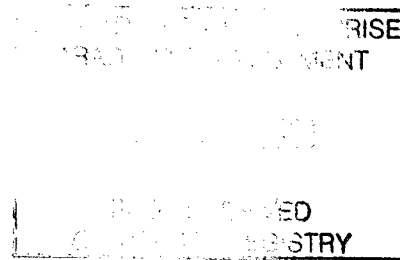


Company Registration No. NI 30281 (Northern Ireland)



**A.H. FUEL OILS LTD**

**ABBREVIATED ACCOUNTS**

**FOR THE YEAR ENDED 31 DECEMBER 2005**

# A.H. FUEL OILS LTD

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# A.H. FUEL OILS LTD

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2005

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The directors present their report and financial statements for the year ended 31 December 2005.

### Principal activities and review of the business

The principal activity of the company in the year under review was the sale and distribution of motor fuels and domestic heating oils.

### Results and dividends

The results for the year are set out on page 4.

### Directors

The following directors have held office since 1 January 2005:

Mr Andrew Hutchinson  
Mrs Rita Hutchinson

### Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 December 2005	1 January 2005
Mr Andrew Hutchinson	95	95
Mrs Rita Hutchinson	5	5

### Auditors

In accordance with Article 393 of the Companies (Northern Ireland) Order 1986, a resolution proposing that David Lyttle + Co be reappointed as auditors of the company will be put to the Annual General Meeting.

# A.H. FUEL OILS LTD

## DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

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### Directors' responsibilities

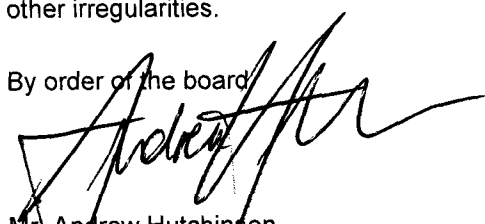
The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors 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 period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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 keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies (Northern Ireland) Order 1986. They 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.

By order of the board



Mr. Andrew Hutchinson

Secretary

5 September 2006

# A.H. FUEL OILS LTD

## INDEPENDENT AUDITORS' REPORT TO A.H. FUEL OILS LTD UNDER ARTICLE 255B OF THE COMPANIES (NORTHERN IRELAND) ORDER 1986

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We have examined the abbreviated accounts set out on pages 4 to 16, together with the financial statements of A.H. Fuel Oils Ltd for the year ended 31 December 2005 prepared under Article 234 of the Companies (Northern Ireland) Order 1986.

This report is made solely to the company, in accordance with Article 255B of the Companies (Northern Ireland) Order, 1986. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Article 254A of the Companies (Northern Ireland) Order 1986. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Article 254A(3) of the Order to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

### **Basis of audit opinion**

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we 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.

### **Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Article 254A(3) of the Companies (Northern Ireland) Order 1986, and the abbreviated accounts have been properly prepared in accordance with that provision.

  
David Lyttle + Co

5 September 2006

Chartered Accountants  
Registered Auditor

Station House  
46 Molesworth Street  
Cookstown  
Co Tyrone  
BT80 8PA

# A.H. FUEL OILS LTD

## ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2005

	Notes	2005 £	2004 £
Gross profit		1,423,284	1,167,321
Administrative expenses		(1,068,078)	(913,115)
<b>Operating profit</b>	<b>2</b>	<b>355,206</b>	<b>254,206</b>
Profit loss on sale of tangible assets	<b>2</b>	<b>4,000</b>	<b>4,351</b>
<b>Profit on ordinary activities before interest</b>		<b>359,206</b>	<b>258,557</b>
Other interest receivable and similar income		-	702
Interest payable and similar charges	<b>4</b>	(29,078)	(22,958)
<b>Profit on ordinary activities before taxation</b>		<b>330,128</b>	<b>236,301</b>
Tax on profit on ordinary activities	<b>5</b>	(66,144)	(48,466)
<b>Profit for the year</b>	<b>16</b>	<b>263,984</b>	<b>187,835</b>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

