects of:		
Capital allowances for year/period in excess of depreciation	(504)	-
Double taxation relief	-	3,277
Total tax charge for the year/period	11,187	21,051

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

VEEDOL INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

8. Tangible fixed assets

	Plant & machinery £
Cost or valuation	
Additions	2,653
At 31 March 2017	2,653
Depreciation	
Charge for the year on owned assets	133
At 31 March 2017	133
Net book value	
At 31 March 2017	2,520
At 31 March 2016	-

9. Fixed asset investments

	Investments in subsidiary companies £
Cost or valuation	
At 1 April 2016	192,643
Additions	114,772
At 31 March 2017	307,415
Net book value	
At 31 March 2017	307,415
At 31 March 2016	192,643

VEEDOL INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

9. Fixed asset investments (continued)

Subsidiary undertakings

The following were subsidiary undertakings of the Company:

Name	Country of incorporation	Class of shares	Holding	Principal activity
Veedol International Americas Inc.	Canada	Common	100 %	Managing licensing agreements

The aggregate of the share capital and reserves as at 31 March 2017 and of the profit or loss for the year ended on that date for the subsidiary undertakings were as follows:

	Aggregate of share capital and reserves £	Profit/(loss) £
Veedol International Americas Inc.	(34,987)	(134,068)
	<u>(34,987)</u>	<u>(134,068)</u>

10. Debtors

	2017 £	2016 £
Trade debtors	37,188	-
Amounts owed by group undertakings	150,958	5,081
Other debtors	1,766	1,272
Prepayments and accrued income	6,496	6,960
	<u>196,408</u>	<u>13,313</u>

11. Cash and cash equivalents

	2017 £	2016 £
Cash at bank and in hand	71,124	52,809
	<u>71,124</u>	<u>52,809</u>

VEEDOL INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

12. Creditors: Amounts falling due within one year

	2017	2016
	£	£
Trade creditors	83,823	10,482
Amounts owed to group undertakings	23,982	117,013
Corporation tax	7,433	11,845
Accruals and deferred income	4,800	4,265
	120,038	143,605

13. Share capital

	2017	2016
	£	£
Shares classified as equity		
Allotted, called up and fully paid		
295,002 (2016 - 2) Ordinary shares of £1 each	295,002	2

During the year the Company issued 295,000 ordinary shares of £1 each at par.

14. Related party transactions

The Company has taken advantage of the exemption available under FRS102 section 33.1a whereby it has not disclosed transactions with the ultimate parent company or any wholly owned subsidiary undertaking of the group. Copies of the consolidated financial statements of Tide Water Oil Co. (India) Limited can be downloaded from www.tidewaterindia.com.

15. Controlling party

The immediate and ultimate controlling party is Tide Water Oil Co. India Limited, a company registered in India.

The company is the parent undertaking of a small group and as such is not required by the Companies Act 2006 to prepare group accounts. These financial statements therefore present information about the company as an individual undertaking and not about its group.

16. First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.

VEEDOL INTERNATIONAL LIMITED

**DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2017**

		<i>15 Months ended</i>
	Note	2017
		£
		2016
		£
Turnover		587,570
		582,270
Gross profit		<u>587,570</u>
		<u>582,270</u>
Less: overheads		
Administration expenses		(528,612)
		(492,740)
Operating profit		<u>58,958</u>
		89,530
Interest payable		(502)
		(658)
Tax on profit on ordinary activities		(11,187)
		(21,051)
Profit for the year/period		<u>47,269</u>
		<u>67,821</u>

VEEDOL INTERNATIONAL LIMITED

**SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2017**

	2017 £	2016 £
Turnover		
Royalty Income	587,570	582,270
	<u>587,570</u>	<u>582,270</u>
	2017 £	2016 £
Administration expenses		
Travelling expenses	-	1,378
Consultancy fees	27,768	21,345
Computer costs	6,656	9,757
Advertising and brand building	226,374	339,525
Legal and professional	183,695	52,102
Audit fees	4,800	3,150
Accountancy	4,498	9,169
Bank charges	4,197	3,824
Difference on foreign exchange	21,255	(22,869)
Depreciation of plant and machinery	133	-
Reimbursement of expenses	23,436	73,065
Licence fees	25,800	2,294
	<u>528,612</u>	<u>492,740</u>
	2017 £	2016 £
Interest payable		
Interest payable on intercompany loans	502	658
	<u>502</u>	<u>658</u>