

**FINNING MACHINES LIMITED**

**Report and Financial Statements**

**31 May 2000**



**Deloitte & Touche  
10-12 East Parade  
Leeds  
LS1 2AJ**

**REPORT AND FINANCIAL STATEMENTS 2000**

<b>CONTENTS</b>	<b>Page</b>
<b>Officers and professional advisers</b>	<b>1</b>
<b>Directors' report</b>	<b>2</b>
<b>Statement of directors' responsibilities</b>	<b>3</b>
<b>Auditors' report</b>	<b>4</b>
<b>Profit and loss account</b>	<b>5</b>
<b>Balance sheet</b>	<b>6</b>
<b>Notes to the accounts</b>	<b>7</b>

**REPORT AND FINANCIAL STATEMENTS 2000**

**OFFICERS AND PROFESSIONAL ADVISERS**

**DIRECTORS**

P D Barker  
M P Goodchild

**SECRETARY**

P D Barker

**REGISTERED OFFICE**

Freeman Road  
North Hykeham  
Lincoln  
LN6 9AP

**BANKERS**

Bank of Scotland  
The Cardinals Hat  
266/268 High Street  
Lincoln  
LN2 1TG

**SOLICITORS**

Hammond Suddards Edge  
2 Park Lane  
Leeds  
LS1 1ES

**AUDITORS**

Deloitte & Touche  
Chartered Accountants  
10-12 East Parade  
Leeds  
LS1 2AJ

## **DIRECTORS' REPORT**

The directors present their annual report and the audited financial statements for the year ended 31 May 2000.

### **ACTIVITIES AND FUTURE PROSPECTS**

The result for the year relates to the release of an over provision of corporation tax from prior years. The company has not traded during the year and is not expected to recommence trading in the foreseeable future.

### **DIRECTORS AND THEIR INTERESTS**

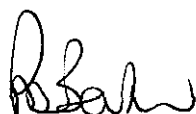
The present membership of the board is set out on page 1.

None of the directors had any interests in the share capital of the company during the year. All the directors in office at the end of the year are also directors of the ultimate parent company Cooling Power Holdings Limited. Their shareholdings in the ultimate parent are disclosed in the financial statements of that company.

### **AUDITORS**

Pursuant to Section 386 of the Companies Act 1985, as inserted by Section 199 of the Companies Act 1989, an Elective Resolution was passed, dispensing with the requirement to appoint auditors annually. Therefore, Deloitte & Touche are deemed to continue as auditors.

Approved by the Board of Directors  
and signed on behalf of the Board



P D Barker  
Director

9 October 2000

## **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year 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 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group 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.



## **FINNING MACHINES LIMITED**

### **AUDITORS' REPORT TO THE MEMBERS**

We have audited the financial statements on pages 5 to 8 which have been prepared under the accounting policies set out on page 7.

#### **Respective responsibilities of directors and auditors**

As described on page 3 the company's directors are responsible for the preparation of financial statements, which are required to be prepared in accordance with applicable United Kingdom law and accounting standards. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

#### **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 judgements made by the directors in the preparation of the financial statements and of whether the accounting policies are appropriate to the circumstances of the company, 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 affairs of the company as at 31 May 2000 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**Deloitte & Touche**

Chartered Accountants and  
Registered Auditors

16 October 2000

**PROFIT AND LOSS ACCOUNT**  
**31 May 2000**

	Note	2000 £	1999 £
<b>TURNOVER : discontinued operations</b>		-	-
Cost of sales		-	-
Gross profit		-	-
Administrative expenses		-	-
<b>OPERATING PROFIT : discontinued operations</b>		-	-
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		-	-
Tax on profit on ordinary activities	3	49,116	-
<b>RETAINED PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION TRANSFERRED TO RESERVES</b>		49,116	-

All results derive from discontinued operations.

There are no recognised gains and losses for the current financial year and preceding year, other than as stated in the profit and loss account. Therefore, no statement of total recognised gains and losses has been presented.

## BALANCE SHEET

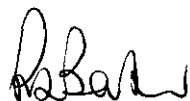
31 May 2000

	Note	2000 £	1999 £
<b>CURRENT ASSETS</b>			
Debtors	4	295,137	295,137
Cash at bank and in hand		-	-
		<u>295,137</u>	<u>295,137</u>
<b>CREDITORS: amounts falling due within one year</b>	5	<u>(13,147)</u>	<u>(62,263)</u>
<b>NET CURRENT ASSETS</b>		<u>281,990</u>	<u>232,874</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>281,990</u>	<u>232,874</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	6	100	100
Profit and loss account	7	<u>281,890</u>	<u>232,774</u>
<b>TOTAL EQUITY SHAREHOLDERS' FUNDS</b>		<u>281,990</u>	<u>232,874</u>

These financial statements were approved by the Board of Directors on

9 October 2000.

Signed on behalf of the Board of Directors



P D Barker

Director



## NOTES TO THE ACCOUNTS

Year ended 31 May 2000

## 1. ACCOUNTING POLICIES

The particular accounting policies adopted are described below.

**Accounting convention**

The financial statements are prepared under the historical cost convention.

**Turnover**

Turnover represents invoiced sales less allowances, trade discounts and value added tax.

## 2. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

**Directors' emoluments**

The directors received no emoluments during the year (1999: £Nil). The directors are paid by other group companies, the Managing Director is paid by the ultimate parent company, Cooling Power Holdings Limited and the other director is paid by a fellow subsidiary, Specialist Heat Exchanges Limited. It is not possible to determine separately the amount of the directors' emoluments which relate to Finning Machines Limited.

## 3. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2000 £	1999 £
Adjustment in respect of prior years	49,116	-

## 4. DEBTORS

	2000 £	1999 £
Amounts owed by fellow subsidiaries	295,137	295,137

## 5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2000 £	1999 £
Amounts owed to parent undertaking	13,147	13,147
Corporation tax	-	49,116
	13,147	62,263

## 6. CALLED UP SHARE CAPITAL

	2000 £	1999 £
Authorised, allotted, issued and fully paid: 100 ordinary shares of £1 each	100	100

**NOTES TO THE ACCOUNTS****Year ended 31 May 2000****7. RESERVES**

	<b>Profit and loss Account £</b>
At 1 June 1999	232,774
Profit for the year	49,116
	<hr/>
At 31 May 2000	281,890
	<hr/>

**8. ULTIMATE PARENT COMPANY**

The company's ultimate parent company is Cooling Power Holdings Limited, a company registered in England and Wales.

Copies of the group accounts of Cooling Power Holdings Limited are available from Companies House, Crown Way, Maindy, Cardiff CF4 3UZ.

**9. RELATED PARTY TRANSACTIONS**

The company has taken advantage of the exception within paragraph 3(c) of Financial Reporting Standard 8 not to disclose related party transactions with other group companies.

**10. CONTINGENT LIABILITIES**

The company is party to an unlimited cross-company guarantee in respect of the external borrowings of Cooling Power Holdings Limited, Cooling Power Industries Limited, Specialist Heat Exchangers Limited and Tube Fins Limited and a debenture incorporating fixed and floating charges over all assets of the company.