

A H FUEL OILS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2001

DEPARTMENT
TRADE MARK
04 SEP 2002
COMM. REGISTRY

REGISTERED
10 SEP 2002
★

A H FUEL OILS LIMITED

**ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001**

Contents	Pages
Company information	1
Directors' report	2 - 3
Auditors' report	4
Profit and loss account	5
Balance sheet	6
Cash flow statement	7
Notes to the abbreviated financial statements	8 - 16

A H FUEL OILS LIMITED

**COMPANY INFORMATION
AT 31 DECEMBER 2001**

DIRECTORS

Mr Andrew Hutchinson
Mrs Rita Hutchinson

SECRETARY

Mr Andrew Hutchinson

REGISTERED OFFICE

9A Clare Lane
Cookstown
Co Tyrone
BT80 8RS

BUSINESS ADDRESS

9A Clare Lane
Cookstown
Co Tyrone
BT80 8RS

AUDITORS

David Lyttle + Co
Chartered Accountants
Station House
46 Molesworth Street
Cookstown
Co Tyrone
BT80 8PA

SOLICITORS

Millar, Shearer & Black
40 Molesworth Street
Cookstown
Co Tyrone

PRINCIPAL BANKERS

Ulster Bank Limited
20 William Street
Cookstown
Co Tyrone

A H FUEL OILS LIMITED

DIRECTORS' REPORT

The directors present their annual report with the financial statements of the company for the year ended 31 December 2001.

PRINCIPAL ACTIVITIES

The principal activities of the company in the year under review were the sale and distribution of fuels and domestic heating oils.

No significant change in the nature of these activities occurred during the year.

REVIEW OF THE BUSINESS

The net profit after providing for taxation amounted to £133,942.

The company traded strongly during the financial year showing a significant increase in both turnover and profitability. A similar result is expected in the coming year.

DIVIDENDS

The directors have paid dividends during the year amounting to £25,000.

DIRECTORS AND THEIR INTERESTS

The directors in office in the year and their beneficial interests in the company at the balance sheet date and the beginning of the year (or on appointment if later) were as follows:

		Number of Shares	
		2001	2000
Mr Andrew Hutchinson	Ordinary shares	95	95
Mrs Rita Hutchinson	Ordinary shares	5	5

DIRECTORS' RESPONSIBILITIES

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 as at the end of the financial year 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 maintaining 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.

CLOSE COMPANY

The company is a close company, as defined by the Income and Corporation Taxes Act 1988.

A H FUEL OILS LIMITED

DIRECTORS' REPORT

AUDITORS

The auditors, David Lytle + Co, are deemed to be re-appointed in accordance with Article 394 of the Companies (Northern Ireland) Order 1986 by virtue of an elective resolution passed by the shareholders on 28 February 2002.

By order of the board:

Mr Andrew Hutchinson
Secretary

Date: 28 February 2002

A H FUEL OILS LIMITED

**AUDITORS' REPORT TO THE COMPANY
PURSUANT TO ARTICLE 255B OF THE COMPANIES (NORTHERN IRELAND) ORDER 1986**

We have examined the abbreviated financial statements on pages 5 to 16 together with the full financial statements of the company prepared under Article 234 of the Companies (Northern Ireland) Order 1986 for the year ended 31 December 2001.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated financial statements in accordance with Article 254A of the Companies (Northern Ireland) Order 1986. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated financial statements prepared in accordance with Article 254A(3) of the Companies (Northern Ireland) Order 1986 and whether the abbreviated financial statements have been properly prepared in accordance with that provision 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 audited financial statements, that the company is entitled to deliver abbreviated financial statements prepared in accordance with Article 254 A(3) of the Companies (Northern Ireland) Order 1986 and that the abbreviated financial statements have been properly prepared from those financial statements. 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 statements.

OPINION

In our opinion, the company is entitled to deliver abbreviated financial statements prepared in accordance with Article 254 A(3) of the Companies (Northern Ireland) Order 1986 and the abbreviated financial statements on pages 5 to 16 have been properly prepared in accordance with that provision.

D L - C
**David Lyttle + Co
Chartered Accountants
Registered Auditors
Station House
46 Molesworth Street
Cookstown
Co Tyrone
BT80 8PA**

Date: 28 February 2002

A H FUEL OILS LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2001**

	Notes	2001 £	2000 £
GROSS PROFIT		724,903	474,717
Administrative expenses		531,274	365,416
OPERATING PROFIT	2	193,629	109,301
Investment income and interest receivable	3	14,134	7,318
Interest payable and similar charges	4	(8,554)	(17,498)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		199,209	99,121
Tax on profit on ordinary activities	7	(65,267)	(12,968)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		133,942	86,153
Dividends	8	(25,000)	(22,000)
RETAINED PROFIT FOR THE FINANCIAL YEAR	19	108,942	64,153

Continuing operations

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

Total recognised gains and losses

The company has no recognised gains or losses other than the profit for the above two financial years.

