

C/HOUSE

COMPANY REGISTRATION NUMBER 3010238

SUN OIL LIMITED
ABBREVIATED ACCOUNTS
FOR
31ST AUGUST 2005



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

SUN OIL LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31ST AUGUST 2005

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SUN OIL LIMITED**THE DIRECTOR'S REPORT****YEAR ENDED 31ST AUGUST 2005**

The director has pleasure in presenting his report and the financial statements of the company for the year ended 31st August 2005.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was distribution and exports of food and consumer products both overseas and in the UK.

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 THE 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 2005	At 1 September 2004
Dr R S 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 and of the profit or loss of the company for that year. In preparing those financial statements, the director is required to:

select suitable accounting policies, as described on page 7, 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.

SUN OIL LIMITED**THE DIRECTOR'S REPORT** *(continued)***YEAR ENDED 31ST AUGUST 2005****DONATIONS**

During the year the company made the following contributions:


	2005	2004
	£	£
Charitable	<u>2,691</u>	<u>—</u>
Other	<u>7,200</u>	<u>8,703</u>

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 27th February 2006

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 13, together with the financial statements of the company for the year ended 31st August 2005 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. My work has been undertaken so that I might state to the company those matters I am required to state to it in a special auditor's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company for my audit work, for this report, or for the opinions I have formed.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTOR AND THE AUDITOR

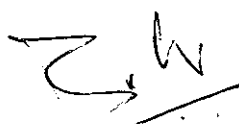
The director is responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is my responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the 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 13 are properly prepared in accordance with those provisions.



BHAGANI & CO
Chartered Accountants
& Registered Auditor

Station House
11 Masons Avenue
Harrow
Middlesex HA3 5AH

28th February 2006

BHAGANI & Co.
CHARTERED ACCOUNTANTS
STATION HOUSE
11 MASON'S AVENUE, HARROW,
MIDDLESEX HA3 5AH
TEL: 881-2000 FAX 883 1207

SUN OIL LIMITED**ABBREVIATED PROFIT AND LOSS ACCOUNT****YEAR ENDED 31ST AUGUST 2005**

	Note	2005 £	2004 £
GROSS PROFIT		1,658,677	1,248,614
Distribution Costs		113,387	125,541
Administrative expenses		1,171,905	<u>855,698</u>
OPERATING PROFIT	2	373,385	267,375
Interest receivable		6,194	7,293
Interest payable and similar charges	5	(3,379)	<u>(4,475)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		376,200	270,193
Tax on profit on ordinary activities	6	121,206	<u>85,011</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		254,994	185,182
Dividends	7	—	<u>51,000</u>
RETAINED PROFIT FOR THE FINANCIAL YEAR		254,994	134,182
Balance brought forward		<u>1,251,709</u>	<u>1,117,527</u>
Balance carried forward		<u>1,506,703</u>	<u>1,251,709</u>

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

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

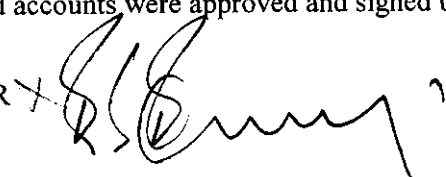
SUN OIL LIMITED**ABBREVIATED BALANCE SHEET****31ST AUGUST 2005**

	Note	2005 £	2004 £
FIXED ASSETS			
Tangible assets	8	2,907,199	1,981,402
CURRENT ASSETS			
Stocks	9	1,348,195	1,023,864
Debtors	10	2,067,324	1,340,867
Cash at bank		903,660	689,946
		<u>4,319,179</u>	<u>3,054,677</u>
CREDITORS: Amounts falling due within one year	11	<u>3,623,639</u>	<u>2,431,757</u>
NET CURRENT ASSETS		<u>695,540</u>	<u>622,920</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,602,739</u>	<u>2,604,322</u>
CREDITORS: Amounts falling due after more than one year	12	<u>1,926,036</u>	<u>1,182,613</u>
		<u>1,676,703</u>	<u>1,421,709</u>
CAPITAL AND RESERVES			
Called-up equity share capital	14	170,000	170,000
Profit and loss account		<u>1,506,703</u>	<u>1,251,709</u>
SHAREHOLDER'S FUNDS	15	<u>1,676,703</u>	<u>1,421,709</u>

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

These abbreviated accounts were approved and signed by the director on 27th February 2006.

