

CFI HYDRO LIMITED

ACCOUNTS FOR THE YEAR ENDED  
30 JUNE 1999

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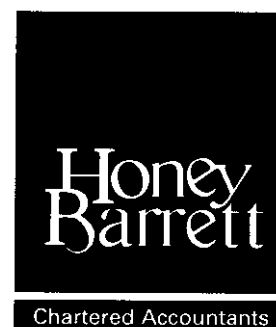
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Registered office : 1 High Street  
Lewes East Sussex BN7 2AD

Company No: 3174706



1 High Street Lewes  
East Sussex BN7 2AD

## CFI HYDRO LIMITED

### DIRECTOR'S REPORT

The director presents his report and the accounts for the year ended 30 June 1999.

#### Director

The director who served during the year and his beneficial interest in the issued share capital of the company was as follows:

	Ordinary shares of £1 each	
	30 June 1999	1 July 1998
F T Chester	67	67

#### Director's responsibilities

Company law requires the director to prepare, for each financial year, accounts 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 year. In preparing those accounts, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company, and which enable him to ensure that the accounts comply with the Companies Act 1985. He is 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.

#### Principal activity

The company's principal activity was that of chartered civil engineering.

#### Year 2000

The director has not undertaken a formal review of the risk that the company's business and operations will be affected by what is known as the Year 2000 problem (or Millenium bug). However the director does not feel that the company will be adversely affected by the potential failure of any of its own computer systems or by those of its customers or suppliers.

#### Small company exemptions

This report has been prepared in accordance with special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board



Secretary

This report was approved by the board on

31 August 1999

**CFI HYDRO LIMITED**

**UNAUDITED PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30 JUNE 1999**

Notes	1999	1998
1 Turnover	<b>69,386</b>	69,263
Administrative expenses	<b>17,788</b>	16,411
2 Operating profit	<b>51,598</b>	52,852
Interest receivable and similar income	<b>938</b>	488
Profit on ordinary activities before taxation	<b>52,536</b>	53,340
3 Tax on profit on ordinary activities	<b>11,117</b>	11,083
Profit for the financial year	<b>41,419</b>	42,257
4 Dividends	<b>28,059</b>	36,100
Retained profit for the financial period	<b>13,360</b>	6,157
Retained profit brought forward	<b>17,103</b>	10,946
Retained profit carried forward	<b>£ 30,463</b>	£ 17,103

There were no recognised gains or losses other than those included in the profit and loss account.

All disclosures in the profit and loss account relate only to continuing operations.

The notes on pages 5 to 8 form part of these accounts.

**CFI HYDRO LIMITED**

**UNAUDITED BALANCE SHEET AT 30 JUNE 1999**

Notes	1999	1998
<b>Fixed assets</b>		
5 Tangible assets	<u>5,200</u>	<u>6,225</u>
<b>Current assets</b>		
6 Debtors	2,932	4,019
Cash at bank and in hand	<u>34,056</u>	<u>19,798</u>
	36,988	23,817
7 <b>Creditors:</b> amounts falling due within one year	<u>11,625</u>	<u>12,839</u>
<b>Net current assets</b>	<u>25,363</u>	<u>10,978</u>
<b>Total assets less current liabilities</b>	<u>£ 30,563</u>	<u>£ 17,203</u>
 <b>Capital and reserves</b>		
9 Called up share capital	100	100
Profit and loss account	<u>30,463</u>	<u>17,103</u>
10 <b>Shareholders' funds</b>	<u>£ 30,563</u>	<u>£ 17,203</u>

The notes on pages 5 to 8 form part of these accounts.

This balance sheet is continued on page 4.

CFI HYDRO LIMITED

UNAUDITED BALANCE SHEET AT 30 JUNE 1999 (Continued)

In approving these accounts as director of the company I hereby confirm:

(a) that for the year ended 30 June 1999 the company is entitled to exemption under section 249A(1) of the Companies Act 1985.

(b) that no notice has been deposited at the registered office of the company pursuant to section 249B(2) of the Companies Act 1985 requesting that an audit be conducted for the year ended 30 June 1999.

(c) that I acknowledge my responsibilities for:

1. ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and

2. preparing accounts 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 its profit for the year then ended in accordance with the requirements of section 226 of the Companies Act 1985 and which otherwise comply with the requirements of the act relating to the accounts, so far as is applicable to the company.

In preparing these accounts, the director has taken advantage of special provisions of Part VII of the Companies Act 1985 applicable to small companies, on the grounds that the company qualifies as a small company by virtue of section 247 of the Companies Act 1985.

Signed on behalf of the board



F T Chester - Director

These accounts were approved by the board on 31 August 1999

**CFI HYDRO LIMITED**

**UNAUDITED NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 30 JUNE 1999**

**1 Accounting policies**

**Basis of accounting**

The accounts have been prepared under the historical cost convention.

