

**Registered in England & Wales, No 461146**

**ALSTOM POWER PLANTS SERVICES LTD**

**REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31 MARCH 2005**



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**OFFICERS AND PROFESSIONAL ADVISORS**

**DIRECTORS:**

Mr R Hopkin  
Mr A Manuel  
Mr M S Worner

**SECRETARY:**

Mr R Hopkin  
Mr C G Tarrant

Appointed 30 June 2004  
Resigned 30 June 2004

**REGISTERED OFFICE:**

Booths Hall  
Chelford Road  
Knutsford  
Cheshire  
WA16 8GE

**BANKERS:**

National Westminster Bank plc  
P O Box 12258  
1 Princes Street  
London  
EC2R 8PA

**AUDITORS:**

Deloitte & Touche LLP  
Birmingham

**DIRECTORS' REPORT**

The Directors present their report and the financial statements for the year ended 31 March 2005.

**REVIEW OF THE COMPANY AND ITS ACTIVITIES**

The principal activity of the Company is to provide local contracting services in Asia for power station projects.

There are no current contracts. Sales to customers outside the Company in the year ended 31 March 2005 were £Nil (Year ended 31 March 2004 £Nil). The retained loss for the year was £Nil (Year ended 31 March 2004 loss £71,130). No dividend is proposed (2004 - £nil).

**DIRECTORS**

The Directors who held office during the year are noted on page 1.

**DIRECTORS' INTERESTS**

According to the register, kept by the Company in accordance with Section 325 of the Companies Act 1985, as at 31 March 2005, none of the Directors had any disclosable interests in the shares or debentures of the Company or any other group Company.

**AUDITORS**

Deloitte & Touche LLP have expressed their willingness to continue in office as auditors and they will be reappointed.

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



**R HOPKIN**  
**SECRETARY**  
**3 June 2005**

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

United Kingdom 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 as at the end of the financial period 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 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 the Company's system of internal control, for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ALSTOM POWER PLANTS SERVICES LTD**

We have audited the financial statements of ALSTOM Power Plants Services Ltd for the year ended 31 March 2005 which comprise the profit and loss account, the balance sheet and the related notes 1 to 11. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**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 United Kingdom law and accounting standards. Our responsibility is to audit the financial statements in accordance with relevant United Kingdom legal and regulatory requirements and 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 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 for the above year and consider the implications for our report if we become aware of any apparent misstatements.

**Basis of audit opinion**

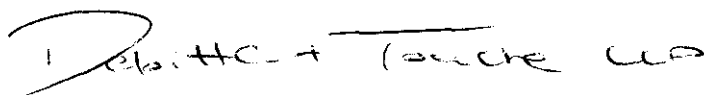
We conducted our audit in accordance with United Kingdom auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements and of whether the accounting policies are appropriate to the 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 2005 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Signature of auditors



Deloitte & Touche LLP  
Chartered Accountants and Registered Auditors  
Birmingham

30 June 2005

**PROFIT AND LOSS ACCOUNT**

For the year ended 31 March 2005

	Notes	For the Year Ended 31 March 2005 £	For the Year Ended 31 March 2004 £
Administrative Expenses		-	(4,072)
Operating (Loss)	2	-	(4,072)
Net Interest payable and similar charges	3	-	(97,543)
(Loss) on ordinary activities before taxation		-	(101,615)
Tax on (loss) on ordinary activities	4	-	30,485
Retained (loss) for the financial period		-	(71,130)
Retained loss brought forward		(451,364)	(380,234)
Retained loss carried forward		(451,364)	(451,364)

All activity has arisen from continuing operations. The Company has no recognised gains or losses other than as stated in the profit and loss account.

The accompanying notes are an integral part of this profit and loss account.

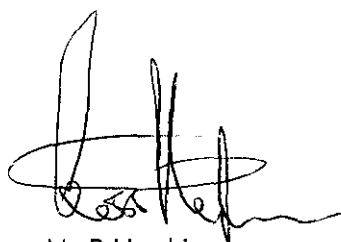
**BALANCE SHEET**

As at 31 March 2005

	Notes	31 March 2005 £	31 March 2004 £
<b>Current Assets</b>			
Debtors	5	<u>101,265</u>	<u>380,766</u>
		101,265	380,766
<b>Current Liabilities</b>			
Creditors: amounts falling due within one year	6	<u>(487,629)</u>	<u>(767,130)</u>
<b>Net Current Liabilities</b>		<u>(386,364)</u>	<u>(386,364)</u>
<b>Net Liabilities</b>		<u>(386,364)</u>	<u>(386,364)</u>
<b>Capital and reserves</b>			
Called up share capital	7	65,000	65,000
Profit and loss account		<u>(451,364)</u>	<u>(451,364)</u>
<b>Equity shareholders' deficit</b>	8	<u>(386,364)</u>	<u>(386,364)</u>

These financial statements were approved by the Board of Directors on 3 June 2005.

