

Registered number 10345570

West Africa Subsea Services Limited

Directors' annual report and financial statements

for the year ended 31 December 2019



West Africa Subsea Services Limited

Directors' Annual report and financial statements for the year ended 31 December 2019

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West Africa Subsea Services Limited

Directors' report

The directors present their report and the audited financial statements of the company for year ended 31 December 2019.

Principal activity

The principal activity of the company is that of a supplier of fully integrated vessel services, including supply of marine and construction crew.

Results and dividends

The results of the company are set out on page 5. The profit for the year is £150,000 (2018: loss of £246,000). The company continued to close out its remaining contract during the current year. No dividend was paid during the year and the directors do not propose the payment of a final dividend.

Directors

The directors who held office during the period and up to the date of signing the financial statements were as follows:

T S Bille	(appointed 25 February 2020)
H Urquhart	(appointed 25 February 2020)
S G Campbell	(resigned 25 February 2020)
C Struth	(resigned 25 February 2020)

Going concern

The financial statements have been prepared on a going concern basis as it is the intention of the ultimate parent company to continue to support the company for at least twelve months from the date of signing the financial statements. The Directors have obtained written confirmation from the ultimate parent company that sufficient support will be provided to enable the company to meet its obligations as they fall due, for a period of at least twelve months from the date of the financial statements.

Future developments

The recent oil price reduction and the Covid-19 outbreak have not and are not expected to have any material impact on the company's operations. The company will continue to close out ongoing contracts in the forthcoming year. The United Kingdom's proposed withdrawal from the European Union (Brexit) is not expected to have any material adverse impact on the business of this company. This is due to the company's existing contracts being in the final stages of completion.

Financial instruments

The company finances its activities with a combination of cash, short term deposits and loans from and to group undertakings to satisfy short-term cash flow needs. The company does not ordinarily enter into derivative transactions.

The company enters into foreign currency transactions but the cash flows are not hedged as the exposure is not considered to be high risk. Cash flow risk is considered to be low despite the risk of exchange rate fluctuations from unhedged transactions. The company has no interest bearing assets or liabilities. The company's credit risk is primarily attributable to its trade receivables and the risk of default is considered to be low.

West Africa Subsea Services Limited

Directors' report (continued)

Statement of directors' responsibilities in respect of the financial statements

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law). 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 the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; 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 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.

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

Disclosure of information to auditors

In the case of each director in office at the date the Directors' Report is approved:

- so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware; and
- they have taken all the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the Board



H Urquhart
Director

One St Paul's Churchyard
London
EC4M 8AP

12 October 2020

West Africa Subsea Services Limited

Independent auditors' report to the members of West Africa Subsea Services Limited

Report on the audit of the financial statements

Opinion

In our opinion, West Africa Subsea Services Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Directors' annual report and financial statements (the "Annual Report"), which comprise: the statement of financial position as at 31 December 2019; the statement of comprehensive income, the statement of changes in equity for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Directors' Report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

West Africa Subsea Services Limited

Independent auditors' report to the members of West Africa Subsea Services Limited (continued)

Directors' Report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Directors' Report for the year ended 31 December 2019 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Directors' Report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Statement of directors' responsibilities in respect of the financial statements set out on page 2, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

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.

Other required reporting

Companies Act 2006 exception reporting

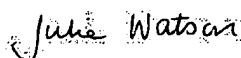
Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the directors were not entitled to take advantage of the small companies exemption from preparing a strategic report. We have no exceptions to report arising from this responsibility.



Julie Watson (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Aberdeen
12 October 2020

West Africa Subsea Services Limited

Statement of comprehensive income

for the period ended 31 December 2019

	Note	2019 £000	2018 £000
Revenue	2&3	(420)	2,447
Cost of sales		1,415	(2,318)
		<hr/>	<hr/>
Gross profit		995	129
Impairment	4	399	(94)
		<hr/>	<hr/>
Operating profit		1,394	35
Interest payable and similar expenses	7	(326)	(65)
		<hr/>	<hr/>
Profit / (loss) before income tax		1,068	(30)
Income tax expense	8	(918)	(216)
		<hr/>	<hr/>
Profit / (loss) for the financial year and total comprehensive income / expense		150	(246)
		<hr/>	<hr/>

All activities are continuing.

