

ENVIRONMENTAL FUELS LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30TH JUNE 2014



Company number 04165107

**ENVIRONMENTAL FUELS LIMITED
DIRECTOR'S REPORT
FOR THE PERIOD ENDED 30TH JUNE 2014**

The director presents his report together with the financial statements for the year ended 30th June 2014.

PRINCIPAL ACTIVITY

The principal activity of the company is the conversion of waste oils into bio-fuels, diesel and other petroleum related products; and to provide consultancy services in the related sector.

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>30th June</u> | <u>30th June</u> |
| | <u>2014</u> | <u>2013</u> |
| John A Taylor | 64,000 | 64,000 |
| Vincent G Hutchinson (resigned 01.01.2014) | 9,935 | 9,935 |

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 30th June 2014 (30.06.13 : 1,000 shares).

ENVIRONMENTAL FUELS LIMITED
DIRECTOR'S REPORT (continued)
FOR THE PERIOD ENDED 30TH JUNE 2014

DIRECTOR'S RESPONSIBILITIES

Company law requires the director 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 director is 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 director is 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 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.

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 30TH JUNE 2014

| | Note | 2014 | 2013 |
|---|----------|---------------|-----------------|
| | | £ | £ |
| TURNOVER | | 21,186 | - |
| Cost of sales | | (2,338) | - |
| | | ----- | ----- |
| GROSS PROFIT | | 18,848 | - |
| Interest received | | - | - |
| Operating expenses | | (8,798) | (5,705) |
| | | ----- | ----- |
| OPERATING PROFIT/(LOSS) | 2 | 10,050 | (5,705) |
| Interest payable | | (5,857) | (7,313) |
| | | ----- | ----- |
| PROFIT/(LOSS) on ordinary activities before taxation | 9 | 4,193 | (13,018) |
| Taxation | | (850) | - |
| | | ----- | ----- |
| RETAINED PROFIT/(LOSS) FOR PERIOD | | 3,343 | (13,018) |
| | | ===== | ===== |

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 30TH JUNE 2014

| | Note | 30th June | | 30th June | |
|---|------|-----------|-------------|-----------|-------------|
| | | 2014 | 2014 | 2013 | 2013 |
| | | £ | £ | £ | £ |
| TANGIBLE FIXED ASSETS | 4 | | 56,516 | | 56,516 |
| CURRENT ASSETS | | | | | |
| Stock | 5 | - | | 1,197 | |
| Cash at bank and in hand | | - | | - | |
| Debtors | 6 | 12,477 | | 3,136 | |
| | | ----- | | ----- | |
| | | 12,477 | | 4,333 | |
| CREDITORS: amounts falling due within one year | 7 | (367,157) | | (362,356) | |
| | | ----- | | ----- | |
| NET CURRENT (LIABILITIES)/ASSETS | | | (354,680) | | (358,023) |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | ----- | | ----- |
| | | | £ (298,164) | | £ (301,507) |
| | | | ===== | | ===== |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 8 | | 12,420 | | 12,420 |
| Share Premium Account | 9 | | 157,905 | | 157,905 |
| Profit and loss account | 10 | | (468,489) | | (471,832) |
| | | | ----- | | ----- |
| EQUITY SHAREHOLDERS FUNDS | 11 | | £ (298,164) | | £ (301,507) |
| | | | ===== | | ===== |

For the financial period ending 30th June 2014 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 30th June 2014 in question in accordance with section 476.

The director acknowledges his 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 29 June 2015.

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 30TH JUNE 2014

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 30TH JUNE 2014

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 30th June 2014. 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 30TH JUNE 2014

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 PROFIT

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

| | 2014 | 2013 |
|---|-------|-------|
| | £ | £ |
| Depreciation of tangible owned fixed assets | - | - |
| | ===== | ===== |

3 DIRECTORS

No remuneration was paid by the Company to any director during the financial period (2013 : £nil).

ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 30TH JUNE 2014

| | | | |
|----------|---------------------------|-----------------|-----------------|
| 4 | FIXED ASSETS | 30.06.14 | 30.06.13 |
| | | £ | £ |
| | Cost :- | | |
| | At start of period | 58,012 | 58,012 |
| | Additions in period | - | - |
| | Disposals | - | - |
| | | ----- | ----- |
| | At end of period | 58,012 | 58,012 |
| | | ===== | ===== |
| | Depreciation :- | | |
| | At start of period | 1,496 | 1,496 |
| | Charge for period | - | - |
| | Disposals | - | - |
| | | ----- | ----- |
| | At end of period | 1,496 | 1,496 |
| | | ===== | ===== |
| | Net Book Values :- | | |
| | At end of period | 56,516 | 56,516 |
| | | ===== | ===== |
| | At start of period | 56,516 | 56,516 |
| | | ===== | ===== |
| 5 | STOCK | 30.06.14 | 30.06.13 |
| | | £ | £ |
| | Work in progress | - | 1,197 |
| | | ===== | ===== |
| 6 | DEBTORS | 30.06.14 | 30.06.13 |
| | | £ | £ |
| | Trade debtors | 12,477 | - |
| | Other | - | 3,136 |
| | | ----- | ----- |
| | | 12,477 | 3,136 |
| | | ===== | ===== |

ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 30TH JUNE 2014

7 CREDITORS : AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 30.06.14 | 30.06.13 |
|---------------------------|----------------|----------------|
| | £ | £ |
| Bank loans and overdrafts | 5,596 | 5,933 |
| Loans from directors | 162,561 | 175,549 |
| Other creditors | 199,000 | 180,874 |
| | ----- | ----- |
| | 367,157 | 362,356 |
| | ===== | ===== |

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). After the year-end date this was released by the bank.

8 CALLED UP SHARE CAPITAL

| | 30.06.14 | 30.06.13 |
|--|----------|----------|
| | £ | £ |
| <u>Authorised :-</u> | | |
| 1,000,000 (30.06.13 : 1,000,000) ordinary shares of £0.10 each | 100,000 | 100,000 |
| | ===== | ===== |
| <u>Allotted, called up and fully paid :-</u> | | |
| 124,200 (30.06.13 : 123,200) ordinary shares of £0.10 each. | 12,420 | 12,320 |
| | ===== | ===== |

**ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 30TH JUNE 2014**

9 SHARE PREMIUM ACCOUNT

| | 30.06.14 | 30.06.13 |
|--|------------------|------------------|
| | £ | £ |
| Premium paid on issue of share capital | 157,905 ===== | 157,905 ===== |

10 MOVEMENT ON RETAINED PROFIT AND LOSS ACCOUNT

| | 30.06.14 | 30.06.13 |
|---------------------------------------|--------------------|--------------------|
| | £ | £ |
| Balance brought forward | (471,832) | (458,814) |
| Retained profit/(loss) for the period | 3,343 ----- | (13,018) ----- |
| Balance carried forward | (468,489) ===== | (471,832) ===== |

11 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

| | 30.06.14 | 30.06.13 |
|---------------------------------------|--------------------|--------------------|
| | £ | £ |
| Balance brought forward | (301,507) | (288,489) |
| Retained profit/(loss) for the period | 3,343 ----- | (13,018) ----- |
| | (298,164) ===== | (301,507) ===== |

ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 30TH JUNE 2013

12 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 (2013 : £2,400) was charged to the profit and loss account in interest.

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

| | 30.06.14 | 30.06.13 |
|------------|------------------|------------------|
| | £ | £ |
| J A Taylor | 162,561 ===== | 161,519 ===== |

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 :-

| | 30.06.14 | 30.06.13 |
|----------------|-----------------|-----------------|
| | £ | £ |
| V G Hutchinson | 14,030 ===== | 14,030 ===== |

As noted in the Director's Report, Mr V G Hutchinson ceased to be a director from 1st January 2014.

**ENVIRONMENTAL FUELS LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 30TH JUNE 2014**

13 CONTINGENT LIABILITIES

The directors are unaware of any contingent liabilities as at 30th June 2014 (2013 : £nil).

14 POST BALANCE SHEET EVENTS

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

15 FINANCIAL COMMITMENTS

As at 30th June 2014 the Company had no financial obligations under operating lease contracts or hire purchase contracts (2013 : £nil).

16 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.