

GILKS (ELECTRICAL HOLDINGS) LIMITED

**REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
31 DECEMBER 2001**



GILKS (ELECTRICAL HOLDINGS) LIMITED

**COMPANY INFORMATION
AS AT 31 DECEMBER 2001**

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 Auditors
63-67 Welsh Row
Nantwich
Cheshire
CW5 5EW

BANKERS

Barclays Bank plc
11 Churchyardside
Nantwich
Cheshire
CW5 5DH

GILKS (ELECTRICAL HOLDINGS) LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2001

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GILKS (ELECTRICAL HOLDINGS) LIMITED

DIRECTORS' REPORT

The directors have pleasure in submitting their Report and the Financial Statements for the year ended 31 December 2001.

DIRECTORS

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

	31 December	
	<u>2001</u>	<u>2000</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 £20,000 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

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF GILKS (ELECTRICAL HOLDINGS) LIMITED

We have audited the financial statements of Gilks (Electrical Holdings) Limited for the year ended 31 December 2001 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with United Kingdom 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 judgments 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 2001 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Nantwich - 20 MARCH 2002

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 2001

	NOTES	2001 £	2000 £
TURNOVER		-	-
OPERATING PROFIT		-	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		-	-
Tax on Ordinary Activities		-	-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		-	-
DIVIDENDS (in respect of equity shares)		(20,000)	(27,000)
RETAINED PROFIT/(LOSS) FOR YEAR	5	(20,000)	(27,000)

Total recognised gains and losses

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

GILKS (ELECTRICAL HOLDINGS) LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2001

	NOTES	£	2001 £	£	2000 £
FIXED ASSETS					
Investments	2		377,420		397,420
			377,420		397,420
CURRENT ASSETS					
Cash at Bank and in Hand		233		233	
CREDITORS: amounts falling due within one year		-		-	
NET CURRENT ASSETS			233		233
TOTAL ASSETS LESS CURRENT LIABILITIES			377,653		397,653
CREDITORS: amounts falling due after more than one year	3		240,115		240,115
NET ASSETS			137,538		157,538
CAPITAL AND RESERVES					
Called up Share Capital	4		116,002		116,002
Profit and Loss Account	5		21,536		41,536
SHAREHOLDERS FUNDS			137,538		157,538

The financial statements were approved by the Board of Directors on
its behalf by:-

19/3/02

and were signed on


..... M C Beeston - Director

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

GILKS (ELECTRICAL HOLDINGS) LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2001**

	2001 £	2000 £
NET CASH INFLOW FROM OPENING ACTIVITIES	-	-
Equity dividends paid	(20,000)	(27,000)
	(20,000)	(27,000)
FINANCING		
Payment on intercompany loan account	20,000	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 2001

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. FIXED ASSET INVESTMENTS

	<u>2001</u> £	<u>2000</u> £
Cost of Investment in subsidiary undertaking	294,420	294,420
Loan Gilks (1999) Limited	83,000	103,000
	377,420	397,420

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 2001 the aggregate of the share capital and reserves of Gilks (Nantwich) Limited amounted to £1,186,059 (2000 £1,021,562) and the profit for the year to that date was £164,497 (2000 £117,226).

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

	<u>2001</u> £	<u>2000</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 2001

4. SHARE CAPITAL

	<u>2001</u> £	<u>2000</u> £
Authorised: Ordinary Shares of £1 each	120,000	120,000
Issued: Ordinary Shares of £1 each	116,002	116,002

5. PROFIT AND LOSS ACCOUNT

	<u>2001</u> £	<u>2000</u> £
At 1 January 2001	41,536	68,536
Profit retained	-	-
Dividend paid	(20,000)	(27,000)
At 31 December 2001	21,536	41,536

6. 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.