The notes on pages 8 to 16 form part of these financial statements.

A H FUEL OILS LIMITED

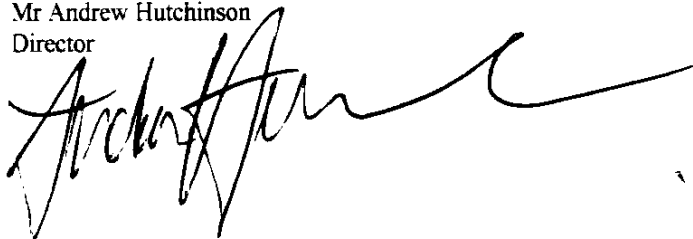
**ABBREVIATED BALANCE SHEET
AT 31 DECEMBER 2001**

	Notes	2001 £	2000 £
FIXED ASSETS			
Intangible assets	9	61,250	64,250
Tangible assets	10	551,018	353,336
		<u>612,268</u>	<u>417,586</u>
CURRENT ASSETS			
Stocks	11	30,203	19,400
Debtors	12	1,520,596	1,296,842
Cash at bank and in hand		151,813	61,931
		<u>1,702,612</u>	<u>1,378,173</u>
CREDITORS: amounts falling due within one year	13	<u>(1,791,903)</u>	<u>(1,405,770)</u>
NET CURRENT LIABILITIES		<u>(89,291)</u>	<u>(27,597)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		522,977	389,989
CREDITORS: amounts falling due after more than one year		(21,688)	(62,410)
PROVISIONS FOR LIABILITIES AND CHARGES	16	<u>(64,768)</u>	-
NET ASSETS		<u>436,521</u>	<u>327,579</u>
CAPITAL AND RESERVES			
Called up share capital	17	100	100
Share premium account	18	66,905	66,905
Profit and loss account	19	369,516	260,574
TOTAL SHAREHOLDERS' FUNDS	20	<u>436,521</u>	<u>327,579</u>

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

The financial statements were approved by the board of directors on 28 February 2002 and signed on its behalf by :

Mr Andrew Hutchinson
Director



The notes on pages 8 to 16 form part of these financial statements.

A H FUEL OILS LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2001**

	Notes	2001 £	2000 £
Net cash inflow from operating activities	2	415,405	210,107
Returns on investments and servicing of finance	21	5,580	(10,180)
Taxation	21	(13,516)	549
Capital expenditure	21	(247,251)	(39,345)
Equity dividends paid		(25,000)	(22,000)
Cash inflow before use of liquid resources and financing		135,218	139,131
Financing	21	(46,547)	(148,270)
INCREASE / (DECREASE) IN CASH IN THE YEAR		88,671	(9,139)

**RECONCILIATION OF NET CASH FLOW TO
MOVEMENT IN NET FUNDS / (DEBT)**

	22		
INCREASE / (DECREASE) IN CASH IN THE YEAR		88,671	(9,139)
Cash outflow from movement in debt and lease financing		46,547	148,270
Change in net funds / (debt) resulting from cash flows		135,218	139,131
Movement in funds / (debt) in the year		135,218	139,131
Net debt at 1 January 2001		(52,992)	(192,123)
Net funds / (debt) at 31 December 2001		82,226	(52,992)

The notes on pages 8 to 16 form part of these financial statements.

A H FUEL OILS LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001**

1. STATEMENT OF ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

Goodwill

Goodwill is the difference between the amount paid on the acquisition of a business and the aggregate fair value of its separate net assets. In this instance, goodwill is amortised through the profit and loss account over 25 years.

Depreciation of tangible fixed assets

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

Freehold land and buildings	2% Straight line
Moveable plant and machinery	25% Reducing balance
Motor vehicles	25% Reducing balance

Stocks

Stocks are stated at the lower of cost and net realisable value and have been valued by the directors.

Deferred taxation

Deferred taxation is provided using the liability method on all timing differences to the extent that they are expected to reverse in the future without being replaced, calculated at the rate at which it is anticipated the timing differences will reverse.

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 the profit and loss account for the year.

Pension costs

The company operates a money purchase (defined contribution) pension scheme. Contributions payable to this scheme are charged to the profit and loss account in the period to which they relate. These contributions are invested separately from the company's assets.