Signed on behalf of the Board



Mr R Hopkin  
Director

The accompanying notes are an integral part of this balance sheet.



**NOTES TO THE ACCOUNTS**

For the year ended 31 March 2005

**1. Accounting policies**

The financial statements have been prepared in accordance with applicable United Kingdom accounting standards. The particular accounting policies adopted are described below:

- a) Basis of preparation** The Company has obtained written confirmation from ALSTOM of ALSTOM's continued financial support for a period of not less than 12 months from the date of approval of these financial statements; and on this basis the directors of the Company consider it appropriate to prepare the financial statements on a going concern basis.
- b) Basis of accounting.** The financial statements are prepared under the historical cost convention. The financial statements have been prepared on the going concern basis which the directors consider appropriate given the ongoing support of the parent company.
- c) Foreign currency.** Transactions denominated in foreign currencies are recorded in the local currency at actual exchange rates as at the date of the transaction (or, where appropriate, at the rate of exchange in a related forward exchange contract). Monetary assets and liabilities denominated in foreign currencies at the period end are reported at the rates of exchange prevailing at the period end (or, where appropriate, at the rate of exchange in a related forward exchange contract). Any gain or loss arising from a change in exchange rates subsequent to the date of transaction is included as an exchange gain or loss in the profit and loss account.
- d) Taxation.** Taxation on profit on ordinary activities is that which has become or becomes payable in respect of the profits of the period. Deferred taxation is provided in full on timing differences which represent a liability at the balance sheet date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

**2. Operating (Loss)**

Operating (loss) is stated after charging:

	For the Year Ended 31 March 2005	For the Year Ended 31 March 2004
	£	£
Auditors' remuneration	-	4,000

Auditors' remuneration in 2005 was borne by another group company.

## NOTES TO THE ACCOUNTS (continued)

**3. Net Interest payable and similar charges**

	For the Year Ended 31 March 2005	For the Year Ended 31 March 2004
	£	£
Group Interest Payable	-	(135,661)
Group Interest Receivable	-	37,749
Third party interest paid	-	369
	<u>-</u>	<u>(97,543)</u>

**4. Tax on (loss) on ordinary activities**

The tax (credit) is based on the loss for the year and comprises:

	For the Year Ended 31 March 2005	For the Year Ended 31 March 2004
	£	£
UK Corporation Tax based on the (loss) for the year	<u>-</u>	<u>(30,485)</u>

The standard rate of tax for both years based on the UK standard rate of corporation tax is 30%. There is no difference between the actual tax credit for the current and previous years and the standard rate.

**5. Debtors**

	31 Mar 2005	31 Mar 2004
	£	£
Amounts falling due within one year		
Amounts owed by group undertakings	65,000	65,000
Group relief receivable	<u>36,265</u>	<u>315,766</u>
	<u>101,265</u>	<u>380,766</u>

**6. Creditors: amounts falling due within one year**

	31 Mar 2005	31 Mar 2004
	£	£
Amounts owed to group undertakings	487,629	767,130
	<u>487,629</u>	<u>767,130</u>

**NOTES TO THE ACCOUNTS (continued)****7. Share Capital**

	Authorised		Allotted and Fully paid	
	No	£	No	£
Ordinary shares of £1 each at 1 Apr 2004 and 31 Mar 2005	205,000	205,000	65,000	65,000

**8. Reconciliation of movements in shareholders' deficit**

	For the Year Ended 31 March 2005	For the Year Ended 31 March 2004
	£	£
Opening shareholders' deficit (Loss) for financial period	(386,364) -	(315,234) (71,130)
Closing shareholders' deficit	<u>(386,364)</u>	<u>(386,364)</u>

**9. Directors and Employees**

There were no employees during the year (2004 – Nil).

There were no Directors' costs during the year (2004 - £Nil).

**10. Ultimate Parent Company**

The Company's ultimate parent company and ultimate controlling party is ALSTOM a company incorporated in France. The largest and smallest group in which the results of the Company are consolidated is that headed by ALSTOM. A copy of ALSTOM's accounts can be obtained from 3, avenue Andre Malraux, 92309 Levallois-Perret Cedex, France, or via the ALSTOM website at [www.alstom.com](http://www.alstom.com).

**11. Related Party Transactions**

Pursuant to the exemption granted by Financial Reporting Standard 8 "Related Party Disclosures" transactions with other undertakings within the ALSTOM Group have not been disclosed within these accounts.