

ENVIRONMENTAL FUELS LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST MARCH 2010



Company number 04165107

**ENVIRONMENTAL FUELS LIMITED
DIRECTOR'S REPORT
FOR THE PERIOD ENDED 31ST MARCH 2010**

The directors presents their report together with the financial statements for the year ended 31st March 2010.

PRINCIPAL ACTIVITY

The principal activity of the company is the conversion of waste oils and tallow to bio-fuels and diesel.

RESULTS

The results for the period are set out in the profit and loss account on page 3.

DIRECTORS AND THEIR INTERESTS

The directors during the period (and the previous period) together with their beneficial interests in the company's issued ordinary share capital were :-

	<u>Ordinary £0.10 shares</u>	
	<u>31st March</u>	<u>31st March</u>
	<u>2010</u>	<u>2009</u>
John A Taylor	64,000	64,000
Vincent G Hutchinson	9,935	9,935
William K Allison (resigned 02.11.09)	2,988	2,988

In addition to the above, direct close family members of Mr J A Taylor had a beneficial interest in 1,000 ordinary 10p shares as at 31st March 2010 (31.03.09 : 1,000 shares).

ENVIRONMENTAL FUELS LIMITED
DIRECTOR'S REPORT (continued)
FOR THE PERIOD ENDED 31ST MARCH 2010

DIRECTOR'S RESPONSIBILITIES

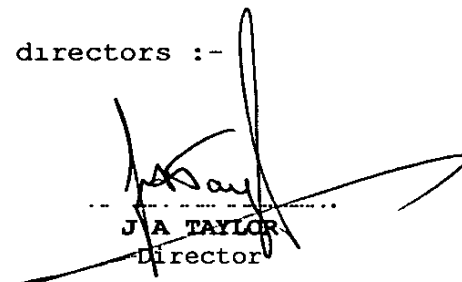
Company law requires the directors to prepare accounts for each financial period which give a true and fair view of the state of affairs of the company as at the end of the financial period and of the profit or loss of the company for that period. In preparing those accounts, the directors are required to :

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enables them to ensure that the accounts comply with the Companies Act. The directors 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.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Signed on behalf of the board of directors :-


J A TAYLOR
Director

**ENVIRONMENTAL FUELS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 31ST MARCH 2010**

	Note	2010	2009
		£	£
TURNOVER		-	-
Cost of sales		-	-
		-----	-----
GROSS PROFIT		-	-
Interest received		-	-
Operating expenses		(8,719)	(9,341)
		-----	-----
OPERATING (LOSS)	2	(8,719)	(9,341)
Interest payable		(5,103)	(3,288)
		-----	-----
(LOSS) on ordinary activities before and after taxation	9	(13,822)	(12,629)
Taxation		-	-
		-----	-----
RETAINED (LOSS) FOR THE PERIOD		(13,822)	(12,629)
		=====	=====

None of the company's activities were acquired or discontinued during the above financial period.

The company had no other recognised gains or losses in the financial period.

The notes on pages 5 to 12 form an integral part of these accounts.

ENVIRONMENTAL FUELS LIMITED
BALANCE SHEET AS AT 31ST MARCH 2010

	Note	31st March		31st March	
		2010	2010	2009	2009
		£	£	£	£
TANGIBLE FIXED ASSETS	4		50,904		46,178
CURRENT ASSETS					
Cash at bank and in hand		-	-	-	-
Debtors	5	3,756		5,708	
		3,756		5,708	
CREDITORS: amounts falling due within one year	6	(329,003)		(312,407)	
NET CURRENT (LIABILITIES) / ASSETS			(325,247)		(306,699)
TOTAL ASSETS LESS CURRENT LIABILITIES			£ (274,343)		£ (260,521)
CAPITAL AND RESERVES					
Called up share capital	7		12,320		12,320
Share Premium Account	8		148,005		148,005
Profit and loss account	9		(434,668)		(420,846)
EQUITY SHAREHOLDERS FUNDS	10		£ (274,343)		£ (260,521)

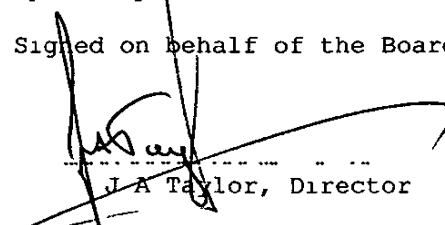
For the financial period ending 31st March 2010 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the Company to obtain an audit of its accounts for the period ended 31st March 2010 in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of accounts.

These financial statements accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006.

Signed on behalf of the Board,


 J.A. Taylor, Director

Approved by the board on 22 August 2012.

The notes on pages 5 to 12 form an integral part of these accounts.

ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31ST MARCH 2010

1 ACCOUNTING POLICIES

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

Basis of accounting

The accounts have been prepared under the historical cost accounting convention.

Turnover

The amount shown as turnover represents the net amount invoiced to customers.

Stock

Stock is valued at the lower of cost and net realisable value. For these purposes, cost is defined as being the expenditure incurred in bringing the various items to their present location and condition. Net realisable value is defined as being the estimated net sales value of the various items in their present location and condition.

ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31ST MARCH 2010

1 ACCOUNTING POLICIES (continued)

Depreciation

All fixed assets are written off over their expected useful lives on a straight line at following annual rates :

Furniture, fixtures and fittings	-	25% per annum.
Motor vehicles	-	25% per annum.
Process plant and ancillaries	-	5% per annum.
Other plant and machinery	-	25% per annum.

