

Report of the Directors and Audited Financial Statements

for the year ended 30 April 2020

for

EQUATOR LURI LIMITED

EQUATOR LURI LIMITED
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EQUATOR LURI LIMITED
Company Information
For the year ended 30 April 2020

Directors	Mr P Glennon Mr I Quenault Mr G McGregor
Registered Number	00112831
Registered Office	Hilary House 19 Hilary Street St Helier Jersey JE2 4SX
Auditors	Numeric Accounting Chartered Certified Accountants 18 New Canal Salisbury Wiltshire SP1 2AQ
Secretary	GlenQ Secretaries Limited

EQUATOR LURI LIMITED
Directors' Report
For the year ended 30 April 2020

The directors present their annual report and the audited financial statements for the year ended 30 April 2020

Principal activities

Principal activity of the company during the financial year was that of mineral exploration.

Directors

The directors who served the company throughout the year were as follows:

Mr P Glennon (from 22/11/2019)

Mr I Quenault (from 22/11/2019)

Statement of directors' responsibilities

The directors are responsible for preparing 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 United Kingdom Generally Accepted Accounting Practice (Financial Reporting Standard 102 and applicable law). The financial statements are required by law to 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 and then apply them consistently;
- make judgements and 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 proper accounting records that 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 (Jersey) Law 1991. 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.

Auditors

"The Auditors" have indicated their willingness to continue in office as the company's auditors.

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

Mr P Glennon
Director

Date approved:

EQUATOR LURI LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EQUATOR LURI LIMITED
For the year ended 30 April 2020

Opinion

We have audited the financial statements of Equator Luri Limited for the year ended 30 April 2020 which comprise Income Statement, Statement of Financial Position and notes to the financial position, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102(1A) The Financial Reporting Standard applicable in the UK and Republic of Ireland Section(1A)(United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 April 2020 and of its Loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies (Jersey) Law 1991.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the 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.

EQUATOR LURI LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EQUATOR LURI LIMITED
For the year ended 30 April 2020

Other Information

The other information comprises the information included 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, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion 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 such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in 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 in this regard.

Opinion on other matters prescribed by the Companies (Jersey) Law 1991

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the directors report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors report.

We have nothing to report in respect of the following matters in relation to which the Companies (Jersey) Law 1991 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemptions in preparing the directors report and from the requirement to prepare a strategic report.

EQUATOR LURI LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EQUATOR LURI
LIMITED
For the year ended 30 April 2020

Responsibilities of directors

As explained more fully in the directors responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors 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 companys 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.

Auditor's 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 auditor's 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.

Use of this report

This report is made solely to the companys members, as a body, in accordance with Article 113A of the Companies (Jersey) Law 1991. Our audit work has been undertaken so that we might state to the companys members those matters that we are required to state to them in an auditors report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the companys members as a body, for our audit work, or the opinions we have formed.

Mr Jonathan Paul Baggot (Senior Statutory Auditor)
for and on behalf of Numeric Accounting
Chartered Certified Accountants and Statutory Auditors
Numeric Accounting Limited
Chartered Certified Accountants
18 New Canal
Salisbury
Wiltshire
SP1 2AQ
Date:

EQUATOR LURI LIMITED
Income Statement
For the year ended 30 April 2020

	Notes	2020 £	2019 £
Gross profit		-	-
Administrative expenses		(9,312)	(1,070,876)
Operating loss	2	(9,312)	(1,070,876)
Profit/(Loss) on ordinary activities before taxation		(9,312)	(1,070,876)
Tax on profit on ordinary activities		-	-
Profit/(Loss) for the financial year		(9,312)	(1,070,876)

EQUATOR LURI LIMITED
Statement of Financial Position
As at 30 April 2020

	Notes	2020 £	2019 £
Fixed assets			
Intangible fixed assets	4	332,896	326,368
		<u>332,896</u>	<u>326,368</u>
Current assets			
Debtors: amounts falling due within one year	5	1	1
Cash at bank and in hand		1	-
		<u>2</u>	<u>1</u>
Creditors: amount falling due within one year	6	(46,703)	(116,795)
Net current liabilities		<u>(46,701)</u>	<u>(116,794)</u>
Total assets less current liabilities		286,195	209,574
Creditors: amount falling due after more than one year	7	(1,398,893)	(1,312,960)
Net liabilities		<u>(1,112,698)</u>	<u>(1,103,386)</u>
Capital and reserves			
Called up share capital	8	1	1
Profit and loss account	9	(1,112,699)	(1,103,387)
Shareholders funds		<u>(1,112,698)</u>	<u>(1,103,386)</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime of Part 15 of the Companies Act 2006.

The financial statements were approved by the board of directors on and were signed on its behalf by:

Mr P Glennon
Director

EQUATOR LURI LIMITED
Statement of Changes in Equity
For the year ended 30 April 2020

	Equity share capital	Retained Earnings	Total
	£	£	£
At 01 May 2018	1	(32,511)	(32,510)
Profit for the year		(1,070,876)	(1,070,876)
Total comprehensive income for the year	-	(1,070,876)	(1,070,876)
Total investments by and distributions to owners	-	-	-
At 30 April 2019	1	(1,103,387)	(1,103,386)
At 01 May 2019	1	(1,103,387)	(1,103,386)
Profit for the year		(9,312)	(9,312)
Total comprehensive income for the year	-	(9,312)	(9,312)
Total investments by and distributions to owners	-	-	-
At 30 April 2020	1	(1,112,699)	(1,112,698)

EQUATOR LURI LIMITED
Notes to the Financial Statements
For the year ended 30 April 2020

General Information

Equator Luri Limited is a private company, limited by shares, domiciled in Jersey, registration number 00112831, registration address Hilary House, 19 Hilary Street, St Helier, Jersey, JE2 4SX.

