

COMPANY REGISTRATION NUMBER 2560734

**OIL SYSTEMS LIMITED
ACCOUNTS**

31 DECEMBER 2004



OIL SYSTEMS LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

Director

A J Langley

Company secretary

B A Watson

OIL SYSTEMS LIMITED

DIRECTOR'S REPORT

YEAR ENDED 31 DECEMBER 2004

The director presents his annual report together with the unaudited accounts of the company for the year ended 31 December 2004. The company is dormant and has not traded during the year.

THE DIRECTOR AND HIS INTERESTS IN SHARES OF THE COMPANY

The director who served the company during the year was as follows:

A J Langley

The director did not hold any beneficial interest in the issued share capital of the company at 1 January 2004 nor at 31 December 2004.

The interests of the director in the share capital of the immediate and ultimate parent company are shown in the accounts of that company.

Signed by



B A Watson
Company secretary

Approved by the director on 25 January 2005

OIL SYSTEMS LIMITED**BALANCE SHEET****31 DECEMBER 2004**

| | Note | 2004 £ | 2003 £ |
|---|------|------------------|------------------|
| FIXED ASSETS | | | |
| Investments | 2 | 360,245 | 360,245 |
| CURRENT ASSETS | | | |
| Debtors | 3 | 2 | 2 |
| CREDITORS: Amounts falling due within one year | 4 | <u>(360,245)</u> | <u>(360,245)</u> |
| NET CURRENT LIABILITIES | | <u>(360,243)</u> | <u>(360,243)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>2</u> | <u>2</u> |
| CAPITAL AND RESERVES | | | |
| Called-up equity share capital | 5 | 2 | 2 |
| EQUITY SHAREHOLDER'S FUNDS | | <u>2</u> | <u>2</u> |

Statements:

- (a) For the year ended 31 December 2004 the company was entitled to exemption under section 249AA(1) of the Companies Act 1985.
- (b) Members have not required the company to obtain an audit in accordance with section 249B(2) of the Companies Act 1985.
- (c) The director acknowledges his responsibility for:
- (i) ensuring the company keeps accounting records in accordance with section 221, and
 - (ii) 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 of its profit and loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

These accounts were approved and signed by the director on 25 January 2005



A J Langley
Director

The notes on pages 4 to 5 form part of these accounts.

OIL SYSTEMS LIMITED**NOTES TO THE ACCOUNTS****YEAR ENDED 31 DECEMBER 2004**

1. DORMANT STATUS

The company was dormant (within the meaning of section 249AA of the Companies Act 1985) throughout the year ended 31 December 2004. The company has not traded during the year or during the preceding financial year. During these periods, the company received no income and incurred no expenditure and therefore made neither a profit nor a loss.

2. INVESTMENTS

| | Total £ |
|--|-------------------------------|
| COST | |
| At 1 January 2004 and 31 December 2004 | <u>360,245</u> |
| NET BOOK VALUE | |
| At 31 December 2004 | <u>360,245</u> |
| At 31 December 2003 | <u>360,245</u> |
| | |
| | 2004 £ |
| | 2003 £ |
| Unlisted Investments | <u>360,245</u> <u>360,245</u> |

The company's investments in the ordinary share capital of unlisted companies at the balance sheet date include the following:

| Company | Country of Incorporation | %age Holdings | Nature of business |
|--------------------------|-----------------------------|------------------|--------------------|
| Buckley & Taylor Limited | England | 100 | Dormant |

The net assets of Buckley and Taylor Limited at 31 December 2004 amount to £360,245 (2003 - £360,245).

3. DEBTORS

| | | |
|------------------------------------|-----------|-----------|
| | 2004 £ | 2003 £ |
| Amounts owed by group undertakings | <u>2</u> | <u>2</u> |

4. CREDITORS: Amounts falling due within one year

| | | |
|------------------------------------|----------------|----------------|
| | 2004 £ | 2003 £ |
| Amounts owed to group undertakings | <u>360,245</u> | <u>360,245</u> |

OIL SYSTEMS LIMITED
NOTES TO THE ACCOUNTS
YEAR ENDED 31 DECEMBER 2004

5. SHARE CAPITAL

Authorised share capital:

| | 2004 | 2003 |
|----------------------------------|--------------|--------------|
| | £ | £ |
| 1,000 Ordinary shares of £1 each | <u>1,000</u> | <u>1,000</u> |

Allotted, called up and fully paid:

| | 2004 | | 2003 | |
|----------------------------|----------|----------|----------|----------|
| | No | £ | No | £ |
| Ordinary shares of £1 each | <u>2</u> | <u>2</u> | <u>2</u> | <u>2</u> |

6. ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of H Q Engineers Limited, a company registered in England, whose ultimate parent company is Langley Holdings plc, a company also registered in England. Copies of the accounts of Langley Holdings plc may be obtained from the Registrar of Companies.

Langley Holdings plc is controlled by A J Langley, the director of the company.