

Annington Subsidiary Holdings Limited
(Registered Number: 3482521)

Report and Accounts
Year Ended 31 March 2000



Annington Subsidiary Holdings Limited

Directors' Report For The Year Ended 31 March 2000

The Directors present their report and the audited accounts of the Company for the year ended 31 March 2000.

The Company's principal activity during the period was as a holding Company.

Results and dividends

The Company has not traded during the year and has received no income and incurred no expenditure. Consequently, during the year the Company has neither made a profit nor a loss (1999: £nil).

No dividend has been paid or proposed.

Directors and their interests

The Directors who held office during the period are given below:

FS Duncan

RJA Golding (resigned 11 June 1999)

L Howes (appointed 17 June 1999)

The Directors had no interests in the shares of the Company or any other Company within the Annington Holdings plc Group.

Statement of Directors' responsibilities

Company law requires the Directors to prepare financial statements for each financial period 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 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;
- state whether applicable 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 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 and other irregularities.

Annington Subsidiary Holdings Limited

Directors' Report For The Year Ended 31 March 2000

Auditors

The Company has elected to dispense with the requirements to appoint auditors annually in accordance with Section 386. In the absence of a notice proposing that the appointment be terminated, the auditors will be deemed to be re-appointed for the next financial year.

By Order of the Board

A handwritten signature in black ink, appearing to read 'F. S. Duncan', written in a cursive style.

F. S. Duncan

Director

4 July 2000

Auditors' Report To The Members of Annington Subsidiary Holdings Limited

We have audited the financial statements on pages 4 to 7 which have been prepared under the historical cost convention, and the accounting policies set out on page 6.

Respective responsibilities of Directors and auditors

The Directors are responsible for preparing the Annual Report. As described on page 1, this includes responsibility for preparing the Financial Statements, in accordance with applicable United Kingdom accounting standards. Our responsibilities as independent auditors are established in the United Kingdom by statute, the Auditing Practices Board and our profession's ethical guidance.

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 United Kingdom Companies Act. 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 is not disclosed.

We read the other information contained in the Annual Report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the Financial Statements.

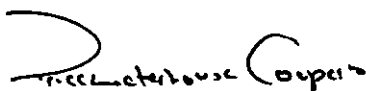
Basis of opinion

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 information in the Financial Statements.

Opinion

In our opinion the Financial Statements give a true and fair view of the state of the Company's affairs as at 31 March 2000 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



PricewaterhouseCoopers
Chartered Accountants
& Registered Auditors
Southwark Towers
32 London Bridge Street
London SE1 9SY

4 July 2000

Annington Subsidiary Holdings Limited

Profit & Loss Account For The Year Ended 31 March 2000

	Note	2000 £'000	1999 £'000
Turnover		-	-
Administration expenses		-	-
Operating profit		-	-
Interest payable and similar charges		-	-
Interest receivable and similar charges		-	-
Profit on ordinary activities before taxation		-	-
Tax on profit on ordinary activities		-	-
Profit for the financial period		-	-
Dividends		-	-
Retained profit for the financial period		-	-

Although the Company did not trade during the year, no operations were discontinued.

Statement Of Total Recognised Gains And Losses For The Year Ended 31 March 2000

There are no recognised gains or losses other than the profit for the period.

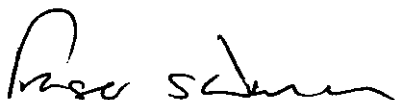
The notes on pages 6 to 7 form part of these accounts.

Annington Subsidiary Holdings Limited

Balance Sheet as at 31 March 2000

	Note	31 March 2000 £'000	31 March 1999 £'000
Fixed assets			
Investments	2	25	25
		25	25
Creditors – Amounts falling due			
Within one year	3	(25)	(25)
Net current liabilities		-	-
Total assets less current liabilities		-	-
		-	-
Capital and reserves:			
Called up share capital	4	-	-
Total equity shareholders' funds		-	-

Approved By The Board On 4 July 2000



F.S. Duncan
Director

The notes on pages 6 to 7 form part of these accounts.

Annington Subsidiary Holdings Limited

Notes To The Accounts For The Year Ended 31 March 2000

1 Accounting policies

These financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

Investments in group undertakings

The Company's investments in the shares of group undertakings are stated at historic cost with write downs for any permanent diminution in value of the subsidiary.

2 Investment in group undertaking

	2000 £	1999 £
As at 31 March 1999	25,005	25,005
Additions	-	-
Disposals	-	-
At 31 March 2000	25,005	25,005

The principal undertakings at 31 March 2000, all of which are wholly owned, are shown below:

Name of subsidiary undertaking	Country of Registration	Principal Activity
Annington Property Limited	England and Wales	Property Investment
Annington Finance No. 1 plc	England and Wales	Finance
Annington Finance No. 4 plc	England and Wales	Finance

3 Creditors - Amounts falling due within one year

	2000 £'000	1999 £'000
Amounts due to group undertakings	25	25
	25	25

Amounts due to group undertakings are unsecured, interest free and repayable on demand.

4 Called up share capital

	2000 £	1999 £
Authorised	100	100
Allotted and fully paid		
100 Ordinary shares of £1 each - fully paid	100	100
	100	100

Annington Subsidiary Holdings Limited

Notes To The Accounts For The Year Ended 31 March 2000

5 Reconciliation of movements in shareholders' funds

	2000 £'000	1999 £'000
Net proceeds of issue of shares	-	-
Net change in shareholders' funds	-	-
Shareholders' funds as at 31 March 1999	-	-
Shareholders' funds as at 31 March 2000	-	-

6 Employees

The Company had no employees during the period (1999: £nil).

7 Directors' emoluments

The Directors of the Company received no emoluments during the period (1999: £nil).

8 Cash flow statement exemption

The Company is a wholly owned subsidiary of Annington Holdings plc and is included in the consolidated financial statements of Annington Holdings plc which include a consolidated cash flow statement. The Company has therefore elected to make use of the exemption provided in Financial Reporting Standard 1 (revised 1996) "Cash Flow Statements" not to produce its own cash flow statement.

9 Other related party transactions

The Company is a wholly owned subsidiary of Annington Holdings plc and is included in the consolidated financial statements of Annington Holdings plc. The Company has taken advantage of the exemption provided in Financial Reporting Standard 8 "Related Party Disclosures" not to make disclosure of transactions with other entities that are part of the Group.

10 Parent Company

Annington Holdings plc which is registered in England and Wales, is the ultimate parent Company.

Consolidated financial statements for the period ended 31 March 2000 for Annington Holdings plc can be obtained from the Company Secretary, Windsor House, 50 Victoria Street, London SW1H 0NW.