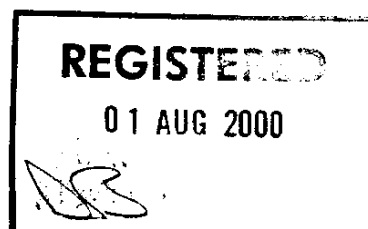
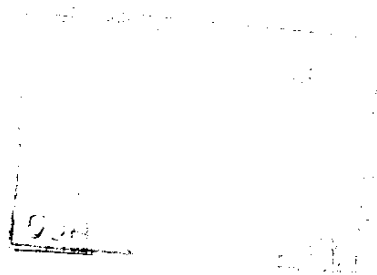


Carragher Oils Ltd.
Directors' Report and Financial Statements
for the year ended 30 September 1999
Abbreviated Accounts



JOHN MAC MAHON & CO
CHARTERED ACCOUNTANTS AND REGISTERED AUDITOR

John J Mac Mahon F.C.A.

Harry Carvill F.C.A., A.T.I.L.

(Tax Consultant)

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Carragher Oils Ltd.

Auditors' Report to the Shareholders of Carragher Oils Ltd.

We have audited the financial statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error.

However, the evidence available to us was limited because we did not attend the stock take at 30 September 1999 and we were unable to perform alternative auditing procedures necessary to obtain adequate assurance regarding the quantities and conditions of stock appearing in the balance sheet at £22,250. Any adjustment to these figures would have a consequential significant effect on the profit for the period.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.



Authorised by The Institute of Chartered Accountants in Ireland to carry on
investment business in United Kingdom

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Carragher Oils Ltd.

Opinion: disclaimer on view given by financial statements

Because of the possible effect of the limitation in evidence available to us, we are unable to form an opinion as to whether the financial statements give a true and fair view of the state of the company's affairs as at 30 September 1999 or of its profit for the period then ended. In all other respects, in our opinion the financial statements have been properly recorded in accordance with the Companies (NI) Order 1986.



John MacMahon & Co

Carragher Oils Ltd.

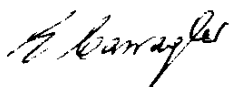
**Balance Sheet
as at 30 September 1999**

	Notes	1999 £	1998 £
Fixed Assets			
Tangible assets	7	225,297	94,382
Current Assets			
Stocks		22,250	43,500
Debtors	8	141,781	59,698
Cash at bank and in hand		(112,614)	-
		<u>51,417</u>	<u>103,198</u>
Creditors: amounts falling due within one year	9	<u>(131,517)</u>	<u>(163,678)</u>
Net Current Liabilities		<u>(80,100)</u>	<u>(60,480)</u>
Total Assets Less Current Liabilities		145,197	33,902
Creditors: amounts falling due after more than one year	10	<u>(99,526)</u>	-
Net Assets		<u><u>45,671</u></u>	<u><u>33,902</u></u>
Capital and Reserves			
Called up share capital	11	2	2
Profit and loss account		45,669	33,900
Equity Shareholders' Funds	12	<u><u>45,671</u></u>	<u><u>33,902</u></u>

The financial statements are prepared in accordance with the special provisions of Part I of Schedule 8 of the Companies (NI) Order 1986 relating to small companies.

The financial statements were approved by the Board on 20 May 1999 and signed on its behalf by

Eugene Carragher
Director



Briege Carragher
Director



The notes on pages 6 to 8 form an integral part of these financial statements.

Carragher Oils Ltd.

Notes to the Abbreviated Financial Statements for the year ended 30 September 1999

1. Accounting Policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Plant and machinery	-	15 % Reducing balance
Fixtures, fittings and equipment	-	15% Reducing balance

1.4. Stock

Stock is valued at the lower of cost and net realisable value.

2. Fixed assets

	Tangible fixed assets £
Cost	
At 1 October 1998	120,144
Additions	152,690
Disposals	(5,500)
At 30 September 1999	267,334
Depreciation	
At 1 October 1998	25,762
On disposals	(413)
Charge for year	16,688
At 30 September 1999	42,037
Net book values	
At 30 September 1999	225,297
At 30 September 1998	94,382

Carragher Oils Ltd.

The following pages are for the directors only

Carragher Oils Ltd.

**Administrative Expenses
for the year ended 30 September 1999**

	1999	1998
	£	£
Administrative expenses		
Wages and salaries	9,342	11,932
Directors' remuneration	17,303	15,834
Rates	2,382	1,443
Haulage	37,013	21,432
Insurance	8,232	5,423
Light and heat	1,166	1,450
Water	150	-
Repairs and maintenance	2,225	2,263
Printing, postage and stationery	1,366	1,494
Advertising	732	-
Telephone	823	1,004
Hire of equipment	-	2,888
Lorry expenses	9,583	1,874
Licenses	280	44
Legal and professional	399	200
Accountancy	2,179	1,200
Bank charges	3,455	3,462
General expenses	418	239
Depreciation	16,687	9,725
Profits/losses on disp of tangibles	5,088	-
	<u>118,823</u>	<u>81,907</u>