

BP TANJUNG IV LIMITED
(formerly BP Kasuri Limited and BP Wind Energy Limited)
(Registered No 5319378)

ANNUAL REPORT AND ACCOUNTS 2010

Board of Directors: J H Bartlett
M R Illingworth
W W L Lin
A P Martin
J S Blythe

REPORT OF THE DIRECTORS

The directors present their report and accounts for the year ended 31 December 2010.

Results and dividends

The company has not traded during the financial year. There has been no income or expenditure and, therefore, no change in the company's position has arisen. Accordingly, no profit and loss account has been prepared.

The company has not declared any dividends during the year (2009 £Nil). The directors do not propose the payment of a dividend.

Principal activity and review of the business

The company was dormant in the previous year and became active as a result of an allotment of a share to the immediate parent company on 6 May 2010. In addition to that, the share previously held by BP Alternative Energy International Limited was transferred to the immediate parent company on the same day.

There were no other activities during the financial year apart from the movement in share capital.

No key financial and other performance indicators have been identified for this company.

Principal risks and uncertainties

The company aims to deliver sustainable value by identifying and responding successfully to risks. Risk management is integrated into the process of planning and performance management at a group level. Monitoring and accountability for the management of these risks occur through quarterly performance reviews at a group level.

Consider carefully the risks described below, the potential impact of their occurrence on the business, financial condition and results of operations on the company.

Company level risks have been categorised against the following areas: compliance and control. In addition, we have also set out a further category of risk for your attention – resulting from the Gulf of Mexico oil spill (the Incident).



BP TANJUNG IV LIMITED

REPORT OF THE DIRECTORS

Gulf of Mexico oil spill

The Gulf of Mexico oil spill has had and could continue to have a material adverse impact on BP as a group, and consequently may also have an adverse impact on BP Tanjung IV Limited.

There is significant uncertainty in the extent and timing of costs and liabilities relating to the Incident, the impact of the Incident on the reputation of the BP group and the resulting possible impact on the company's ability to access new opportunities. There is also significant uncertainty regarding potential changes in applicable regulations and the operating environment that may result from the Incident. These increase the risks to which the group and therefore the company are exposed to. These uncertainties are likely to continue for a significant period. Thus, the Incident has had, and could continue to have, a material adverse impact on the group's business, competitive position, financial performance, cash flows, prospects, liquidity, shareholder returns and/or implementation of its strategic agenda, particularly in the US.

The BP group income statement for the year ended 31 December 2010 includes a pre-tax charge of \$40.9 billion in relation to the Gulf of Mexico oil spill. The total amounts that will ultimately be paid by the BP group in relation to all obligations relating to the Incident are subject to significant uncertainty and the ultimate exposure and cost to the BP group will be dependent on many factors. The risks associated with the Incident could also heighten the impact of the other risks to which the company is exposed as further described below. Further information on the Incident, is included within the BP group Annual Report and Form 20-F for the year ended 31 December 2010.

Compliance and control risks

Reporting

External reporting of financial and non-financial data is reliant on the integrity of systems and people. Failure to report data accurately and in compliance with external standards could result in regulatory action, legal liability and damage to the company's reputation.

Events since the balance sheet date

On 1 April 2011, BP Tanjung IV signed a Production Sharing Contract with Badan Pelaksana Kegiatan Usaha Hulu Minyak Dan Gas Bumi (BPMIGAS) and PT Hulu Energi Metan PT Pertamina Hulu Energi Tanjung IV (PHE Tanjung IV). On 6 April 2011, a signature bonus of \$1,000,000 relating to the PSC was paid.

Directors

The present directors are listed on page 1.

Changes since 1 January 2010 are as follows:

	<u>Appointed</u>	<u>Resigned</u>
J H Bartlett	29 April 2010	-
M R Illingworth	29 April 2010	-
W W L Lin	29 April 2010	-
A P Martin	29 April 2010	-
J S Blythe	11 May 2010	-
C W Coburn	-	29 April 2010
D Emery	-	29 April 2010

BP TANJUNG IV LIMITED

REPORT OF THE DIRECTORS

Directors' indemnity

The company indemnifies the directors in its Articles of Association to the extent allowed under section 232 of the Companies Act 2006.

Policy and practice on payment of creditors

It is the company's policy to follow the CBI's prompt payment code of practice for all suppliers to the company with payments made in accordance with the relevant contractual payment terms. A copy of the code of practice may be obtained from the CBI.

The number of days' purchases represented by trade creditors at the year-end was nil

Auditors

In the absence of a notice proposing that the appointment be terminated, Ernst & Young LLP will be deemed to be re-appointed as the company's auditor for the next year

Directors' statement as to the disclosure of information to the auditor

The directors who were members of the board at the time of approving the directors' report are listed on page 1. Having made enquiries of fellow directors and of the company's auditor, each of these directors confirms that:

- To the best of each director's knowledge and belief, there is no information relevant to the preparation of their report of which the company's auditor is unaware; and
- Each director has taken all the steps a director might reasonably be expected to have taken to be aware of relevant audit information and to establish that the company's auditor is aware of that information

By Order of the Board



Chris Eng
For and on behalf of
Sunbury Secretaries Limited
Company Secretary

26 MAY 2011

Registered Office

Chertsey Road
Sunbury on Thames
Middlesex
TW16 7BP
United Kingdom

BP TANJUNG IV LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom accounting standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the profit or loss for that period. In preparing these 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 United Kingdom accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

The directors confirm that they have complied with these requirements and, having a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future, continue to adopt the going concern basis in preparing the accounts.

