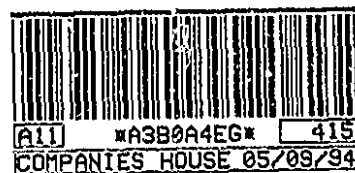


BP CHEMICALS (KOREA) LIMITED
ANNUAL REPORT AND ACCOUNTS 1993
REGISTERED NUMBER : 2316280



BP CHEMICALS (KOREA) LIMITED
ANNUAL REPORT AND ACCOUNTS - 1993

Board of Directors **A J S Hooper (Chairman)**
 C W Chambers

REPORT OF THE DIRECTORS

The Directors submit their report and accounts for the year ended 31 December 1993.

ACCOUNTS AND ACTIVITIES

The company acts as an intermediate holding company, holding certain investments in Korean chemical companies.

DIRECTORS

Mr A J S Hooper was a director throughout the financial year. Mr C W Chambers was appointed a director in place of Mr I G S Hartigan with effect from 18 August 1993.

The interests of the directors and their families in the shares of The British Petroleum Company p.l.c. are set out below:

Type of Share		1 January 1993*	31 December 1993
A J S Hooper	25p Ordinary	12,719	14,442
C W Chambers	25p Ordinary	3,972	4,000

* or date of appointment.

Rights to subscribe for 25p Ordinary Shares were granted to, or exercised by, the directors between 1 January and 31 December 1993 as follows:

	Granted	Exercised
A J S Hooper	Nil	Nil
C W Chambers	Nil	10,800

BP CHEMICALS (KOREA) LIMITED

REPORT OF THE DIRECTORS (Continued)

None of the Directors had any interest in the shares of subsidiary undertakings of The British Petroleum Company p.l.c. at 31 December 1993.

During the year insurance was purchased and maintained by the ultimate parent undertaking for the directors and officers of the Company against the financial consequences of actions brought against them by outside parties for their acts or omissions in the performance of their duties.

AUDITORS

In accordance with Section 386 of the Companies Act 1985, the company has elected to dispense with the obligation to appoint auditors annually. Accordingly Ernst & Young are deemed to be reappointed for the succeeding financial year.

By order of the Board

B. Law (B. Law)

ASSISTANT
Secretary

Britannic House
1 Finsbury Circus
London
EC2M 7BA

18 August 1994

BP CHEMICALS (KOREA) LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES
IN RESPECT OF THE ACCOUNTS

Company law requires the directors to prepare accounts 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 accounts, 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 accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts 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 accounts 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.

The directors confirm that they have complied with these requirements.

BP CHEMICALS (KOREA) LIMITED

REPORT OF THE AUDITORS TO THE MEMBERS
OF BP CHEMICALS (KOREA) LIMITED

We have audited the accounts on pages 5 to 9 which have been prepared under the historical cost convention (as modified by the revaluation of certain fixed assets) and on the basis of the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 3, the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

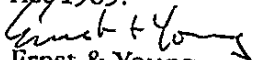
Basis of opinion

We conducted our audit in accordance with 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 December 1993 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Ernst & Young
Chartered Accountants
Registered Auditor
London

17 August 1994

BP CHEMICALS (KOREA) LIMITEDPROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 1993

	Note	1993 £000	1992 £000
Other income		-	1
Profit for the year on continuing activities	7	-	1
Profit/(Loss) at 1 January		-	(1)
Retained profit at 31 December		-	-
		=====	=====

RECOGNISED GAINS AND LOSSES

There are no recognised gains or losses other than the profit attributable to shareholders of the company of £nil in the year ended 31 December 1993 and a profit of £1,000 in the year ended 31 December 1992.