West Africa Subsea Services Limited

Statement of financial position

as at 31 December 2019

	Note	2019 £000	2018 £000
Current assets			
Debtors	9	6,280	9,954
Creditors: amounts falling due within one year	10	(6,570)	(10,394)
Net liabilities		(290)	(440)
Equity			
Called up share capital	11	-	-
Retained earnings		(290)	(440)
Total shareholders' funds		(290)	(440)

The notes on pages 8 to 13 are an integral part of these financial statements.

The financial statements of West Africa Subsea Services Limited on pages 5 to 13 were approved by the Board of Directors on 12 October 2020 and signed on its behalf by.

Helen Urquhart

H Urquhart
Director

Registered number 10345570

West Africa Subsea Services Limited

Statement of changes in equity for the year ended 31 December 2019

	Called up share capital £000	Retained Earnings £000	Total equity £000
Balance as at 1 January 2018	-	(194)	(194)
Loss for the financial year and total comprehensive expense for the year	-	(246)	(246)
Balance as at 31 December 2018	-	(440)	(440)
Profit for the financial year and total comprehensive income for the year	-	150	150
Balance as at 31 December 2019	-	(290)	(290)

West Africa Subsea Services Limited

Notes to the financial statements

for the year ended 31 December 2019

1 Nature of operations

West Africa Subsea Services Limited ("WASSL" or the "Company") is a UK domiciled and incorporated company, registered in England and Wales. The company is a private limited company limited by shares. The address of its registered office is One St Paul's Churchyard, London, EC4M 8AP. The entity's principal activities are the provision of marine crew and construction crew. The company qualifies as a small company and therefore is exempt from presenting a strategic report under s414B of the Companies Act 2006.

2 Summary of significant accounting policies

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

Basis of preparation

The financial statements were prepared in accordance with Financial Reporting Standard 101 "Reduced Disclosure Framework" (FRS 101). The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 2006, as applicable to companies using FRS 101.

The company is a qualifying entity for the purpose of FRS 101 which sets out a reduced framework for a qualifying entity, as described in the Standard. The Standard addressed the financial reporting requirements and disclosure exemption in the individual financial statements of qualifying entities that otherwise apply the recognition, measurement and disclosure requirements of EU-adopted International Financial Reporting Standards (IFRS). Note 12 gives details of the Company's ultimate parent and from where consolidated financial statements prepared in accordance with IFRS may be obtained.

The results of the company are included within the consolidated financial statements of TechnipFMC plc, which are publicly available.

The application of FRS 101 has enabled the company to take advantage of certain disclosure exemptions that would have been required had the company adopted IFRS in full. In these financial statements, the company has applied the exemptions available under FRS 101 in respect of the following disclosures:

- a cash flow statement and related notes
- disclosures in respect of related party transactions with two or more members of the group
- the effects of new but not yet effective IFRS's
- disclosures in respect of the compensation of key management personnel
- the disclosures required by IFRS 7 Financial Instrument disclosures

The financial statements of the company are presented in Pounds sterling, and all values are rounded to the nearest thousand, except where otherwise indicated.

This entity qualifies as a small company and therefore exempt from presenting a strategic report under s414B of Companies Act 2006.

Changes in accounting policies

The company applied IFRS 16, "Leases" ("IFRS 16") for the first time. The adoption of this new accounting standards did not have any impact on the company. Several other amendments and interpretations applied for the first time in 2019, but they also did not have any impact on the financial statements. The company has not early adopted any standards, interpretations or amendments that have been issued but are not yet effective.

