



PACE PETROLEUM LIMITED

REPORT AND ACCOUNTS

FOR THE YEAR TO MARCH 31, 2003



**PACE PETROLEUM LIMITED**

**DIRECTORS**

Mr G Ruitinga  
Mrs A Thomson

**SECRETARY**

Mrs A Thomson

**REGISTERED OFFICE**

Burgan House  
The Causeway  
Staines  
Middlesex TW18 3PA

## **PACE PETROLEUM LIMITED**

### **DIRECTORS' REPORT**

#### **REVIEW OF THE BUSINESS**

The company did not trade throughout the year ended March 31, 2003.

#### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare accounts 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 year. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts 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 enable them to ensure that the accounts comply with the Companies Act 1985. 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.

#### **DIRECTORS AND THEIR INTERESTS**

The directors who served during the year, and after year end, were as follows:

Mr J Kitto	(resigned 21 May 2003)
Mr G Ruitinga	(appointed 21 May 2003)
Mr A Behbehani	(resigned 24 July 2002)
Mrs A Thomson	(appointed 24 July 2002)

No director has, or has had during the year, or since the year end, any interests in the company or any other group company which require disclosure under Schedule 7 of the Companies Act 1985.

By order of the Board

*A Thomson*

A Thomson                      10 July 2003  
Secretary

**PACE PETROLEUM LIMITED**

**BALANCE SHEET at March 31, 2003**

	<u>Notes</u>	<b>31 March 2003</b> £	<b>31 March 2002</b> £
<b>CREDITORS</b>			
Amounts falling due to immediate parent company after more than one year		<u>(1,340,755)</u>	<u>(1,340,755)</u>
<b>CAPITAL AND RESERVES</b>			
Called-up share capital	2	27,680	27,680
Profit and Loss Account		<u>(1,368,435)</u>	<u>(1,368,435)</u>
		<u>(1,340,755)</u>	<u>(1,340,755)</u>

For the year ended March 31, 2003 the company was entitled to exemption under section 249AA (1) of the Companies Act 1985.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 249B (2).

The directors acknowledge their responsibility for:

- (a) Ensuring the company keeps accounting records which comply with section 221;
- (b) Preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year, and if its profit and loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

*A Thomson*

Mrs A Thomson  
Director

10 July 2003

The accompanying notes are an integral part of this balance sheet.

## **PACE PETROLEUM LIMITED**

### **NOTES TO THE ACCOUNTS**

#### **1. ACCOUNTING POLICIES**

These accounts are prepared under the historical cost convention, and in accordance with applicable accounting and financial reporting standards, all of which have been applied consistently throughout this year and the preceding period.

#### **2. SHARE CAPITAL**

	<b>31 March 2003</b>	<b>31 March 2002</b>
	<b>£</b>	<b>£</b>
Authorised:		
30,000 ordinary shares of £1 each	<u>30,000</u>	<u>30,000</u>
Issued and fully paid:		
27,680 ordinary shares of £1 each	<u>27,680</u>	<u>27,680</u>

#### **3. ULTIMATE PARENT COMPANY**

The ultimate parent company of the largest group of undertakings for which group accounts are drawn up and of which the company is a member is Kuwait Petroleum Corporation, which is incorporated in Kuwait, and the parent company of the smallest such group is Kuwait Petroleum (UK Holdings) Limited, registered in England and Wales. Copies of Kuwait Petroleum (UK Holdings) Limited's accounts are available to the public and may be obtained from KPC House, 54 Pall Mall, London, SW1 5JH.