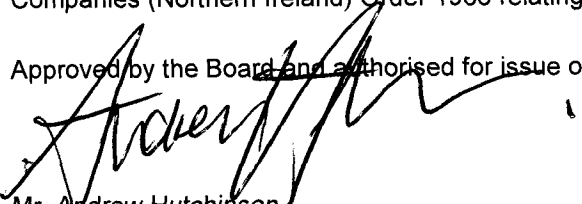
# A.H. FUEL OILS LTD

## ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2005

	Notes	2005		2004	
		£	£	£	£
<b>Fixed assets</b>					
Intangible assets	7		49,250		52,250
Tangible assets	8		985,610		863,338
			<u>1,034,860</u>		<u>915,588</u>
<b>Current assets</b>					
Stocks	9	36,771		8,538	
Debtors	10	5,209,186		3,825,260	
Cash at bank and in hand		530		371	
		<u>5,246,487</u>		<u>3,834,169</u>	
<b>Creditors: amounts falling due within one year</b>	11	<u>(5,072,704)</u>		<u>(3,671,725)</u>	
<b>Net current assets</b>			<u>173,783</u>		<u>162,444</u>
<b>Total assets less current liabilities</b>			<u>1,208,643</u>		<u>1,078,032</u>
<b>Creditors: amounts falling due after more than one year</b>	12		(4,965)		(34,758)
<b>Provisions for liabilities</b>	13		<u>(55,668)</u>		<u>(50,748)</u>
			<u>1,148,010</u>		<u>992,526</u>
<b>Capital and reserves</b>					
Called up share capital	15		100		100
Share premium account	16		66,905		66,905
Revaluation reserve	16		158,112		158,112
Profit and loss account	16		922,893		767,409
<b>Shareholders' funds</b>	17		<u>1,148,010</u>		<u>992,526</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VIII of the Companies (Northern Ireland) Order 1986 relating to medium-sized companies.

Approved by the Board and authorised for issue on 5 September 2006

  
Mr Andrew Hutchinson  
Director

# A.H. FUEL OILS LTD

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2005

	2005		2004	
	£	£	£	£
<b>Net cash inflow/(outflow) from operating activities</b>		882,312		(370,678)
<b>Returns on investments and servicing of finance</b>				
Interest received	-		702	
Interest paid	(29,078)		(22,958)	
<b>Net cash outflow for returns on investments and servicing of finance</b>		(29,078)		(22,256)
<b>Taxation</b>		(56,140)		(45,959)
<b>Capital expenditure</b>				
Payments to acquire tangible assets	(231,765)		(23,274)	
Receipts from sales of tangible assets	4,000		7,500	
<b>Net cash outflow for capital expenditure</b>		(227,765)		(15,774)
<b>Equity dividends paid</b>		(108,500)		(5,000)
<b>Net cash inflow/(outflow) before management of liquid resources and financing</b>		460,829		(459,667)
<b>Financing</b>				
Capital element of hire purchase contracts	(45,322)		(47,264)	
<b>Net cash outflow from financing</b>		(45,322)		(47,264)
<b>Increase/(decrease) in cash in the year</b>		<u>415,507</u>		<u>(506,931)</u>



# A.H. FUEL OILS LTD

## NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2005

1 Reconciliation of operating profit to net cash inflow/(outflow) from operating activities	2005	2004
	£	£
Operating profit	355,206	254,206
Depreciation of tangible assets	112,493	131,905
(Increase)/decrease in stocks	(28,233)	147,956
Increase in debtors	(1,383,926)	(1,388,172)
Increase in creditors within one year	1,826,772	483,427
<b>Net cash inflow/(outflow) from operating activities</b>	<b>882,312</b>	<b>(370,678)</b>

2 Analysis of net debt	1 January 2005	Cash flow	Other non-cash changes	31 December 2005
	£	£	£	£
Net cash:				
Cash at bank and in hand	371	159	-	530
Bank overdrafts	(576,293)	415,348	-	(160,945)
	<u>(575,922)</u>	<u>415,507</u>	<u>-</u>	<u>(160,415)</u>
Debt:				
Finance leases	(80,080)	45,322	-	(34,758)
<b>Net debt</b>	<b><u>(656,002)</u></b>	<b><u>460,829</u></b>	<b><u>-</u></b>	<b><u>(195,173)</u></b>

3 Reconciliation of net cash flow to movement in net debt	2005	2004
	£	£
Increase/(decrease) in cash in the year	415,507	(506,931)
Cash outflow/(inflow) from decrease/(increase) in debt and lease financing	45,322	(24,736)
<b>Movement in net debt in the year</b>	<b>460,829</b>	<b>(531,667)</b>
Opening net debt	(656,002)	(124,335)
<b>Closing net debt</b>	<b><u>(195,173)</u></b>	<b><u>(656,002)</u></b>

# A.H. FUEL OILS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2005

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### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings.