BP TANJUNG IV LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
BP TANJUNG IV LIMITED

We have audited the financial statements of BP Tanjung IV Limited for the year ended 31 December 2010 which comprise the Balance Sheet, the accounting policies and the related notes 1 to 10. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom accounting standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 auditors' 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

As explained more fully in the Statement of Directors' Responsibilities set out on page 4, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). These standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2010
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us, or
- the company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.

Ernst & Young LLP

William Testa (Senior Statutory Auditor)
for and on behalf of Ernst & Young LLP, Statutory Auditor

London

31 May 2011

BP TANJUNG IV LIMITED

ACCOUNTING POLICIES

Accounting standards

These accounts are prepared in accordance with applicable UK accounting standards

Accounting convention

The accounts are prepared under the historical cost convention

As the company did not trade during the year, no profit and loss account has been prepared

Statement of cash flows

The group accounts of the ultimate parent undertaking contain a consolidated cash flow statement. The company has taken advantage of the exemption granted by the Financial Reporting Standard No 1 (Revised), whereby it is not required to publish its own cash flow statement.

Trade and other debtors

Trade and other debtors are carried at the original invoice amount, less allowances made for doubtful receivables. Provision is made when there is objective evidence that the company will be unable to recover balances in full. Balances are written off when the probability of recovery is assessed as being remote.

BP TANJUNG IV LIMITED
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BALANCE SHEET AT 31 DECEMBER 2010

	Note	<u>2010</u> £	<u>2009</u> £
Current assets			
Debtors	3	<u>2</u>	<u>1</u>
NET ASSETS		<u>2</u>	<u>1</u>
Represented by			
Capital and reserves			
Called up share capital	4	<u>2</u>	<u>1</u>
SHAREHOLDERS' FUNDS – EQUITY INTERESTS		<u>2</u>	<u>1</u>

On behalf of the Board

M R Illingworth

M Illingworth
Director

26 MAY 2011

BP TANJUNG IV LIMITED

NOTES TO THE ACCOUNTS

1. Auditor's remuneration

	<u>2010</u>	<u>2009</u>
	£	£
Fees for the audit of the company	<u>3,119</u>	<u>-</u>

Fees paid to the company's auditor, Ernst & Young LLP, and its associates for services other than the statutory audit of the company are not disclosed in these accounts since the consolidated accounts of BP Tanjung IV Limited's ultimate parent, BP p l c., are required to disclose non-audit fees on a consolidated basis

The fees were borne by another group company

2. Directors and employees

(a) Remuneration of directors

None of the directors received any fees or remuneration for services as a director of the company during the financial year (2009 £Nil)

(b) Employee costs

The company had no employees during the year (2009 Nil)

3. Debtors

	<u>2010</u>	<u>2009</u>
	After 1 year	After 1 year
	£	£
Amounts owed by group undertakings	<u>2</u>	<u>1</u>

4. Called up share capital

	<u>2010</u>	<u>2009</u>
	£	£
Allotted, called up and unpaid		
1 Ordinary share of £1 for a total nominal value of £1	1	1
1 Ordinary share of \$1 for a total nominal value of \$1	<u>1</u>	<u>-</u>
	<u>2</u>	<u>1</u>

On 6 May 2010, 1 ordinary share of \$1 for a total nominal value of \$1, was allotted to the immediate parent company at par value

BP TANJUNG IV LIMITED

NOTES TO THE ACCOUNTS

5. Capital and reserves

	Called up share capital
	£
At 1 January 2010	1
Issue of ordinary share capital	1
At 31 December 2010	<u>2</u>

6. Reconciliation of movements in shareholders' funds

	2010	2009
	£	£
Issue of ordinary share capital	1	-
Net increase in shareholders' funds	1	-
Shareholders' funds at 1 January	1	1
Shareholders' funds at 31 December	<u>2</u>	<u>1</u>

7. Related party transactions

The company has taken advantage of the exemption contained within Financial Reporting Standard No 8 "Related Party Disclosures", and has not disclosed transactions entered into with group companies. There were no other related party transactions in the year.

8. Post balance sheet events

On 1 April 2011, BP Tanjung IV signed a Production Sharing Contract with Badan Pelaksana Kegiatan Usaha Hulu Minyak Dan Gas Bumi (BPMIGAS) and PT Hulu Energi Metan PT Pertamina Hulu Energi Tanjung IV (Phe Tanjung IV). On 6 April 2011, a signature bonus of \$1,000,000 relating to the PSC was paid.

9. Pensions

The company does not directly employ any staff and therefore does not directly bear any pension charge.

10. Immediate and ultimate parent undertaking

The immediate parent undertaking of this company is BP Exploration Operating Company Limited, a company registered in England and Wales. The ultimate parent undertaking of the group of undertakings for which group accounts are drawn up, and of which the company is a member, is BP plc, a company registered in England and Wales. Copies of BP plc's accounts can be obtained from 1 St James's Square, London, SW1Y 4PD.