A H FUEL OILS LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001****2. OPERATING PROFIT**

Operating profit is stated	2001	2000
	£	£
After charging:		
Depreciation of fixed assets	58,867	47,773
Auditors' remuneration	3,675	3,550
Loss on foreign currencies	429	71
	<u> </u>	<u> </u>
After crediting:		
Profit on disposal of tangible assets	6,298	2,554
	<u> </u>	<u> </u>

**Reconciliation of operating profit to
net cash inflow from operating activities**

	2001	2000
	£	£
Operating profit	193,628	109,301
Depreciation	58,867	47,773
Profit on disposal of fixed assets	(6,298)	(2,554)
(Increase) / decrease in stocks	(10,803)	46,165
Increase in debtors	(223,754)	(557,206)
Increase in creditors	403,765	566,628
	<u> </u>	<u> </u>
Net cash inflow from operating activities	415,405	210,107

3. INVESTMENT INCOME AND INTEREST RECEIVABLE

	2001	2000
	£	£
Interest received and receivable		
Bank interest	14,134	7,318
	<u> </u>	<u> </u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2001	2000
	£	£
On bank loans and overdrafts	7,171	14,948
Lease finance charges and hire purchase interest	1,383	2,550
	<u> </u>	<u> </u>
	8,554	17,498

A H FUEL OILS LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001**

5. INFORMATION ON DIRECTORS AND EMPLOYEES

	2001	2000
	£	£
Staff costs		
Wages and salaries	146,862	119,983
Social security costs	10,892	11,250
Other pension costs	1,468	1,409
	<u>159,222</u>	<u>132,642</u>
	2001	2000
	No.	No.
The average number of employees during the year was made up as follows:		
Administration	<u>8</u>	<u>8</u>
	2001	2000
	£	£
Directors' emoluments		
Emoluments	23,656	11,628
Pension contributions to money purchase (defined contribution) schemes	1,468	1,409
	<u>25,124</u>	<u>13,037</u>

6. PENSION COSTS

Money purchase (defined contribution) pension scheme

The company operates a money purchase (defined contribution) pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £1,468 (2000: £1,409).

A H FUEL OILS LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001****7. TAX ON PROFIT ON ORDINARY ACTIVITIES**

	2001	2000
	£	£
The taxation charge comprises:		
Current tax on income for the year	499	13,517
Adjustment in respect of prior years	-	(549)
	<u>499</u>	<u>12,968</u>
Transfer to / (from) deferred tax	64,768	-
	<u>65,267</u>	<u>12,968</u>

8. DIVIDENDS PAID OR PROPOSED

	2001	2000
	£	£
On ordinary shares:		
Interim dividends paid		
Dividend - ordinary shares	<u>25,000</u>	<u>22,000</u>

9. INTANGIBLE FIXED ASSETS

	Goodwill
	£
Cost:	
At 1 January	
2001 and at 31	
December 2001	<u>75,000</u>
Amortisation:	
At 1 January 2001	10,750
Charge for year	3,000
	<u>13,750</u>
At 31 December 2001	<u>13,750</u>
Net book value:	
At 31 December 2001	<u>61,250</u>
At 31 December 2000	<u>64,250</u>

A H FUEL OILS LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001****10. TANGIBLE FIXED ASSETS**

	Land and buildings £	Plant and machinery £	Motor vehicles £	Total £
Cost:				
At 1 January 2001	203,190	39,028	276,218	518,436
Additions	18,500	36,951	201,800	257,251
Disposals	-	-	(9,500)	(9,500)
At 31 December 2001	<u>221,690</u>	<u>75,979</u>	<u>468,518</u>	<u>766,187</u>
Depreciation:				
At 1 January 2001	14,562	24,816	125,722	165,100
Charge for year	4,064	6,531	45,272	55,867
On disposals	-	-	(5,798)	(5,798)
At 31 December 2001	<u>18,626</u>	<u>31,347</u>	<u>165,196</u>	<u>215,169</u>
Net book value:				
At 31 December 2001	<u>203,064</u>	<u>44,632</u>	<u>303,322</u>	<u>551,018</u>
At 31 December 2000	<u>188,628</u>	<u>14,212</u>	<u>150,496</u>	<u>353,336</u>

2001	2000
£	£

Analysis of net book value of land and buildings:

Freehold	<u>203,064</u>	<u>188,628</u>
----------	----------------	----------------

11. STOCKS

	2001	2000
	£	£
Finished goods and goods for resale	<u>30,203</u>	<u>19,400</u>

There is no material difference between the replacement cost of stocks and their balance sheet amounts.