Fixed assets acquired are only depreciated from the time that they are put into operational use.

Fundamental Accounting Concept

The accounts have been prepared on a going concern basis. The total liabilities exceeded the total current assets of the Company as at 31st March 2010. Mr John A Taylor (director) has agreed with the Company to not call for repayment of his director's loan account until the Company can repay the loan account without affecting its ability to meet its other financial obligations as they fall due. Further, the Company has agreed with a number of its creditors that payment will not be called upon until the Company has sufficient working capital in order to discharge the liability.

Ongoing recognition of financial liabilities

For any liability (other than liabilities to connected parties) where the amount has been a liability of the Company for more than six years, the amount is written off and credited to the profit and loss account

ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31ST MARCH 2010

1 ACCOUNTING POLICIES (continued)

Cash Flow

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard No. 1 - "Cash Flow Statements".

2 OPERATING (LOSS)

Operating (loss) is stated after charging/(crediting) the following items :-

	2010	2009
	£	£
Depreciation of tangible owned fixed assets	374 =====	280 =====

3 DIRECTORS

No remuneration was paid by the Company to any director during the financial period (2009 : £nil).

ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31ST MARCH 2010

4 FIXED ASSETS

	31.03.09	31.03.09
	£	£
Cost :-		
At start of year	47,112	36,984
Additions in year	5,100	10,128
Disposals	-	-
	-----	-----
At end of year	52,212	47,112
	=====	=====
Depreciation :-		
At start of year	934	654
Charge for period	374	280
Disposals	-	-
	-----	-----
At end of year	1,308	934
	=====	=====
Net Book Values :-		
At end of year	50,904	46,178
	=====	=====
At start of year	46,178	36,330
	=====	=====

5 DEBTORS

	31.03.10	31.03.09
	£	£
Trade debtors	-	-
Other	3,756	5,708
	-----	-----
	3,756	5,708
	=====	=====

The amount shown for debtors represents recoverable VAT.

ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31ST MARCH 2010

6 CREDITORS : AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.03.10	31.03.09
	£	£
Bank loans and overdrafts	5,799	2,247
Loans from directors	145,911	141,199
Other creditors	177,293	168,961
	-----	-----
	329,003	312,407
	=====	=====

The bank indebtedness is secured by a fixed and floating charge over the Company's assets in favour of HSBC Bank plc together with personal guarantees given by Mr J A Taylor (director).

7 CALLED UP SHARE CAPITAL

	31.03.10	31.03.09
	£	£
<u>Authorised :-</u>		
1,000,000 (31.03.09 : 1,000,000) ordinary shares of £0.10 each	100,000	100,000
	=====	=====
<u>Allotted, called up and fully paid :-</u>		
123,200 (31.03.09 : 123,200) ordinary shares of £0.10 each.	12,320	12,320
	=====	=====

**ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31ST MARCH 2010**

8 SHARE PREMIUM ACCOUNT

	31.03.10	31.03.09
	£	£
Premium paid on issue of share capital	148,005 =====	148,005 =====

There was no movement on the Share Premium Account during the period.

9 MOVEMENT ON RETAINED PROFIT AND LOSS ACCOUNT

	31.03.10	31.03.09
	£	£
Balance brought forward	(420,846)	(408,217)
Retained (loss) for the period	(13,822) -----	(12,629) -----
Balance carried forward	(434,668) =====	(420,846) =====

10 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	31.03.10	31.03.09
	£	£
Balance brought forward	(260,521)	(247,892)
Retained (loss) for the period	(13,822) -----	(12,629) -----
	(274,343) =====	(260,521) =====

ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31ST MARCH 2010

11 RELATED PARTY TRANSACTIONS

Loans from connected parties :-

During the financial period the company continued to have the benefit of loans from Mr J A Taylor, a director of the Company, to assist with working capital. The loans are interest free apart from £40,000 of the loan balance. This £40,000 has attracted interest from 14th February 2007. During the financial period £2,400 (2009 : £1,800) was charged to the profit and loss account in interest.

The loan balances at the end of the financial period were as follows :-

	31.03.10	31.03.09
	£	£
J A Taylor	131,881 =====	124,502 =====

At the end of the financial period, other directors' loan accounts (arising from expenses of the Company paid for by each director on behalf of the Company) were as follows :-

	31.03.10	31.03.09
	£	£
V G Hutchinson	14,030	14,030
W K Allison (resigned 02.11.09)	- -----	2,667 -----
	14,030 =====	16,697 =====

Mr W K Allison was owed £2,667 as at 31st March 2010. Due to his resignation during the financial year, the loan balance at the year end is not classed as a director's loan. The historic balance as at 31st March 2009 was classed as a director's loan.

ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 31ST MARCH 2010

12 CONTINGENT LIABILITIES

The directors are unaware of any contingent liabilities as at 31st March 2010 (2009 : fnil).

13 POST BALANCE SHEET EVENTS

There are no material post balance sheet events which may have an adverse affect on the Company.

14 FINANCIAL COMMITMENTS

The Company has an ongoing commitment relating to its patent law legal representative which gives rise to an ongoing financial obligation in order to maintain patent registrations.

As at 31st March 2010 the Company had no financial obligations under operating lease contracts or hire purchase contracts (2009 : fnil).

15 ULTIMATE CONTROLLING PARTY

In the opinion of the directors, Mr John A Taylor is the ultimate controlling party by virtue of his majority shareholding in the Company.