

Co House

REGISTERED NUMBER: 1267198 (England and Wales)

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2001
FOR
CURNETT SHIPPING LIMITED**

Keen & Co
Chartered Accountants and
Registered Auditors
Greyhound House
23-24 George Street
Richmond
Surrey TW9 1HY



CURNETT SHIPPING LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31ST DECEMBER 2001**

DIRECTORS:

A Hoite
J Arthur

SECRETARY:

J Arthur

REGISTERED OFFICE:

Greyhound House
23-24 George Street
Richmond
Surrey
TW9 1HY

REGISTERED NUMBER:

1267198 (England and Wales)

AUDITORS:

Keen & Co
Chartered Accountants and
Registered Auditors
Greyhound House
23-24 George Street
Richmond
Surrey TW9 1HY

BANKERS:

Barclays Bank PLC

SOLICITORS:

Holmes Hardingham Walser Johnson Winter
22-23 Great Tower Street
London EC3R 5HE

CURNETT SHIPPING LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31ST DECEMBER 2001

The directors present their report with the financial statements of the company for the year ended 31st December 2001.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of holding company for a group primarily engaged in the business of oil, ship and insurance broking and chartering.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

DIVIDENDS

No dividends will be distributed for the year ended 31st December 2001.

DIRECTORS

The directors during the year under review were:

A Hoite

J Arthur

- appointed 16.5.2001

The directors holding office at 31st December 2001 did not hold any beneficial interest in the issued share capital of the company at 1st January 2001 (or date of appointment if later) or 31st December 2001.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which 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 those 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;
- 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 which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They 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, Keen & Co, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:



J Arthur - DIRECTOR

Dated: 15th May 2002

CURNETT SHIPPING LIMITED

REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF CURNETT SHIPPING LIMITED

We have audited the financial statements of Curnett Shipping Limited for the year ended 31st December 2001 on pages four to nine. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Report of the Directors is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

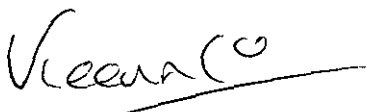
Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 2001 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Keen & Co
Chartered Accountants and
Registered Auditors
Greyhound House
23-24 George Street
Richmond
Surrey TW9 1HY

Dated: 15th May 2002

CURNETT SHIPPING LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2001**

		31.12.01	31.12.00
	Notes	£	£
TURNOVER		676	-
Administrative expenses		694	282
OPERATING LOSS	2	(18)	(282)
Amounts written off investments	3	-	54,830
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(18)	(55,112)
Tax on loss on ordinary activities	4	-	-
LOSS FOR THE FINANCIAL YEAR AFTER TAXATION		(18)	(55,112)
(Deficit)/Retained profit brought forward		(48,828)	6,284
DEFICIT CARRIED FORWARD		<u>£(48,846)</u>	<u>£(48,828)</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the losses for the current and previous years.

The notes form part of these financial statements

CURNETT SHIPPING LIMITED

**BALANCE SHEET
31ST DECEMBER 2001**

	Notes	31.12.01		31.12.00	
		£	£	£	£
FIXED ASSETS:					
Investments	5		2		2
CURRENT ASSETS:					
Debtors	6	8,846		8,846	
Cash at bank		720		238	
		<u>9,566</u>		<u>9,084</u>	
CREDITORS: Amounts falling due within one year	7	<u>2,414</u>		<u>1,914</u>	
NET CURRENT ASSETS:			<u>7,152</u>		<u>7,170</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u><u>£7,154</u></u>		<u><u>£7,172</u></u>
CAPITAL AND RESERVES:					
Called up share capital	8		56,000		56,000
Profit and loss account			<u>(48,846)</u>		<u>(48,828)</u>
SHAREHOLDERS' FUNDS:	11		<u><u>£7,154</u></u>		<u><u>£7,172</u></u>

ON BEHALF OF THE BOARD:



J Arthur - DIRECTOR

Approved by the Board on 15th May 2002

The notes form part of these financial statements

CURNETT SHIPPING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2001

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention. The principal accounting policies have remained unchanged from the previous year. The company is exempt from preparing consolidated financial statements on the grounds that, taken together with its subsidiaries, it qualifies as a small group under section 248 of the Companies Act 1985. These financial statements therefore present information as an individual undertaking and not about its group.