DR R S RANGER
Director



SUN OIL LIMITED**CASH FLOW STATEMENT****YEAR ENDED 31ST AUGUST 2005**

	Note	2005 £	£	2004 £	£
NET CASH INFLOW FROM OPERATING ACTIVITIES	16		640,905		427,294
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	16		(75,964)		(54,599)
TAXATION	16		(84,303)		(165,766)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT	16		(1,006,592)		(905,417)
EQUITY DIVIDENDS PAID			(51,000)		—
CASH OUTFLOW BEFORE FINANCING			(576,954)		(698,488)
FINANCING	16		790,668		476,435
INCREASE/(DECREASE) IN CASH	16		<u>213,714</u>		<u>(222,053)</u>

SUN OIL LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31ST AUGUST 2005

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.

Fixed assets

All fixed assets are initially recorded at cost.

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:

Freehold Buildings	2% Straight Line
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.

SUN OIL LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31ST AUGUST 2005****2. OPERATING PROFIT**

Operating profit is stated after charging/(crediting):

	2005	2004
	£	£
Depreciation of owned fixed assets	70,502	45,789
Depreciation of assets held under hire purchase agreements	10,293	13,723
Auditor's remuneration - as auditor	9,000	9,400
Net profit on foreign currency translation	<u>(50,229)</u>	<u>(3,253)</u>

3. PARTICULARS OF EMPLOYEES

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

	2005	2004
	No	No
Number of administrative staff	<u>20</u>	<u>21</u>

The aggregate payroll costs of the above were:

	2005	2004
	£	£
Wages and salaries	314,842	271,615
Social security costs	143,132	111,412
	<u>457,974</u>	<u>383,027</u>

4. DIRECTOR'S EMOLUMENTS

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

	2005	2004
	£	£
Emoluments receivable	<u>25,000</u>	<u>25,000</u>

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2005	2004
	£	£
Finance charges	<u>3,379</u>	<u>4,475</u>

SUN OIL LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31ST AUGUST 2005****6. TAXATION ON ORDINARY ACTIVITIES**

	2005 £	2004 £
Current tax:		
UK Corporation tax based on the results for the year	121,206	84,303
Over/under provision in prior year	—	708
Total current tax	<u>121,206</u>	<u>85,011</u>

7. DIVIDENDS

No dividend has been recommended for the year ended 31st August 2005.

8. TANGIBLE FIXED ASSETS

	Freehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Equipment £	Total £
COST						
At 1 Sep 2004	1,948,866	47,390	33,017	64,019	47,501	2,140,793
Additions	968,458	—	15,450	—	22,684	1,006,592
At 31 Aug 2005	<u>2,917,324</u>	<u>47,390</u>	<u>48,467</u>	<u>64,019</u>	<u>70,185</u>	<u>3,147,385</u>
DEPRECIATION						
At 1 Sep 2004	48,500	31,590	16,759	32,977	29,565	159,391
Charge for the year	51,000	3,951	7,928	7,761	10,155	80,795
At 31 Aug 2005	<u>99,500</u>	<u>35,541</u>	<u>24,687</u>	<u>40,738</u>	<u>39,720</u>	<u>240,186</u>
NET BOOK VALUE						
At 31 Aug 2005	<u>2,817,824</u>	<u>11,849</u>	<u>23,780</u>	<u>23,281</u>	<u>30,465</u>	<u>2,907,199</u>
At 31 Aug 2004	<u>1,900,366</u>	<u>15,800</u>	<u>16,258</u>	<u>31,042</u>	<u>17,936</u>	<u>1,981,402</u>

Hire purchase agreements

Included within the net book value of £2,907,199 is £30,873 (2004 - £41,166) relating to assets held under hire purchase agreements. The depreciation charged to the abbreviated accounts in the year in respect of such assets amounted to £10,293 (2004 - £13,723).

9. STOCKS

	2005 £	2004 £
Stock	<u>1,348,195</u>	<u>1,023,864</u>

SUN OIL LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31ST AUGUST 2005****10. DEBTORS**

	2005	2004
	£	£
Trade debtors	1,941,078	1,279,831
VAT recoverable	115,446	49,050
Other debtors	2,961	6,547
Prepayments and accrued income	7,839	5,439
	<u>2,067,324</u>	<u>1,340,867</u>

11. CREDITORS: Amounts falling due within one year

	2005	2004
	£	£
Bank loans and overdrafts	165,089	109,033
Trade creditors	2,577,254	1,327,720
Amounts owed to group undertakings	450,000	500,001
Other creditors including taxation and social security:		
Corporation tax	121,206	84,303
PAYE and social security	11,536	9,529
Hire purchase agreements	13,567	22,378
Dividends payable	—	51,000
	<u>146,309</u>	<u>167,210</u>
Accruals and deferred income	284,987	327,793
	<u>3,623,639</u>	<u>2,431,757</u>

