

C/HOUSE

SUN OIL LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR
31ST AUGUST 2002



BHAGANI & CO
Chartered Accountants & Registered Auditor
Station House
11 Masons Avenue
Harrow
Middlesex HA3 5AH

CHOCOLATE

SUN OIL LIMITED

ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31ST AUGUST 2002

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SUN OIL LIMITED**THE DIRECTOR'S REPORT****YEAR ENDED 31ST AUGUST 2002**

The director has pleasure in presenting his report and the financial statements of the company for the year ended 31st August 2002.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was general trading.

The Company has progressed well during this year.

RESULTS AND DIVIDENDS

The trading results for the year, and the company's financial position at the end of the year are shown in the attached financial statements.

The director has not recommended a dividend.

THE DIRECTOR AND HIS INTERESTS IN SHARES OF THE COMPANY

The director who served the company during the year together with his beneficial interests, including family holdings, in the shares of the company was as follows:

		At 31 August 2002	At 1 September 2001
Mr. Raminder Ranger	Ordinary	70,000	70,000
Mrs Renu Ranger	Ordinary	<u>90,000</u>	<u>90,000</u>

DIRECTOR'S RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the director is required to:

select suitable accounting policies, as described on page 6, and then apply them consistently;

make judgements and estimates that are reasonable and prudent; and

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. The director is 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.

DONATIONS

During the year the company made the following contributions:

	2002 £	2001 £
Charitable	<u>—</u>	<u>870</u>
Other	<u>8,554</u>	<u>2,980</u>

SUN OIL LIMITED

THE DIRECTOR'S REPORT *(continued)*

YEAR ENDED 31ST AUGUST 2002

AUDITOR

A resolution to re-appoint Bhagani & Co as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:
Station House
11 Masons Avenue
Harrow
Middlesex
HA3 5AH

Signed by order of the director



MRS RENU RANGER
Company Secretary

Approved by the director on 1st Dec 2002

SUN OIL LIMITED**INDEPENDENT AUDITOR'S REPORT TO THE COMPANY****PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985**

I have examined the abbreviated accounts on pages 4 to 10, together with the financial statements of the company for the year ended 31st August 2002 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTOR AND THE AUDITOR

The director is responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is my responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

I have carried out the procedures I 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 my work for the purpose of this report did not include examining or dealing with events after the date of my report on the financial statements.

OPINION

In my opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act, and the abbreviated accounts on pages 4 to 10 are properly prepared in accordance with those provisions.

Station House
11 Masons Avenue
Harrow
Middlesex HA3 5AH

12th Dec 2002


BHAGANI & CO
Chartered Accountants
& Registered Auditor

SUN OIL LIMITED**ABBREVIATED PROFIT AND LOSS ACCOUNT****YEAR ENDED 31ST AUGUST 2002**

	Note	2002 £	2001 £
GROSS PROFIT		979,155	1,240,239
Distribution Costs		111,184	92,972
Administrative expenses		731,181	582,972
OPERATING PROFIT	2	136,790	564,295
Loss on disposal of fixed assets		(24,152)	—
		112,638	564,295
Interest receivable		16,252	18,913
Interest payable	5	(2,899)	(1,536)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		125,991	581,672
Tax on profit on ordinary activities	6	29,585	174,959
RETAINED PROFIT FOR THE FINANCIAL YEAR		96,406	406,713
Balance brought forward		648,824	242,111
Balance carried forward		745,230	648,824

The company has no recognised gains or losses other than the results for the year as set out above.

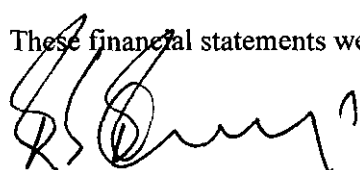
All of the activities of the company are classed as continuing.

SUN OIL LIMITED**ABBREVIATED BALANCE SHEET****31ST AUGUST 2002**

	Note	2002 £	2001 £
FIXED ASSETS			
Tangible assets	7	1,168,273	435,201
CURRENT ASSETS			
Stocks	8	842,797	689,221
Debtors	9	741,153	515,039
Cash at bank		212,789	991,659
		<u>1,796,739</u>	<u>2,195,919</u>
CREDITORS: Amounts falling due within one year	10	<u>1,282,521</u>	<u>1,513,547</u>
NET CURRENT ASSETS		<u>514,218</u>	<u>682,372</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,682,491</u>	<u>1,117,573</u>
CREDITORS: Amounts falling due after more than one year	11	<u>767,261</u>	<u>298,749</u>
		<u>915,230</u>	<u>818,824</u>
CAPITAL AND RESERVES			
Called-up equity share capital	13	170,000	170,000
Profit and Loss Account		745,230	648,824
SHAREHOLDER'S FUNDS	14	<u>915,230</u>	<u>818,824</u>

These accounts have been prepared in accordance with the special provisions for medium-sized companies under Part VII of the Companies Act 1985.

These financial statements were approved and signed by the director on 11th Dec 2002



MR. RAMINDER RANGER
Director

SUN OIL LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 31ST AUGUST 2002****1. ACCOUNTING POLICIES****Basis of accounting**

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

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery	25% WDV
Fixtures & Fittings	25% WDV
Motor Vehicles	25% WDV
Equipments	25% WDV

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the Profit and Loss Account on a straight line basis.

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 the transaction. Exchange differences are taken into account in arriving at the operating profit.

2. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	2002	2001
	£	£
Depreciation	37,085	24,550
Auditor's remuneration		
- as auditor	6,500	6,500
Net profit on foreign currency translation	<u>(5,478)</u>	<u>(12,349)</u>

SUN OIL LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 31ST AUGUST 2002****3. PARTICULARS OF EMPLOYEES**

The average number of staff employed by the company during the financial year amounted to:

	2002	2001
	No.	No.
Number of administrative staff	<u>18</u>	<u>—</u>

The aggregate payroll costs of the above were:

	2002	2001
	£	£
Wages and salaries	179,354	—
Social security costs	<u>67,959</u>	<u>—</u>
	<u>247,313</u>	<u>—</u>

4. DIRECTOR'S EMOLUMENTS

The director's aggregate emoluments in respect of qualifying services were:

	2002	2001
	£	£
Emoluments receivable	<u>18,333</u>	<u>—</u>

5. INTEREST PAYABLE

	2002	2001
	£	£
Finance charges	<u>2,899</u>	<u>1,536</u>

6. TAX ON PROFIT ON ORDINARY ACTIVITIES

(a)

	2002	2001
	£	£
Current tax:		
UK Corporation tax based on the results for the year	29,308	174,959
Over/under provision in prior year	<u>277</u>	<u>—</u>
Total current tax	<u>29,585</u>	<u>174,959</u>
Tax on profit on ordinary activities	<u>29,585</u>	<u>174,959</u>

SUN OIL LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 31ST AUGUST 2002****6. TAX ON PROFIT ON ORDINARY ACTIVITIES** *(continued)***(b) Factors affecting current tax charge**

The tax assessed on the profit on ordinary activities for the year is the same as the standard rate of corporation tax in the UK of 19% (2001 - 20%).

	2002 £	2001 £
Profit on ordinary activities before taxation	<u>125,991</u>	<u>581,672</u>

7. TANGIBLE FIXED ASSETS

	Freehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Equipment £	Total £
COST						
At 1 Sep 2001	361,554	32,390	9,000	33,540	28,020	464,504
Additions	1,055,017	15,000	20,004	35,329	6,361	1,131,711
Disposals	(361,554)	—	—	—	—	(361,554)
At 31 Aug 2002	<u>1,055,017</u>	<u>47,390</u>	<u>29,004</u>	<u>68,869</u>	<u>34,381</u>	<u>1,234,661</u>
DEPRECIATION						
At 1 Sep 2001	—	8,098	2,250	8,385	10,570	29,303
Charge for the year	—	9,823	5,001	15,121	7,140	37,085
At 31 Aug 2002	<u>—</u>	<u>17,921</u>	<u>7,251</u>	<u>23,506</u>	<u>17,710</u>	<u>66,388</u>
NET BOOK VALUE						
At 31 Aug 2002	<u>1,055,017</u>	<u>29,469</u>	<u>21,753</u>	<u>45,363</u>	<u>16,671</u>	<u>1,168,273</u>
At 31 Aug 2001	<u>361,554</u>	<u>24,292</u>	<u>6,750</u>	<u>25,155</u>	<u>17,450</u>	<u>435,201</u>

Hire purchase agreements

Included within the net book value of £1,168,273 is £74,613 (2001 - £44,589) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £24,871 (2001 - £21,341).

8. STOCKS

	2002 £	2001 £
Stock	<u>842,797</u>	<u>689,221</u>

SUN OIL LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 31ST AUGUST 2002****9. DEBTORS**

	2002	2001
	£	£
Trade debtors	679,250	454,853
VAT recoverable	50,456	45,474
Other debtors	11,447	14,712
	<u>741,153</u>	<u>515,039</u>

10. CREDITORS: Amounts falling due within one year

	2002	2001
	£	£
Bank loans and overdrafts	68,374	30,000
Trade creditors	838,035	1,113,020
Amounts owed to group undertakings	136,559	—
Other creditors including taxation and social security:		
Corporation tax	29,308	174,959
PAYE and social security	7,469	—
Hire purchase agreements	<u>20,865</u>	<u>13,188</u>
	57,642	188,147
Accruals and deferred income	181,911	182,380
	<u>1,282,521</u>	<u>1,513,547</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2002	2001
	£	£
Bank loans and overdrafts	<u>68,374</u>	<u>—</u>

11. CREDITORS: Amounts falling due after more than one year

	2002	2001
	£	£
Bank loans and overdrafts	722,447	260,766
Other creditors:		
Hire purchase agreements	<u>44,814</u>	<u>37,983</u>
	<u>767,261</u>	<u>298,749</u>

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2002	2001
	£	£
Bank loans and overdrafts	<u>722,447</u>	<u>—</u>

SUN OIL LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 31ST AUGUST 2002****12. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS**

Future commitments under hire purchase agreements are as follows:

	2002	2001
	£	£
Amounts payable within 1 year	20,865	13,188
Amounts payable between 2 to 5 years	44,814	37,983
	<u>65,679</u>	<u>51,171</u>
Hire purchase agreements are analysed as follows:		
Current obligations	20,865	13,188
Non-current obligations	44,814	37,983
	<u>65,679</u>	<u>51,171</u>

13. SHARE CAPITAL**Authorised share capital:**

	2002	2001
	£	£
1,000,000 Ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>

Allotted, called up and fully paid:

	2002	2001
	£	£
Ordinary share capital	170,000	10,000
Issue of ordinary shares	—	160,000
	<u>170,000</u>	<u>170,000</u>

14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS

	2002	2001
	£	£
Profit for the financial year	96,406	406,713
New equity share capital subscribed	—	160,000
Net addition to funds	<u>96,406</u>	<u>566,713</u>
Opening shareholder's equity funds	818,824	252,111
Closing shareholder's equity funds	<u>915,230</u>	<u>818,824</u>