Accounting convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

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.

2. OPERATING LOSS

The operating loss is stated after charging/(crediting):

	31.12.01	31.12.00
	£	£
Auditors' remuneration	300	300
Foreign exchange differences	164	(218)
	<u> </u>	<u> </u>
Directors' emoluments	-	-
	<u> </u>	<u> </u>

3. AMOUNTS WRITTEN OFF INVESTMENTS

	31.12.01	31.12.00
	£	£
Write down of investments	-	54,830
	<u> </u>	<u> </u>

4. TAXATION

No liability to UK corporation tax arose on ordinary activities for the year ended 31st December 2001 nor for the year ended 31st December 2000.

CURNETT SHIPPING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2001

5. FIXED ASSET INVESTMENTS

	£
COST:	
At 1st January 2001	
and 31st December 2001	2
	<u>—</u>
NET BOOK VALUE:	
At 31st December 2001	2
	<u>==</u>
At 31st December 2000	2
	<u>==</u>
	31.12.01 31.12.00
	£ £
Unlisted investments	2 2
	<u>==</u> <u>==</u>

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

Ravenscroft Shipping Limited

Nature of business: Insurance & ship broking

	%
Class of shares:	holding
Ordinary shares	100.00

	31.12.01	31.12.00
	£	£
Aggregate capital and reserves	(630,247)	(628,677)
Loss for the year	(1,570)	(5,099)
	<u>==</u>	<u>==</u>

Duncan Fox Shipping Limited

Nature of business: Ship broker

	%
Class of shares:	holding
Ordinary shares	100.00

	31.12.01	31.12.00
	£	£
Aggregate capital and reserves	269,681	269,413
Profit for the year	268	529
	<u>==</u>	<u>==</u>

The shares in Duncan Fox Shipping Limited are held by Ravenscroft Shipping Limited. The value of the investments has been written down to £2 during the year.

CURNETT SHIPPING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2001

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.01	31.12.00
	£	£
Amounts owed by group	<u>8,846</u>	<u>8,846</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.01	31.12.00
	£	£
Amounts owed to group	<u>2,414</u>	<u>1,914</u>

8. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	31.12.01	31.12.00
			£	£
100,000	Ordinary £1.00	1.00	<u>100,000</u>	<u>100,000</u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.01	31.12.00
			£	£
1,000	Ordinary £1.00	1.00	<u>56,000</u>	<u>56,000</u>

9. ULTIMATE PARENT COMPANY

The directors consider the ultimate parent undertaking of this company is Ravenscroft Shipping (Bahamas) SA., a company incorporated in the Bahamas. The Menendez Ross family are the company's ultimate controlling related party as a result of their ownership of Ravenscroft Shipping (Bahamas) SA.

10. RELATED PARTY DISCLOSURES

At the year end £8,846 (2000 £8,846) was due from an intermediate holding company, Ravenscroft Shipping Inc. In addition there was a balance due to Ravenscroft Shipping Limited of £2,414 (2000 £1,914). The company is exempt from the requirements of FRS8 to disclose transactions with Ravenscroft Shipping Limited and Duncan Fox Limited since these subsidiaries are wholly owned.

CURNETT SHIPPING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2001**

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.12.01	31.12.00
	£	£
Loss for the financial year	(18)	(55,112)
Issue of new shares at par		
	<u> </u>	<u> </u>
Net reduction of shareholders' funds	(18)	(55,112)
Opening shareholders' funds	7,172	62,284
	<u> </u>	<u> </u>
Closing shareholders' funds	7,154	7,172
	<u> </u>	<u> </u>
Equity interests	7,154	7,172
	<u> </u>	<u> </u>