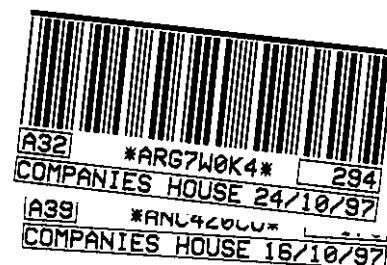


PAR PETROLEUM LIMITED

Company Number: 2590491

ABBREVIATED STATUTORY ACCOUNTS
YEAR ENDED 30TH JUNE 1997

EDWARD EGGLESTONE AND COMPANY
CHARTERED ACCOUNTANTS
REGISTERED AUDITORS
3/5 SCARBOROUGH STREET
HARTLEPOOL
TS24 7DA



PAR PETROLEUM LIMITED
ABBREVIATED STATUTORY ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 1997

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1. Auditors' Report
2. Balance Sheet
3. Notes to Accounts

AUDITORS' REPORT TO
PAR PETROLEUM LIMITED
UNDER SECTION 247B TO THE COMPANIES ACT 1985

We have examined the abbreviated financial accounts set out on pages 2 to 3, together with the financial accounts of the company for the year ended 30th June 1997 prepared under section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated financial accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the financial accounts, that the company is entitled to deliver abbreviated financial accounts and that the abbreviated financial accounts to be delivered are properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial accounts.

OPINION

In our opinion the company is entitled to deliver abbreviated financial accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial accounts on pages 2 to 3 are properly prepared in accordance with those provisions.



EDWARD EGGLESTONE AND COMPANY
Registered Auditors
Chartered Accountants
HARTLEPOOL

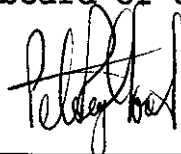
11th September 1997

PAR PETROLEUM LIMITED**ABBREVIATED BALANCE SHEET
AS AT 30TH JUNE 1997**

	<u>Notes</u>	<u>1997</u>	<u>1996</u>
		£	£
FIXED ASSETS			
Tangible Assets	2	229597	219916
CURRENT ASSETS			
Stock		43799	34206
Debtors		598035	536669
Cash at Bank and in Hand		184522	188612
		<u>826356</u>	<u>759487</u>
CREDITORS : Amounts Falling			
Due within One Year	3	(720174)	(660584)
NET CURRENT ASSETS		<u>106182</u>	<u>98903</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>335779</u>	<u>318819</u>
CREDITORS : Amounts Falling			
Due After more than One Year	3	<u>37103</u>	<u>44720</u>
		<u>£ 298676</u>	<u>£ 274099</u>
CAPITAL AND RESERVES			
Share Capital	4	50000	50000
Profit and Loss Account		248676	224099
<u>TOTAL SHAREHOLDERS' FUNDS</u>		<u>£ 298676</u>	<u>£ 274099</u>

These accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the
board of directors



P Roy-Toole Esq
Director

Approved by the board: 10th September 1997

The notes on pages 3a to 3b form part of these accounts.

PAR PETROLEUM LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS**
FOR THE YEAR ENDED 30TH JUNE 1997**1. ACCOUNTING POLICIES****Basis of Accounting**

The accounts have been prepared under the historical cost convention.

Turnover

Turnover represents the net invoiced sales of goods, excluding VAT.

Tangible Fixed Assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Freehold Property	Nil
Motor Vehicles	25% on written down value
Plant and Equipment	15% on written down value
Fixtures and Fittings	10% on written down value

No depreciation is provided on freehold land.

Stocks

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

Deferred Taxation

Deferred Taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

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.

Leased Assets

Assets held under hire purchase contracts are capitalised at cost price. The assets are depreciated over their expected useful lives. The finance charges are allocated over the term of the contract. Rentals payable under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Cash Flow Statement

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

PAR PETROLEUM LIMITEDNOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30TH JUNE 1997**2. FIXED ASSETS**

	<u>Tangible Assets</u>
	£
COST OR VALUATION	
At 1st July 1996	308162
Additions in year	47173
Disposals in year	(14323)
At 30th June 1997	<u>341012</u>
DEPRECIATION	
At 1st July 1996	88246
Write off on Disposal	(7361)
Charge for year	30530
At 30th June 1997	<u>111415</u>
NET BOOK VALUE	
At 30th June 1997	<u>229597</u>
At 30th June 1996	<u>219916</u>

3. CREDITORS**SECURED BORROWINGS:**

The bank loan of £36247 (1996 £40929), and overdraft of £148627 (1996 £132825) are secured by a charge over the company's freehold premises.

The amount of bank borrowing repayable by instalments estimated to become repayable after five years is £5000.

4. SHARE CAPITAL

	<u>1997</u>	<u>1996</u>
	£	£
Authorised	<u>50000</u>	<u>50000</u>
Allotted, Issued and Fully Paid	<u>50000</u>	<u>50000</u>