West Africa Subsea Services Limited

Notes to the financial statements

for the year ended 31 December 2019 (continued)

2 Summary of significant accounting policies (continued)

Going concern

The financial statements have been prepared on a going concern basis as it is the intention of the ultimate parent company to continue to support the company for at least twelve months from the date of signing the financial statements. The Directors have obtained written confirmation from the ultimate parent company that sufficient support will be provided to enable the company to meet its obligations as they fall due, for a period of at least twelve months from the date of the financial statements.

Revenue

Revenue is recognised in accordance with IFRS 15. The company's contracts with customers typically consist of intercompany contracts or purchase orders from other TechnipFMC plc group companies. Revenue comprises the fair value of the consideration specified in the contract and is stated net of sales taxes (such as VAT) and discounts. The Company recognises revenue when it transfers control of the service and in the same accounting period in which the services are rendered.

Foreign currencies

Items included in the financial statements of the company are measured using the currency of the primary economic environment in which the company operates ("the functional currency"). The financial statements are presented in Pounds Sterling rounded to the nearest thousand, unless otherwise stated.

Transactions denominated in foreign currencies have been translated into functional currency at the rate of exchange ruling at the dates of these transactions or valuation where items are re-measured. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the balance sheet date, and the gains and losses on translation are included in the statement of comprehensive income.

Trade and other debtors

Trade and other debtors are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses.

The company applies the IFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables and contract assets.

To measure the expected credit losses, trade receivables and contract assets have been grouped based on shared credit risk characteristics and the days past due. The contract assets relate to unbilled work in progress and have substantially the same risk characteristics as the trade receivables for the same types of contracts. The group has therefore concluded that the expected loss rates for trade receivables are a reasonable approximation of the loss rates for the contract assets.

Trade and other creditors

Trade and other creditors are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method.

Taxation

Tax on the profit or loss for the period comprises current and deferred tax. Tax is recognised in the income statement except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

West Africa Subsea Services Limited

Notes to the financial statements

for the year ended 31 December 2019 (continued)

2 Summary of significant accounting policies (continued)

Taxation (continued)

Deferred tax is provided on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The following temporary differences are not provided for: the initial recognition of goodwill; the initial recognition of assets or liabilities that affect neither accounting nor taxable profit other than in a business combination, and differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised.

Critical accounting judgements and key sources of estimation uncertainty

The preparation of financial statements in conformity with FRS 101 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 judgement or complexity, or areas where assumptions and estimates are significant to the financial statements have been considered and the directors confirm there are no such areas to disclose for the company.

3 Revenue

All revenue relates to the sale of services in Africa.

Assets related to contracts with customers:

	2019 £000	2018 £000
Contract assets	621	6,482
Loss allowance	(28)	(292)
	<hr/>	<hr/>
	593	6,190
	<hr/>	<hr/>

Revenue for the year was a net debit amount of £420,000 (2018: £2,447,000 credit). All revenue relates to the provision of services in Africa, where the company supplies marine and construction crew to intercompany customers operating in Angolan waters. The negative revenue in the year arose due to a true up adjustment in 2019 relating to costs previously incurred by the company. Due to the re-charge nature of the company's activities, this resulted in the reversal of previously recognised cost and revenue. All contract assets relate to amounts due from group undertakings. Contract assets have decreased as the company has raised invoices in the year relating to prior year contract assets. There were no contract liabilities in either year.

West Africa Subsea Services Limited

Notes to the financial statements

for the year ended 31 December 2019 (continued)

4 Impairment

	2019 £000	2018 £000
Impairment reversal / (loss) - amounts due from group undertakings	399	(94)
Impairment	399	(94)

The movement above is a gain of £135,000 (2018: loss of £172,000) relating to trade receivables and a gain of £264,000 relating to contract assets (2019: £78,000).

5 Employees and directors

The company has no employees other than directors.

None of the directors received any remuneration in respect of their services to the company during the period (2018: nil).