The presentation currency is £ sterling.

1. Accounting policies

Significant accounting policies

These financial statements have been prepared under the historical cost convention and in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies (Jersey) Law 1991.

Going concern basis

The financial statements have been prepared on a going concern basis. The group meets its day to day working capital requirements through the continued support of the group's directors and shareholders. Major shareholders 'Richmond Partners Master Limited' and others have pledged their continued financial support to cover liabilities of the group as they fall due, and to ensure the company continues as a going concern.

The directors have prepared cash flow and income projections for a period of not less than twelve months from today and on the basis of this information consider that it is appropriate to prepare the financial statements on a going concern basis. Therefore the financial statements do not include any adjustments that would result from a withdrawal of the above support.

Statement of cash flows

The financial statements do not contain a cash flow statement as referred to in Financial Reporting Standard 1 as the company is a small company as defined therein.

Taxation

Under Jersey's Zero Ten Income Tax rules the company is taxed at 0% based on the loss on ordinary activities for the year as adjusted for non-allowable expenses.

Intangible assets

Intangible assets (including purchased goodwill and patents) are amortised at rates calculated to write off the assets on a straight line basis over their estimated useful economic lives.

Impairment of intangible assets is only reviewed where circumstances indicate that the carrying value of an asset may not be fully recoverable.

EQUATOR LURI LIMITED
Notes to the Financial Statements
For the year ended 30 April 2020

Exploration and Development Costs

The policy adopted for recognising exploration and development costs is based on the Statement of Recommended Practice "Accounting for Oil and Gas Exploration, Development, Production and Decommissioning Activities" revised in June 2001 (the SORP currently in effect). In accordance with the full cost method as set out in the SORP, expenditure including directly attributable overheads on the acquisition, exploration and evaluation of interests in licences is capitalised under intangible assets. Exploration and evaluation costs arising in connection with an exploration licence are capitalised on a project by project basis, pending determination of the technical feasibility and commercial viability of the project. Costs incurred include appropriate technical and administrative overheads.

Deferred exploration costs are carried at historical cost less any impairment losses recognised. When it is determined that such cost will be recouped through successful development and exploitation or alternatively by sale of the interest, expenditure will be transferred to tangible assets and depreciated over the expected productive life of the asset. Whenever a project is considered no longer viable the associated exploration expenditure is written-off to the profit and loss account.

2. Operating profit/(loss)

	2020	2019
	£	£
The operating loss is stated after charging:		
Auditors remuneration	1,550	1,188
Impairment loss of intangible assets	-	979,102
Impairment loss of tangible fixed assets	-	114,125

3. Employees and Directors

There were no paid directors or employees during the year.

EQUATOR LURI LIMITED
Notes to the Financial Statements
For the year ended 30 April 2020

4. Intangible fixed assets

Cost	Other £	Total £
At 01 May 2019	326,368	326,368
Additions	6,528	6,528
Disposals	-	-
At 30 April 2020	<u>332,896</u>	<u>332,896</u>
Amortisation		
At 01 May 2019	-	-
Charge for year	-	-
On disposals	-	-
At 30 April 2020	<u>-</u>	<u>-</u>
Net book values		
At 30 April 2020	<u>332,896</u>	<u>332,896</u>
At 30 April 2019	<u>326,368</u>	<u>326,368</u>

5. Debtors: amounts falling due within one year

	2020 £	2019 £
Amounts Owed by Group Undertakings - Equator Gold Holdings Limited	1	1
	<u>1</u>	<u>1</u>

6. Creditors: amount falling due within one year

	2020 £	2019 £
Accrued Expenses	3,200	2,670
Director: Mr M E Parker	43,503	114,125
	<u>46,703</u>	<u>116,795</u>

EQUATOR LURI LIMITED
Notes to the Financial Statements
For the year ended 30 April 2020

7. Creditors: amount falling due after more than one year

	2020	2019
	£	£
Amounts Owed to Group Undertakings - Equator Gold	1,398,893	1,312,960
	<u>1,398,893</u>	<u>1,312,960</u>

8. Share Capital

Allotted, called up and fully paid	2020	2019
	£	£
1 Ordinary share of £1.00 each	1	1
	<u>1</u>	<u>1</u>

9. Profit and loss account

	2020
	£
Balance at 01 May 2019	(1,103,387)
Loss for the year	<u>(9,312)</u>
Balance at 30 April 2020	<u>(1,112,699)</u>

EQUATOR LURI LIMITED
Detailed Income Statement
For the year ended 30 April 2020

	2020	2019
	£	£
Gross profit	<u>-</u>	<u>-</u>
Administrative expenses		
Auditors Remuneration	1,550	1,188
Accountancy Fees	1,650	1,488
Legal and Professional Fees (Allowable)	758	(25,027)
General Travel Expenses	5,067	-
Impairment Losses (Intangible FA)	-	979,102
Impairment of Inter Company Loans	-	114,125
Stationery & Postage	78	-
Telephone, Fax & Internet	234	-
Sundry Expenses	<u>(25)</u>	<u>-</u>
	<u>(9,312)</u>	<u>(1,070,876)</u>
Operating loss	<u>(9,312)</u>	<u>(1,070,876)</u>
Profit/(Loss) on ordinary activities before taxation	<u><u>(9,312)</u></u>	<u><u>(1,070,876)</u></u>