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

	2005	2004
	£	£
Bank loans and overdrafts	<u>165,089</u>	<u>109,033</u>

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

	2005	2004
	£	£
Shareholders' Loan	146,000	—
Bank loans and overdrafts	1,772,979	1,163,638
Other creditors:		
Hire purchase agreements	7,057	18,975
	<u>1,926,036</u>	<u>1,182,613</u>

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

	2005	2004
	£	£
Bank loans and overdrafts	<u>1,772,979</u>	<u>1,163,638</u>

SUN OIL LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31ST AUGUST 2005****13. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS**

Future commitments under hire purchase agreements are as follows:

	2005	2004
	£	£
Amounts payable within 1 year	13,567	22,378
Amounts payable between 2 to 5 years	7,057	18,975
	<u>20,624</u>	<u>41,353</u>

14. SHARE CAPITAL

Authorised share capital:

	2005	2004
	£	£
1,000,000 Ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>

Allotted, called up and fully paid:

	2005		2004	
	No	£	No	£
Ordinary shares of £1 each	<u>170,000</u>	<u>170,000</u>	<u>170,000</u>	<u>170,000</u>

15. RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS

	2005	2004
	£	£
Profit for the financial year	254,994	185,182
Dividends	—	(51,000)
	<u>254,994</u>	<u>134,182</u>
Opening shareholder's equity funds	<u>1,421,709</u>	<u>1,287,527</u>
Closing shareholder's equity funds	<u>1,676,703</u>	<u>1,421,709</u>

16. NOTES TO THE STATEMENT OF CASH FLOWS**RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2005	2004
	£	£
Operating profit	373,385	267,375
Interest payable	78,779	57,417
Depreciation	80,795	59,512
(Increase)/decrease in stocks	(324,331)	178,325
Increase in debtors	(726,457)	(24,251)
Increase/(decrease) in creditors	<u>1,158,734</u>	<u>(111,084)</u>
Net cash inflow from operating activities	<u>640,905</u>	<u>427,294</u>

SUN OIL LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31ST AUGUST 2005****16. NOTES TO THE STATEMENT OF CASH FLOWS** *(continued)***RETURNS ON INVESTMENTS AND SERVICING OF FINANCE**

	2005	2004
	£	£
Interest received	6,194	7,293
Interest paid	(78,779)	(57,417)
Interest element of hire purchase	<u>(3,379)</u>	<u>(4,475)</u>
Net cash outflow from returns on investments and servicing of finance	<u>(75,964)</u>	<u>(54,599)</u>

TAXATION

	2005	2004
	£	£
TAXATION	<u>(84,303)</u>	<u>(165,766)</u>

CAPITAL EXPENDITURE

	2005	2004
	£	£
Payments to acquire tangible fixed assets	<u>(1,006,592)</u>	<u>(905,417)</u>
Net cash outflow from capital expenditure	<u>(1,006,592)</u>	<u>(905,417)</u>

FINANCING

	2005	2004
	£	£
Repayment of debenture loans	146,000	—
Increase in bank loans	665,397	504,329
Capital element of hire purchase	<u>(20,729)</u>	<u>(27,894)</u>
Net cash inflow from financing	<u>790,668</u>	<u>476,435</u>

SUN OIL LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31ST AUGUST 2005****16. NOTES TO THE STATEMENT OF CASH FLOWS** *(continued)***RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT**

	2005		2004	
	£	£	£	£
Increase/(decrease) in cash in the period	213,714		(222,053)	
Net cash (inflow) from debenture loans	(146,000)		—	
Net cash (inflow) from bank loans	(665,397)		(504,329)	
Cash outflow in respect of hire purchase	20,729		27,894	
		(576,954)		(698,488)
Change in net debt		(576,954)		(698,488)
Net debt at 1 September 2004		(624,078)		74,410
Net debt at 31 August 2005		(1,201,032)		(624,078)

ANALYSIS OF CHANGES IN NET DEBT

	At 1 Sep 2004 £	Cash flows £	At 31 Aug 2005 £
Net cash:			
Cash in hand and at bank	689,946	213,714	903,660
Debt:			
Debt due within 1 year	(109,033)	(56,056)	(165,089)
Debt due after 1 year	(1,163,638)	(755,341)	(1,918,979)
Hire purchase agreements	(41,353)	20,729	(20,624)
	(1,314,024)	(790,668)	(2,104,692)
Net debt	(624,078)	(576,954)	(1,201,032)