

SPECIALISED PETROLEUM SERVICES LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED
30 NOVEMBER 1996

Registered Number : 2661838

MORGAN BROWN & SPOFFORTH
Chartered Accountants



AUDITORS' REPORT TO
SPECIALISED PETROLEUM SERVICES LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4 together with the financial statements of the company prepared under Section 226 of the Companies Act 1985 for the year ended 30 November 1996.

Respective Responsibilities of Directors and Auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts prepared in accordance with sections 246(5) and 246(6) of the Companies Act 1985 to the Registrar of Companies and whether the accounts 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 the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with the events after the date of our report on the financial statements.

Opinion

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

The White Cottage
19 West Street
Epsom
Surrey
KT18 7BS

Date: 30.12.97



MORGAN BROWN & SPOFFORTH
Chartered Accountants
Registered Auditor

SPECIALISED PETROLEUM SERVICES LIMITED

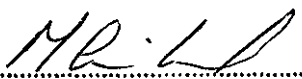
BALANCE SHEET

AS AT 30 NOVEMBER 1996

		1996		1995	
	Notes	£	£	£	£
Fixed Assets					
Tangible assets	2		152,057		135,288
Current Assets					
Stocks		61,750		3,250	
Debtors		<u>812,653</u>		<u>486,523</u>	
		874,403		489,773	
Creditors: amounts falling due within one year	3	<u>1,113,367</u>		<u>427,592</u>	
Net Current (Liabilities)/Assets			<u>(238,964)</u>		<u>62,181</u>
Total Assets less Current Liabilities			<u>(86,907)</u>		<u>197,469</u>
Capital and Reserves					
Called up share capital	4		400		400
Profit and loss account			<u>(87,307)</u>		<u>197,069</u>
Shareholders' Funds - (equity interests only)			<u>(86,907)</u>		<u>197,469</u>

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

The abbreviated accounts on pages 2 to 4 were approved by the board of directors on the date shown below and were signed on its behalf by:



M Carmichael

Date: 29/12/97

SPECIALISED PETROLEUM SERVICES LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****FOR THE YEAR ENDED 30 NOVEMBER 1997**

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Turnover

The turnover derives from the principal activity of the company and is stated exclusive of value added tax and trade discounts.

Fixed assets and depreciation

Depreciation is provided by the company to write off the cost less the estimated residual value of tangible fixed assets over their estimated useful economic lives as follows:

Plant and equipment	- 10/25% straight line
Motor vehicles	- 25% reducing balance

Foreign currencies

Transactions in foreign currencies are converted into sterling using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are converted into sterling using the rate of exchange ruling at the balance sheet date. Gains or losses on foreign currency transactions are included in the profit and loss account.

Cash flow

The financial statements do not include a cash flow statement because the company is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 'cash flow statements'. A consolidated cash flow statement is presented with the consolidated financial statements of the ultimate parent company.

Pension costs

The company operates a defined contribution scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The amount charged against profits represents the contributions payable to the scheme in respect of the accounting period.

Stocks

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

Taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Provision is made for deferred tax only to the extent that it is probable that an actual liability will crystallise.

SPECIALISED PETROLEUM SERVICES LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS (continued)****FOR THE YEAR ENDED 30 NOVEMBER 1996****2. TANGIBLE FIXED ASSETS**

	Tangible Fixed Assets £
Cost	
At 1 December 1995	206,260
Additions	123,577
Disposals	<u>(131,351)</u>
At 30 November 1996	<u>198,486</u>
Depreciation	
At 1 December 1995	70,972
Charge for the year	52,324
Eliminated on disposals	<u>(76,867)</u>
At 30 November 1996	<u>46,429</u>
Net Book Value	
At 30 November 1996	<u>152,057</u>
At 30 November 1995	<u>135,288</u>

3. SECURED CREDITORS

Bank borrowings totalling £331,976 (1995 - £28,652) are secured.

4. SHARE CAPITAL

	1996 £	1995 £
Authorised		
5,000 Ordinary shares of £1 each	<u>5,000</u>	<u>5,000</u>
Allotted, called up and fully paid		
400 Ordinary shares of £1 each	<u>400</u>	<u>400</u>