

GILKS (ELECTRICAL HOLDINGS) LIMITED

**REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
31 DECEMBER 2000**



GILKS (ELECTRICAL HOLDINGS) LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2000

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GILKS (ELECTRICAL HOLDINGS) LIMITED

**COMPANY INFORMATION
AS AT 31 DECEMBER 2000**

DIRECTORS	M C Beeston N R W Winzer
SECRETARY	N R W Winzer
COMPANY NUMBER	2440021 (England and Wales)
REGISTERED OFFICE	10B Beam Street Nantwich Cheshire CW5 5LP
AUDITORS	Horwath Lyon Griffiths Chartered Accountants and Registered Auditor 63-67 Welsh Row Nantwich Cheshire CW5 5EW
BANKERS	Barclays Bank plc 11 Churchyardside Nantwich Cheshire CW5 5DH

GILKS (ELECTRICAL HOLDINGS) LIMITED

DIRECTORS' REPORT

The directors have pleasure in submitting their Report and the Financial Statements for the year ended 31 December 2000.

DIRECTORS

The directors and their interest in the shares of the Company were:-

	31 December	
	<u>2000</u>	<u>1999</u>
M C Beeston	-	-
N R W Winzer	-	-

The interests of the directors in the shares of the ultimate parent company are shown in the financial statements of that company.

ACTIVITIES

The principal activity of the Company is that of a holding company.

DIVIDENDS

The company paid a dividend of £27,000 from retained profits during the year.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the company's state of affairs at the end of the year and of its profit or loss 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 assume 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 to enable them to ensure that the financial statements 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 or other irregularities.

AUDITORS

The auditors, Horwath Lyon Griffiths, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

On behalf of the board



N R W Winzer
Secretary

GILKS (ELECTRICAL HOLDINGS) LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the Financial Statements on pages 3 to 7 which have been prepared under the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of the information in the financial statements.

UNQUALIFIED OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2000 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

NANTWICH - 13th March 2001

Horwath Lyon Griffiths
HORWATH LYON GRIFFITHS
CHARTERED ACCOUNTANTS
AND REGISTERED AUDITORS

GILKS (ELECTRICAL HOLDINGS) LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2000**

	NOTES	2000 £	1999 £
TURNOVER		-	-
OPERATING PROFIT		-	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		-	-
Tax on Ordinary Activities	2	-	(14)
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		-	14
DIVIDENDS (in respect of equity shares)		(27,000)	-
RETAINED PROFIT/(LOSS) FOR YEAR	7	(27,000)	14

Total recognised gains and losses

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

The notes on pages 6 and 7 form part of these Financial Statements

GILKS (ELECTRICAL HOLDINGS) LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2000

	NOTES	2000		1999	
		£	£	£	£
FIXED ASSETS					
Investments	3		397,420		294,420
			397,420		294,420
CURRENT ASSETS					
Debtors	4	-		130,000	
Cash at Bank and in Hand		233		233	
CREDITORS: amounts falling due within one year		-		-	
NET CURRENT ASSETS			233		130,233
TOTAL ASSETS LESS CURRENT LIABILITIES			397,653		424,653
CREDITORS: amounts falling due after more than one year	5		240,115		240,115
NET ASSETS			157,538		184,538
CAPITAL AND RESERVES					
Called up Share Capital	6		116,002		116,002
Profit and Loss Account	7		41,536		68,536
SHAREHOLDERS FUNDS			157,538		184,538

The financial statements were approved by the Board of Directors on 12th March 2001 and were signed on its behalf by:-



..... M C Beeston - Director

GILKS (ELECTRICAL HOLDINGS) LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2000**

	2000	1999
	£	£
NET CASH INFLOW FROM OPENING ACTIVITIES	-	-
Equity dividends paid	(27,000)	-
	(27,000)	-
FINANCING		
Payment on intercompany loan account	27,000	-
INCREASE IN CASH	-	-

The notes on pages 6 and 7 form part of these Financial Statements

GILKS (ELECTRICAL HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2000

1. ACCOUNTING POLICIES

Basis of Accounting

The financial statements have been prepared under the historical cost convention. The company and its subsidiary comprise a medium-sized group and as such take advantage of the exemption provided by section 248 of the Companies Act 1985 not to prepare group accounts. As a result these financial statements present information about the company as an individual undertaking and not about its group.

2. TAX ON ORDINARY COMPANY ACTIVITIES

	<u>2000</u> £	<u>1999</u> £
Corporation Tax based on the profits of the period	-	-
Adjustment relating to prior years	-	(14)
	-	(14)

3. FIXED ASSET INVESTMENTS

	<u>2000</u> £	<u>1999</u> £
Cost of Investment in subsidiary undertaking	294,420	294,420
Loan Gilks (1999) Limited	103,000	-
	397,420	294,420

The company's investment in its subsidiary undertaking represents the cost of acquisition of the whole of the share capital of Gilks (Nantwich) Limited, a company registered in England, which is an electrical contractor.

At 31 December 2000, the aggregate of the share capital and reserves of Gilks (Nantwich) Limited amounted to £1,021,562 (1999 £904,336) and the profit for the year to that date was £117,226 (1999 £59,639).

4. DEBTORS

	<u>2000</u> £	<u>1999</u> £
Amount due from Gilks (1999) Limited	-	130,000

Amounts previously included in Debtors are now shown within Fixed Asset Investments (Note 2)

5. CREDITORS: amounts falling due after more than one year

	<u>2000</u> £	<u>1999</u> £
Amounts owed to Gilks (Nantwich) Limited	240,115	240,115

There is a cross guarantee and debenture between Gilks (Electrical Holdings) Limited and Gilks (Nantwich) Limited in favour of Barclays Bank plc.

GILKS (ELECTRICAL HOLDINGS) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2000

6. SHARE CAPITAL

	<u>2000</u> £	<u>1999</u> £
Authorised: Ordinary Shares of £1 each	120,000	120,000
Issued: Ordinary Shares of £1 each	116,002	116,002

7. PROFIT AND LOSS ACCOUNT

	<u>2000</u> £	<u>1999</u> £
At 1 January 2000	68,536	25,602
Profit retained	-	14
Dividend paid	(27,000)	-
Transfer from revaluation reserve	-	42,920
At 31 December 2000	41,536	68,536

8. PARENT COMPANY AND RELATED PARTIES

The company is a wholly owned subsidiary of Gilks (1999) Limited, a company registered in England and Wales, which is controlled by M C Beeston, the majority shareholder.