6 Auditor's remuneration

The remuneration of the auditors can be analysed as follows:

	2019 £000	2018 £000
Audit of the financial statements	6	5

The remuneration of the auditors is borne by the main UK trading company, Technip UK Limited and is not recharged to the company. Technip UK Limited is a fellow subsidiary of Technip-Coflexip UK Holdings Limited (indirectly held by TechnipFMC International Holdings BV), the company's immediate parent company.

7 Interest payable and similar expenses

	2019 £000	2018 £000
Foreign exchange losses	325	65

West Africa Subsea Services Limited

Notes to the financial statements

for the year ended 31 December 2019 (continued)

8 Income tax expense

(a) Analysis of tax charge in the year

	2019 £000	2018 £000
Current tax:		
UK Corporation tax charge	127	(1)
Foreign taxes	(319)	74
	<hr/>	<hr/>
Total current year (credit) / expense	(192)	73
Prior year corporation tax	14	143
Prior year foreign taxes	1,096	-
	<hr/>	<hr/>
Tax on profit / (loss)	918	216

(b) Factors affecting tax charge

The tax assessed for the year is higher (2018: higher) than the standard rate of corporation tax in the UK of 19% (2018: 19%). The differences are explained below:

	2019 £000	2018 £000
Profit / (loss) before tax	1,068	(30)
	<hr/>	<hr/>
Profit / (loss) before tax multiplied by standard rate of corporation tax in the UK of 19% (2018: 19%)	203	(6)
Effect of:		
Foreign tax	(319)	61
Prior year adjustment	1,110	143
Expenses not subject to tax	(76)	18
	<hr/>	<hr/>
Total tax charge for the year	918	216

The main rate of corporation tax was reduced to 19% for the 2018 financial year. Legislation to reduce the main rate of corporation tax to 17% from 1 April 2020 was included in the Finance Act 2016, this was repealed by the Finance Act 2020 which maintains the 19% main rate. There is no deferred tax impact within this company. There is no deferred tax impact within this company.

West Africa Subsea Services Limited

Notes to the financial statements

for the year ended 31 December 2019 (continued)

9 Debtors

	2019 £000	2018 £000
Amounts owed by group undertakings	5,880	9,847
Demand deposit	400	107
	<hr/> 6,280	<hr/> 9,954

Amounts owed by group undertakings are unsecured, interest free, have no fixed repayment terms and are repayable on demand. Amounts owed by group undertakings are stated after provisions for impairment of £65,000 (2018: £464,000). Amounts owed by group undertakings includes net contract assets of £593,000 (2018: £6,190,000), see note 3.

The demand deposit relates to a deposit with the TechnipFMC group treasury function which can be accessed on demand.

10 Creditors: amounts falling due within one year

	2019 £000	2018 £000
Amounts owed to group undertakings	5,910	9,607
Corporation tax due	127	141
Withholding tax	533	646
	<hr/> 6,570	<hr/> 10,394

Amounts owed to group undertakings are unsecured, interest free, have no fixed repayment terms and are repayable on demand.

11 Called up share capital

	2019 £	2018 £
Allotted and fully paid		
100 (2018: 100) ordinary shares of £1 each	100	100

12 Ultimate parent company

The immediate parent undertaking is Technip-Coflexip UK Holdings Limited, a company incorporated in the United Kingdom.

The ultimate parent undertaking and controlling entity is TechnipFMC plc, a company incorporated in the United Kingdom. The consolidated financial statements of TechnipFMC plc are available for inspection at www.morningstar.co.uk/uk/NSM, and can also be found on the TechnipFMC website (investors.technipfmc.com).

West Africa Subsea Services Limited

Notes to the financial statements

for the year ended 31 December 2019 (continued)

13 Subsequent events

The outbreak of Covid-19 which occurred subsequent to the year is not affecting the company and the directors are of the opinion that no adjustments are required to the figures reported in these financial statements