

12/4290

BP MARINE LIMITED  
(formerly BP Chemical Services Limited)

ANNUAL REPORT AND ACCOUNTS - 1988

Board of Directors:- Dr. C.H. Bowman  
M.R. Knott  
P.J.V. Rounce  
J.M. Tavares

REPORT OF THE DIRECTORS

The directors submit their report and the accounts for the year ended 31 December 1988.

The company changed its name from BP Chemical Services Limited to BP Marine Limited on 28 July 1988 and commenced trading on 1 September 1988.

The company is engaged in the contracting of international marine business on behalf of the BP group.

The profit for the year was £8,268. After deducting the exchange loss of £136 taken directly to reserves, the total profit carried forward at 31 December 1988 was £8,132.

Mr. M.T. Bentley and Mr. R.C. Grayson resigned on 27 July 1988. Dr. C.H. Bowman, Mr. M.R. Knott, Mr. S.W. Percy and Mr. P.J.V. Rounce were appointed on the same date. Mr. S.W. Percy resigned on 16 March 1989 and Mr. J.M. Tavares was appointed on the same date.

The interests of the directors holding office at 31 December 1988, and their families, in the shares of The British Petroleum Company p.l.c. were as set out below:-

	<u>Type of shares</u>	<u>Date of appointment</u>	<u>31 December 1988</u>
Dr. C.H. Bowman	25p ordinary	7,080	10,956
M.R. Knott	25p ordinary	9,242	9,242
S.W. Percy	25p ordinary	5,268	5,268
P.J.V. Rounce	25p ordinary	25,120	25,188

Dr. C.H. Bowman's and Mr. S.W. Percy's interests at date of appointment and 31 December 1988 were held in the form of American Depositary Receipts. Included in Mr. P.J.V. Rounce's interests at date of appointment and 31 December 1988 were 14,403 shares held in the form of American Depositary Receipts.

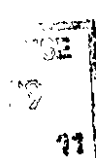
No director had any interest in the shares or debentures of subsidiary companies of The British Petroleum Company p.l.c. at 31 December 1988.

Upon the company ceasing to be dormant (within the meaning of Section 252 of the Companies Act 1985) the directors have appointed Ernst & Whinney as auditors. Ernst & Whinney merged their practice with Arthur Young on 1 September 1989 and now practise in the name of Ernst & Young. Accordingly they have signed their audit report in their new name. Ernst & Young have expressed their willingness to continue in office and in accordance with Section 384 of the Companies Act 1985 a resolution proposing their reappointment as auditors of the company will be put to the members at the Annual General Meeting.

By order of the Board

Britannic House,  
Moor Lane,  
London EC2Y 9BU.  
11 December 1989.

G. E. YOUNG  
Secretary



BP MARINE LIMITED  
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REPORT OF THE AUDITORS TO THE MEMBERS OF BP MARINE LIMITED

We have audited the accounts on pages 3 to 6 in accordance with Auditing Standards.

In our opinion the accounts give a true and fair view of the state of affairs of the company at 31 December 1988 and of the profit and source and application of funds for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

ERNST & YOUNG

Chartered Accountants  
London

11 December 1989.

BP MARINE LIMITED  
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ACCOUNTING POLICIES

Accounting convention

The accounts are prepared under the historical cost convention.

Foreign currencies

The company maintains its accounting records in US dollars. Assets and liabilities are translated into sterling at the closing rate of exchange. The profit and loss account is translated at the average rate of exchange.

Exchange differences resulting from the translation at the closing rate of the opening shareholders' interests together with the difference between the profit and loss account translated at the average and at the closing rate, are taken directly to retained profit. All other exchange differences are included in the determination of profit for the year.

Deferred taxation

Deferred taxation is calculated using the liability method. Provision is made where timing differences are expected to reverse in the foreseeable future.

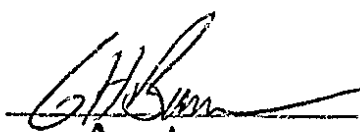
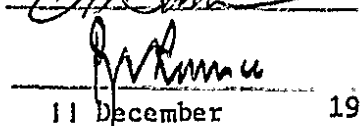
BP MARINE LIMITED  
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PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 1988

	<u>Note</u>	<u>1988</u> £	<u>1987</u> £
TURNOVER	1	4,976,258	-
Operating expenses		4,982,438	-
		(6,180)	-
Other Income		14,448	-
PROFIT FOR THE YEAR		8,268	-
Exchange loss		136	-
RETAINED PROFIT AT 31 DECEMBER		8,132	-

BALANCE SHEET AT 31 DECEMBER 1988

	<u>Note</u>	<u>1988</u> £	<u>1987</u> £
CURRENT ASSETS			
Debtors	3	31,445,258	100
CREDITORS	4	31,437,026	-
SHAREHOLDERS' INTERESTS		8,232	100
CAPITAL AND RESERVES			
Called up share capital	5	100	100
Profit and loss account		8,132	-
		8,232	100

  
  
 11 December 1989.

Directors

BP MARINE LIMITED  
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STATEMENT OF SOURCE AND APPLICATION OF FUNDS  
FOR THE YEAR ENDED 31 DECEMBER 1988

	<u>1988</u> £	<u>1987</u> £
<b>SOURCE OF FUNDS</b>		
Profit for the year	8,268	-
Items not involving the movements of funds exchange loss	(136)	-
<b>Working capital movements</b>		
Debtors	(31,445,158)	-
Creditors due within one year	31,437,026	-
	<hr/>	<hr/>
	-	-
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NOTES TO THE ACCOUNTS

1. Turnover

Turnover represents reimbursed costs and a service fee.

2. Taxation

The company is a member of a group for the purpose of relief under Section 402 of the Income and Corporation Taxes Act 1988. Owing to the availability of group relief, no provision for corporation tax has been made in the accounts of this company. The group's current corporation tax liability has been provided in the accounts of BP International Limited, a fellow subsidiary company.

Provision for deferred taxation is not required.

3. Debtors - amounts falling due within one year.

	<u>1988</u> £	<u>1987</u> £
Trade	29,492,624	-
Fellow subsidiary companies	1,952,634	100
	<hr/>	<hr/>
	31,445,258	100
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BP MARINE LIMITED  
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NOTES TO THE ACCOUNTS (continued)

	<u>1988</u> £	<u>1987</u> £
4. Creditors - amounts falling due within one year		
Trade	184,427	-
Holding and fellow subsidiary companies	30,537,314	-
Related company	715,285	-
	<hr/> 31,437,026	<hr/> -

	<u>1988</u> £	<u>1987</u> £
5. Called up share capital		
Authorised, allotted and fully paid:		
100 ordinary shares of £1 each	£100	£100

## 6. Emoluments of directors

Directors of the company are senior executives of The British Petroleum Company p.l.c. in whose accounts information required by the Companies Act 1985, as to emoluments, is shown.

## 7. Auditors' remuneration

<u>1988</u> £	<u>1987</u> £
950	-

## 8. The ultimate holding company is The British Petroleum Company p.l.c., a company incorporated in England.