

**NEW ERA OIL (UK) LIMITED**  
**ABBREVIATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 OCTOBER 1999**



**AUDITORS' REPORT TO NEW ERA OIL (UK) LIMITED**

**UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated financial statements set out on pages 2 to 4 together with the financial statements of New Era Oil (UK) Limited for the year ended 31 October 1999 prepared under section 226 of the Companies Act 1985.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS**

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

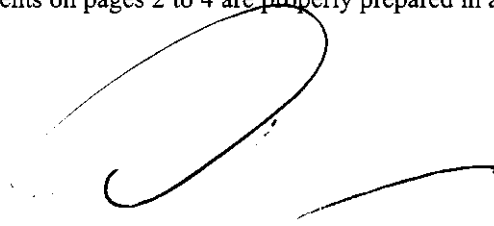
**BASIS OF OPINION**

We have carried out procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

**OPINION**

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 4 are properly prepared in accordance with those provisions.

Lynton House  
7 - 12 Tavistock Square  
London  
WC1H 9BQ



BSG Valentine  
Chartered Accountants  
Registered Auditor

Date: 31 JANUARY 2000

**NEW ERA OIL (UK) LIMITED**  
**ABBREVIATED BALANCE SHEET**  
**AS AT 31 OCTOBER 1999**

	Notes	1999	1998
		£	£
<b>FIXED ASSETS</b>	2		
Tangible fixed assets		156,048	188,150
Fixed asset investments		100	100
		<u>156,148</u>	<u>188,250</u>
<b>CURRENT ASSETS</b>			
Stock		104,224	69,974
Debtors		205,605	174,543
Cash at bank and in hand		438	3,468
		<u>310,267</u>	<u>247,985</u>
<b>CREDITORS: Amounts falling due within one year</b>		<u>(339,531)</u>	<u>(278,110)</u>
<b>NET CURRENT (LIABILITIES)</b>		<u>(29,264)</u>	<u>(30,125)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>126,884</u>	<u>158,125</u>
<b>CREDITORS: Amounts falling due after more than one year</b>		<u>(87,930)</u>	<u>(10,500)</u>
		<u>38,954</u>	<u>147,625</u>
<b>CAPITAL AND RESERVES</b>			
Share capital	3	200	39,575
Profit and loss account		38,754	108,050
<b>SHAREHOLDERS' FUNDS</b>		<u>38,954</u>	<u>147,625</u>

The abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board:



R R Geggus Esq

Director

Date:

31 JANUARY 2000

The notes on pages 3 to 4 form part of these financial statements.

# NEW ERA OIL (UK) LIMITED

## NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 1999

### 1 ACCOUNTING POLICIES

#### Basis of accounting

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

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

#### Turnover

Turnover comprises the value of sales excluding value added tax and trade discounts.

#### Investment income

Investment income comprises dividends and interest and is accounted for on a receivable basis.

#### Depreciation

Depreciation has been provided at the following rates in order to write down the cost or valuation, less estimated residual value, of all tangible fixed assets over their expected useful lives. The rates and methods generally applicable are:

Shops and offices	4% per annum on cost
Plant and machinery	20% per annum on net book value
Motor vehicles	25% per annum on net book value
Furniture, fixtures and fittings	20% per annum on net book value
Improvements to premises	2% per annum on cost

#### Investments

Investments are included at cost less amounts written off. Profits or losses arising from disposals of fixed asset investments are treated as part of the result from ordinary activities.

#### Stocks

Stocks are stated at the lower of cost and net realisable value.

#### Contribution to pension funds

The company operates a defined benefit pension scheme, which requires contributions to be made to a separately administered fund. Contributions to this fund are charged in the profit and loss account so as to spread the cost of pensions over the employees working lives within the company. The regular cost is attributed to individual years using the projected unit credit method. Variations in pension cost, which are identified as a result of actuarial valuation, are amortised over the average expected remaining working lives of employees in proportion to their expected payroll costs. Differences between the amounts funded and the amounts charged in the profit and loss account are treated as either provisions or prepayments in the balance sheet.

**NEW ERA OIL (UK) LIMITED**

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 OCTOBER 1999 (continued)**

**[1 ACCOUNTING POLICIES (continued) ]**

**Hire purchase and leased assets**

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet at their fair value and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight line basis over the lease term.

**2 FIXED ASSETS**

	Tangible fixed assets £	Fixed asset investments £	Total £
<b>Cost</b>			
At 1 November 1998	429,242	100	429,342
Additions	22,111	-	22,111
Disposals	(25,565)	-	(25,565)
At 31 October 1999	425,788	100	425,888
<b>Depreciation and amortisation</b>			
At 1 November 1998	241,092	-	241,092
Charge for the year	44,844	-	44,844
On disposals	(16,196)	-	(16,196)
At 31 October 1999	269,740	-	269,740
<b>Net book value</b>			
At 31 October 1999	156,048	100	156,148
At 31 October 1998	188,150	100	188,250

**3 SHARE CAPITAL**

	1999 £	1998 £
<b>Authorised</b>		
1,060,000 Ordinary shares of £1 each	1,060,000	1,060,000
39,375 Preference shares of £1 each (redeemed)	-	39,375
	<u>1,060,000</u>	<u>1,099,375</u>
<b>Allotted</b>		
200 Allotted, called up and fully paid ordinary shares of £1 each	200	200
39,375 Allotted, called up and fully paid preference shares of £1 each (redeemed)	-	39,375
	<u>200</u>	<u>39,575</u>

During the year the company redeemed 39,375 preference shares of £1 each at par.