#### 1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

#### 1.3 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

#### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	2% Straight line
Plant and machinery	25% Reducing balance
Motor vehicles	25% Reducing balance

#### 1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

#### 1.6 Stock

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

#### 1.7 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

#### 1.8 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

#### 1.9 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

#### 1.10 Government grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

# A.H. FUEL OILS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

<b>2</b>	<b>Operating profit</b>	<b>2005</b>	<b>2004</b>
		<b>£</b>	<b>£</b>
	Operating profit is stated after charging:		
	Depreciation of tangible assets	112,493	131,905
	Auditors' remuneration	3,970	3,965
	and after crediting:		
	Government grants	-	190
	Profit on foreign exchange transactions	(3,599)	(259)
		<u>          </u>	<u>          </u>
<b>3</b>	<b>Investment income</b>	<b>2005</b>	<b>2004</b>
		<b>£</b>	<b>£</b>
	Bank interest	-	702
		<u>          </u>	<u>          </u>
<b>4</b>	<b>Interest payable</b>	<b>2005</b>	<b>2004</b>
		<b>£</b>	<b>£</b>
	On bank loans and overdrafts	25,392	18,287
	Hire purchase interest	3,686	4,671
		<u>          </u>	<u>          </u>
		29,078	22,958
		<u>          </u>	<u>          </u>

# A.H. FUEL OILS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

5	Taxation	2005 £	2004 £
	<b>Domestic current year tax</b>		
	U.K. corporation tax	62,064	56,980
	Adjustment for prior years	(840)	-
	<b>Current tax charge</b>	<u>61,224</u>	<u>56,980</u>
	<b>Deferred tax</b>		
	Deferred tax charge credit current year	4,920	(8,514)
		<u>66,144</u>	<u>48,466</u>
	<b>Factors affecting the tax charge for the year</b>		
	Profit on ordinary activities before taxation	<u>330,128</u>	<u>236,301</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2004 - 19.00%)	<u>99,038</u>	<u>44,897</u>
	Effects of:		
	Depreciation add back	33,748	25,062
	Capital allowances	(36,646)	(13,744)
	Adjustments to previous periods	(840)	-
	Chargeable disposals	(1,200)	-
	Other tax adjustments	(32,876)	765
		<u>(37,814)</u>	<u>12,083</u>
	<b>Current tax charge</b>	<u>61,224</u>	<u>56,980</u>
6	<b>Dividends</b>	2005 £	2004 £
	Ordinary interim paid	108,500	5,000
		<u>108,500</u>	<u>5,000</u>

# A.H. FUEL OILS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

### 7 Intangible fixed assets

	Goodwill £
<b>Cost</b>	
At 1 January 2005 & at 31 December 2005	75,000
<b>Amortisation</b>	
At 1 January 2005	22,750
Charge for the year	3,000
At 31 December 2005	25,750
<b>Net book value</b>	
At 31 December 2005	49,250
At 31 December 2004	52,250

# A.H. FUEL OILS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

### 8 Tangible fixed assets

	Land and buildings Freehold £	Plant and machinery £	Motor vehicles £	Total £
<b>Cost or valuation</b>				
At 1 January 2005	480,400	100,260	817,798	1,398,458
Additions	-	1,964	229,800	231,764
Disposals	-	-	(45,000)	(45,000)
At 31 December 2005	480,400	102,224	1,002,598	1,585,222
<b>Depreciation</b>				
At 1 January 2005	5,879	69,167	460,073	535,119
On disposals	-	-	(45,000)	(45,000)
Charge for the year	9,238	7,824	92,431	109,493
At 31 December 2005	15,117	76,991	507,504	599,612
<b>Net book value</b>				
At 31 December 2005	465,283	25,233	495,094	985,610
At 31 December 2004	474,521	31,092	357,725	863,338

Included above are assets held under finance leases or hire purchase contracts as follows:

	Motor vehicles £
<b>Net book values</b>	
At 31 December 2005	56,250
At 31 December 2004	136,451
<b>Depreciation charge for the year</b>	
At 31 December 2005	18,750
At 31 December 2004	35,484