12. DEBTORS

	2001	2000
	£	£
Trade debtors	1,457,362	1,271,901
Other debtors	40,006	12,982
Prepayments and accrued income	23,228	11,959
	<u>1,520,596</u>	<u>1,296,842</u>

A H FUEL OILS LIMITED

**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001**

13. CREDITORS: amounts falling due within one year	2001 £	2000 £
Bank loans and overdrafts	41,291	40,080
Net obligations under finance leases and hire purchase contracts	6,608	12,433
Trade creditors	1,661,254	1,320,172
Corporation tax	500	13,517
Other taxes and social security costs	9,888	8,569
Other creditors	2,432	713
Accruals and deferred income	69,930	10,286
	<u>1,791,903</u>	<u>1,405,770</u>

Bank loans and overdrafts are secured by an all monies debenture dated 16 July 1996, a letter of guarantee dated 20 February 1996 for £270,000 and a solicitors undertaking dated 16 June 1997 over property at Tyressan, Clare Lane, Cookstown.

14. BORROWINGS	2001 £	2000 £
The company's borrowings are repayable as follows		
Up to one year and on demand	<u>41,291</u>	<u>40,080</u>

15. OBLIGATIONS UNDER FINANCE LEASES AND HIRE PURCHASE CONTRACTS	2001 £	2000 £
The company's obligations are repayable as follows:		
Net obligations analysed as follows:		
Included in creditors - amounts falling due within one year	6,608	12,433
Included in creditors - amounts falling due after more than one year	<u>1</u>	<u>6,610</u>
	<u>6,609</u>	<u>19,043</u>

A H FUEL OILS LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001****16. PROVISIONS FOR LIABILITIES AND CHARGES**

	2001	2000
	£	£
Deferred taxation (see below)		
Transferred to profit and loss account	64,768	-
	<u>64,768</u>	<u>-</u>
Total provision for liabilities and charges	<u>64,768</u>	<u>-</u>

	Fully provided	
	2001	2000
	£	£
Deferred tax is calculated at 20% (2000 - %) analysed over the following timing differences:		
On the excess of capital allowances over depreciation	64,768	-
	<u>64,768</u>	<u>-</u>

17. SHARE CAPITAL

	2001	2000
	£	£
Authorised:		
Equity interests:		
100,000 Ordinary shares of £1 each	100,000	100,000
	<u>100,000</u>	<u>100,000</u>
Allotted, called up and fully paid:		
Equity interests:		
100 Ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>

18. SHARE PREMIUM ACCOUNT

	2001	2000
	£	£
Equity interests:		
Balance at beginning of year	66,905	66,905
Movements during the year	-	-
	<u>66,905</u>	<u>66,905</u>
Balance at year end	<u>66,905</u>	<u>66,905</u>

A H FUEL OILS LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001****19. PROFIT AND LOSS ACCOUNT**

	2001	2000
	£	£
Retained profit as at 1 January 2001	260,574	196,421
Profit for the year	108,942	64,153
Retained profit as at 31 December 2001	<u>369,516</u>	<u>260,574</u>

20. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2001	2000
	£	£
Profit for the year	133,942	86,153
Dividends	(25,000)	(22,000)
Net addition to shareholders' funds	108,942	64,153
Opening shareholders' funds	327,579	263,426
Closing shareholders' funds	<u>436,521</u>	<u>327,579</u>
Represented by:-		
Equity interests	<u>436,521</u>	<u>327,579</u>

21. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2001	2000
	£	£
Returns on investments and servicing of finance		
Interest received	14,134	7,318
Interest paid	(7,171)	(14,948)
Interest element of hire purchase contracts	(1,383)	(2,550)
Net cash inflow / (outflow) from returns on investments and servicing of finance	<u>5,580</u>	<u>(10,180)</u>
Taxation		
Corporation tax paid	(13,516)	549
Net cash (outflow) / inflow from taxation	<u>(13,516)</u>	<u>549</u>

A H FUEL OILS LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001****21. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT
- (continued)**

	2001	2000
	£	£
Capital expenditure		
Purchase of tangible fixed assets	(257,251)	(60,516)
Receipts from sale of tangible fixed assets	10,000	21,171
Net cash outflow from capital expenditure	<u>(247,251)</u>	<u>(39,345)</u>
Financing		
Repayments of long term loans	(34,113)	(127,536)
Capital element of hire purchase contract payments	(12,434)	(20,734)
Net cash outflow from financing	<u>(46,547)</u>	<u>(148,270)</u>

22. ANALYSIS OF CHANGES IN NET FUNDS

	2000	Cash flow	2001
	£	£	£
Cash at bank and in hand	61,931	89,882	151,813
Bank overdraft	-	(1,211)	(1,211)
		88,671	
Debt due within one year	(40,080)	-	(40,080)
Debt due after one year	(55,800)	34,113	(21,687)
Hire purchase contracts and finance lease agreements	(19,043)	12,434	(6,609)
	<u>(52,992)</u>	<u>135,218</u>	<u>82,226</u>