BALANCE SHEET AT 31 DECEMBER 1993

	Note	1993 £000	1992 £000
Fixed Assets			
Investments	5	41,887	15,885
Current Assets			
Parent Undertaking		24,115	-
Current Liabilities			
Parent Undertaking		(26,002)	(15,885)
		40,000	-
		=====	=====

Represented by:

Capital and Reserves			
Called-up Share Capital	6	40,000	-
Profit and Loss Account		-	-
		40,000	-
		=====	=====

h. J. Chambers Director
(C. J. CHAMBERS)
17 August 1994

BP CHEMICALS (KOREA) LIMITED

NOTES TO THE ACCOUNTS

1. Accounting Policies

- (a) The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.
- (b) Group accounts are not submitted as BP Chemicals (Korea) Limited is wholly-owned by a subsidiary undertaking in the BP Group of companies. Income of associated undertakings is dealt with in the accounts of the ultimate parent undertaking and only dividend income received is reflected in these accounts.

As the ultimate parent undertaking has published a group cash flow statement in compliance with Financial Reporting Standard 1, a cash flow statement is not presented in these accounts.

2. Directors' Emoluments

None of the directors received any fees or remuneration from this company.

3. Auditors Remuneration

The cost of audit fees and expenses is borne by BP Chemicals Limited. No fees were paid to the auditors for other services.

BP CHEMICALS (KOREA) LIMITEDNOTES TO THE ACCOUNTS (Continued)4. Taxation

The Company is a member of a group for the purposes of relief under section 402 of the Income and Corporation Taxes Act 1988. No Corporation Tax liability arises.

Provision for deferred taxation is not required.

5. Fixed Assets - Investments

	Associated Undertakings Shares £000
Cost	
At 1 January 1993	15,885
Additions	27,076
Exchange Adjustment	(1,074)

At 31 December 1993	41,887

Net Book Amount	
At 31 December 1992	15,885
At 31 December 1993	41,887

Details are given below of the investments in associated undertakings at 31 December 1993.

Associated Undertaking	Country of Incorporation and Registration	Shares Held (Unlisted)	%	Capital and Reserves* £000	Profit/(Loss) for the year* £000
Samsung-BP Chemicals Company Ltd	Republic of Korea	Common Stock	51	34,871	(9,619)
International Ester Co Ltd	Republic of Korea	Common Stock	20	51	51

*The figures quoted represent 100% of the position shown in the latest accounts received in respect of the year ended 31 December 1993.

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BP CHEMICALS (KOREA) LIMITEDNOTES TO THE ACCOUNTS (Continued)5. Fixed Assets - Investments (Continued)

The investment in Samsung-BP Chemicals Company Limited has been treated as an associated undertaking as BP Chemicals (Korea) Limited does not exercise a dominant influence over it.

In the opinion of the directors, the aggregate value of common stock is not less than the amount at which it is shown in the balance sheet.

6. Called-up Share Capital

	<u>1993</u>		<u>1992</u>	
	Number of Shares	£	Number of Shares	£
Authorised - £1 Ordinary Shares	40,000,000	40,000,000	1,000	1,000
Allotted, called-up and fully paid	40,000,000	40,000,000	100	100

During the year 39,999,900 ordinary shares of £1 each, with an aggregate nominal value of £39,999,900 were issued fully paid in order to help finance the purchase of preference shares in Samsung-BP Chemicals Company Limited.

7. Reconciliation of Shareholders' Funds & Movements on Reserves

	Share Capital £000	Profit & Loss £000	Total £000
At 1 January 1993	100	-	100
Other Movements:			
Shares issued	39,999,900	-	39,999,900
	-----	-----	-----
At 31 December 1993	40,000,000	-	40,000,000
	=====	=====	=====

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BP CHEMICALS (KOREA) LIMITED

NOTES TO THE ACCOUNTS (Continued)

8. Ultimate Parent Undertaking

The ultimate parent undertaking of the group of undertakings for which group accounts are drawn up and of which the company is a member is The British Petroleum Company p.l.c., a company registered in England and Wales.

Copies of the accounts of The British Petroleum Company p.l.c. can be obtained from the Company Secretary at The British Petroleum Company p.l.c., Britannic House, 1 Finsbury Circus, London, EC2M 7BA.

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