# A.H. FUEL OILS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

9	Stocks	2005 £	2004 £
	Finished goods and goods for resale	36,771	8,538
		<u>36,771</u>	<u>8,538</u>
10	Debtors	2005 £	2004 £
	Trade debtors	4,856,569	3,744,410
	Other debtors	317,209	52,881
	Prepayments and accrued income	35,408	27,969
		<u>5,209,186</u>	<u>3,825,260</u>
11	Creditors: amounts falling due within one year	2005 £	2004 £
	Bank loans and overdrafts	160,945	576,293
	Net obligations under hire purchase contracts	29,793	45,322
	Trade creditors	4,777,741	2,971,659
	Corporation tax	62,064	56,980
	Other taxes and social security costs	6,560	6,099
	Directors' current accounts	7,093	4,849
	Accruals and deferred income	28,508	10,523
		<u>5,072,704</u>	<u>3,671,725</u>

The bank overdraft is secured as follows:-

1. All Monies Debenture dated 16 July 1996 giving a fixed and floating charge over the Company's assets
2. Letter of Guarantee dated 23 February 2005 in the amount of £500,000 signed by Andrew Hutchinson with collateral held of Equitable Deposit dated 13 February 1996 over property and land at Drumcrummy, contained in Folio No LY7109 and 1339 Co Londonderry
3. All Monies Deed of Charge dated 19 June 1996 over property and site at 9A Clare Lane, Cookstown, contained in Folio No LY23474
4. Assignment of Term Cover £200,000

# A.H. FUEL OILS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

12 Creditors: amounts falling due after more than one year	2005 £	2004 £
Net obligations under hire purchase contracts	4,965	34,758
<b>Net obligations under hire purchase contracts</b>		
Repayable within one year	29,793	45,322
Repayable between one and five years	4,965	34,758
	34,758	80,080
Included in liabilities falling due within one year	(29,793)	(45,322)
	4,965	34,758
13 Provisions for liabilities and charges		Deferred tax liability £
Balance at 1 January 2005		50,748
Profit and loss account		4,920
Balance at 31 December 2005		55,668
<b>The deferred tax liability is made up as follows:</b>		
	2005 £	2004 £
Accelerated capital allowances	55,668	50,748
14 Pension costs		
<b>Defined contribution</b>		
	2005 £	2004 £
Contributions payable by the company for the year	65,085	11,590



# A.H. FUEL OILS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

<b>15</b>	<b>Share capital</b>		<b>2005</b>	<b>2004</b>
			£	£
	<b>Authorised</b>			
	100,000 Ordinary shares of £1 each		100,000	100,000
			<u>          </u>	<u>          </u>
	<b>Allotted, called up and fully paid</b>			
	100 Ordinary shares of £1 each		100	100
			<u>          </u>	<u>          </u>
<b>16</b>	<b>Statement of movements on reserves</b>			
		<b>Share premium account</b>	<b>Revaluation reserve</b>	<b>Profit and loss account</b>
		£	£	£
	Balance at 1 January 2005	66,905	158,112	767,409
	Profit for the year	-	-	263,984
	Dividends paid	-	-	(108,500)
		<u>          </u>	<u>          </u>	<u>          </u>
	Balance at 31 December 2005	66,905	158,112	922,893
		<u>          </u>	<u>          </u>	<u>          </u>
<b>17</b>	<b>Reconciliation of movements in shareholders' funds</b>		<b>2005</b>	<b>2004</b>
			£	£
	Profit for the financial year		263,984	187,835
	Dividends		(108,500)	(5,000)
			<u>          </u>	<u>          </u>
			155,484	182,835
	Other recognised gains and losses		-	158,112
			<u>          </u>	<u>          </u>
	Net addition to shareholders' funds		155,484	340,947
	Opening shareholders' funds		992,526	651,579
			<u>          </u>	<u>          </u>
	Closing shareholders' funds		1,148,010	992,526
			<u>          </u>	<u>          </u>
<b>18</b>	<b>Directors' emoluments</b>		<b>2005</b>	<b>2004</b>
			£	£
	Emoluments for qualifying services		24,880	24,880
	Company pension contributions to money purchase schemes		65,085	11,590
			<u>          </u>	<u>          </u>
			89,965	36,470
			<u>          </u>	<u>          </u>

# A.H. FUEL OILS LTD

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

### 19 Employees

#### Number of employees

The average monthly number of employees (including directors) during the year was:

	2005 Number	2004 Number
Directors	2	2
Administration	12	12
	<u>14</u>	<u>14</u>

#### Employment costs

	2005 £	2004 £
Wages and salaries	296,130	245,910
Social security costs	26,068	21,254
Other pension costs	65,085	11,590
	<u>387,283</u>	<u>278,754</u>