

80233

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 1998
FOR
PHOENIX COMPLETION SERVICES LIMITED**



PHOENIX COMPLETION SERVICES LIMITED

COMPANY INFORMATION
for the Year Ended 31 October 1998

DIRECTORS:

Bruce Alexander Whyte
Linda Jean Whyte
Antony Bruce Whyte

SECRETARY:

Peterkins

REGISTERED OFFICE:

100 Union Street
Aberdeen
AB9 1QQ

REGISTERED NUMBER:

80233 (Scotland)

ACCOUNTANTS:

Acumen Accountants and Advisors Limited
Bon Accord House
Riverside Drive
ABERDEEN
AB11 7SL

PHOENIX COMPLETION SERVICES LIMITED

REPORT OF THE DIRECTORS
for the Year Ended 31 October 1998

The directors present their report with the financial statements of the company for the year ended 31 October 1998.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of engineering consultants in the oil industry.

DIRECTORS

The directors during the year under review were:

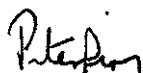
Bruce Alexander Whyte
Linda Jean Whyte
Antony Bruce Whyte

The beneficial interests of the directors holding office on 31 October 1998 in the issued share capital of the company were as follows:

	31.10.98	1.11.97
Ordinary 1 shares		
Bruce Alexander Whyte	8,780	8,780
Linda Jean Whyte	8,780	8,780
Antony Bruce Whyte	2,440	2,440

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



Peterkins - SECRETARY

Dated: 24 February 1999

PHOENIX COMPLETION SERVICES LIMITED**PROFIT AND LOSS ACCOUNT**
for the Year Ended 31 October 1998

		1998	1997
	Notes	£	£
TURNOVER	2	132,777	103,543
GROSS PROFIT		132,777	103,543
Administrative expenses		79,245	62,657
OPERATING PROFIT	3	53,532	40,886
Interest receivable and similar income	4	5,578	3,025
		59,110	43,911
Interest payable and similar charges		96	972
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		59,014	42,939
Tax on profit on ordinary activities	5	13,574	11,509
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		45,440	31,430
Dividends	6	37,800	25,000
		7,640	6,430
Retained profit brought forward		72,836	66,406
RETAINED PROFIT CARRIED FORWARD		£80,476	£72,836

The notes form part of these financial statements

PHOENIX COMPLETION SERVICES LIMITED

BALANCE SHEET

31 October 1998

	Notes	1998		1997	
		£	£	£	£
FIXED ASSETS:					
Tangible assets	7		15,462		24,617
CURRENT ASSETS:					
Debtors	8	23,870		15,593	
Cash at bank		98,285		81,488	
		<u>122,155</u>		<u>97,081</u>	
CREDITORS: Amounts falling due within one year	9	<u>37,141</u>		<u>28,862</u>	
NET CURRENT ASSETS:			<u>85,014</u>		<u>68,219</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£100,476</u>		<u>£92,836</u>
CAPITAL AND RESERVES:					
Called up share capital	10		20,000		20,000
Profit and loss account			80,476		72,836
Shareholders' funds			<u>£100,476</u>		<u>£92,836</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 31 October 1998.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

ON BEHALF OF THE BOARD:

Bruce Alexander Whyte - DIRECTOR

Linda Jean Whyte - DIRECTOR

Approved by the Board on 24 February 1999

The notes form part of these financial statements

PHOENIX COMPLETION SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 October 1998

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Tangible fixed assets

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

Leasehold property	- 4% on cost
Fixtures and fittings	- 10% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 33% on cost

Pensions

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

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

3. OPERATING PROFIT

The operating profit is stated after charging:

	1998	1997
	£	£
Depreciation - owned assets	9,155	12,555
Pension costs	2,454	2,406
Accountants remuneration	1,400	1,400
	<u>45,000</u>	<u>26,067</u>

4. INTEREST RECEIVABLE AND SIMILAR INCOME

	1998	1997
	£	£
Bank interest received	5,578	2,557
Loan interest received	-	468
	<u>5,578</u>	<u>3,025</u>

5. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	1998	1997
	£	£
UK Corporation Tax	13,574	11,509

UK Corporation Tax has been charged at 21% (1997 - 21%).

6. DIVIDENDS

	1998	1997
	£	£
Interim Dividend	37,800	14,600
Final Dividend	-	10,400
	<u>37,800</u>	<u>25,000</u>

PHOENIX COMPLETION SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 October 1998

7. TANGIBLE FIXED ASSETS

	Leasehold property	Fixtures and fittings	Motor vehicles	Computer equipment	Totals
	£	£	£	£	£
COST:					
At 1 November 1997					
and 31 October 1998	26,029	27,664	42,394	3,749	99,836
DEPRECIATION:					
At 1 November 1997	11,046	25,954	35,218	3,001	75,219
Charge for year	1,041	190	7,176	748	9,155
At 31 October 1998	12,087	26,144	42,394	3,749	84,374
NET BOOK VALUE:					
At 31 October 1998	13,942	1,520	-	-	15,462
At 31 October 1997	14,983	1,710	7,176	748	24,617

**8. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	1998 £	1997 £
Trade debtors	1,152	-
Accrued income	13,268	9,343
ACT recoverable	9,450	6,250
	<u>23,870</u>	<u>15,593</u>

**9. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	1998 £	1997 £
Directors current accounts	1,301	823
Other creditors	10,310	7,844
V.A.T.	6,094	4,663
Social security & other taxes	4,462	2,623
Taxation	13,574	11,509
Accruals	1,400	1,400
	<u>37,141</u>	<u>28,862</u>

10. CALLED UP SHARE CAPITAL

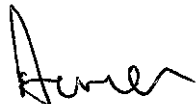
Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	1998 £	1997 £
20,000	Ordinary	1	<u>20,000</u>	<u>20,000</u>

PHOENIX COMPLETION SERVICES LIMITED

**REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF
PHOENIX COMPLETION SERVICES LIMITED**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 October 1998 set out on pages three to six and you consider that the company is exempt from an audit in accordance with section 249A of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Acumen Accountants and Advisors Limited
Bon Accord House
Riverside Drive
ABERDEEN
AB11 7SL

Dated: 24 February 1999