**Compliance with accounting standards**

The accounts have been prepared in accordance with applicable accounting standards.

**Tangible fixed assets**

Depreciation is provided to write off the cost less estimated residual value of all tangible fixed assets, over their expected useful lives as follows:

Equipment	- 33.3 per cent - on cost
Motor vehicle	- 25 per cent - reducing balance method

**Turnover**

Turnover represents the invoiced amount of goods and services supplied to customers in the normal course of business. It is stated exclusive of value added tax and sales of fixed assets and is derived wholly from within the UK.

<b>2 Operating profit</b>	<b>1999</b>	<b>1998</b>
<b>Operating profit is stated after accounting for the following:</b>		
Director's emoluments	£ 9,502	£ 8,982
Depreciation (note 5)	£ 2,581	£ 2,525

<b>3 Tax on profit on ordinary activities</b>	<b>1999</b>	<b>1998</b>
U.K. corporation tax at 21% based on the taxable profit for the year	<b>11,117</b>	<b>11,264</b>
Underprovision/(overprovision) in previous years	-	(181)
	<b>£ 11,117</b>	<b>£ 11,083</b>

**CFI HYDRO LIMITED**

**UNAUDITED NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 30 JUNE 1999**

<b>4</b>	<b>Dividends</b>	<b>1999</b>	<b>1998</b>
	Paid in the year	26,059	33,500
	Proposed	2,000	2,600
		<u>£ 28,059</u>	<u>£ 36,100</u>

<b>5</b>	<b>Tangible fixed assets</b>	<b>Motor vehicle</b>	<b>Equipment</b>	<b>Total</b>
	<b>Cost</b>			
	Brought forward	9,865	2,027	11,892
	Additions	-	1,556	1,556
		<u>£ 9,865</u>	<u>£ 3,583</u>	<u>£ 13,448</u>
	<b>Depreciation</b>			
	Brought forward	4,316	1,351	5,667
	Charge for year	1,387	1,194	2,581
		<u>£ 5,703</u>	<u>£ 2,545</u>	<u>£ 8,248</u>
	<b>Net book value at 30 June 1999</b>	<u>£ 4,162</u>	<u>£ 1,038</u>	<u>£ 5,200</u>
	<b>Net book value at 30 June 1998</b>	<u>£ 5,549</u>	<u>£ 676</u>	<u>£ 6,225</u>

<b>6</b>	<b>Debtors</b>	<b>1999</b>	<b>1998</b>
	Advance corporation tax	-	650
	Director's current account	1,922	2,570
	Prepayments	1,010	799
		<u>£ 2,932</u>	<u>£ 4,019</u>

**CFI HYDRO LIMITED**

**UNAUDITED NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 30 JUNE 1999**

<b>7</b>	<b>Creditors: amounts falling due within one year</b>	<b>1999</b>	<b>1998</b>
	Corporation tax (note 8)	6,717	7,039
	Accruals	999	940
	Other taxes and social security costs	1,897	1,871
	Proposed dividend	2,000	2,600
	Other creditors	12	389
		<u>£ 11,625</u>	<u>£ 12,839</u>

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<b>8</b>	<b>Corporation tax</b>	<b>1999</b>	<b>1998</b>
	U.K. corporation tax payable	11,117	11,264
	Advance corporation tax recoverable	(4,400)	(8,750)
		<u>6,717</u>	<u>2,514</u>
	Advance corporation tax payable	-	4,525
		<u>£ 6,717</u>	<u>£ 7,039</u>

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<b>9</b>	<b>Share capital</b>	<b>1999</b>	<b>1998</b>
	<b>Authorised</b>		
	1,000 ordinary shares of £1 each	<u>£ 1,000</u>	<u>£ 1,000</u>
	<b>Allotted, called up and fully paid</b>		
	100 ordinary shares of £1 each	<u>£ 100</u>	<u>£ 100</u>

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**CFI HYDRO LIMITED**

**UNAUDITED NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 30 JUNE 1999**

**10 Reconciliation of movements in shareholders' funds**

	<b>1999</b>	<b>1998</b>
Profit for the financial period	<b>41,419</b>	42,257
Dividends	<b>(28,059)</b>	(36,100)
	<u><b>13,360</b></u>	<u>6,157</u>
Income from new shares issued during the period	-	98
	<u><b>13,360</b></u>	<u>6,255</u>
Net additions during the year	<b>13,360</b>	6,255
Shareholders' funds brought forward	<b>17,203</b>	10,948
	<u><b>£ 30,563</b></u>	<u>£ 17,203</u>

**11 Related parties**

The company is under the control of Mr F T Chester, who owns 67% of the issued share capital of the company.

At 30 June 1999 Mr F T Chester owed the company £1,922 (1998 : £2,570). The amount has subsequently been repaid to the company.