

MUCKLOW HILL (TWO) LIMITED

Annual report

for the year ended 31 March 2000

Registered no: 2642859



MUCKLOW HILL (TWO) LIMITED

**Annual report
for the year ended 31 March 2000**

	Pages
Directors' report	1
Balance sheet	2
Notes to the financial statements	3-4

**Directors report
for the year ended 31 March 2000**

The directors' present their report and the financial statements for the year ended 31 March 2000.

Review of business

During the year the company has not traded, has not incurred any liabilities and consequently has incurred neither profit nor loss.

Directors and their interests

The directors who served during the period were:

R H Browne

R E Dawson (Resigned 1 June 2000)

P L Bishop (Appointed 1 June 2000)

No director had any beneficial interest in the share capital of the company during the year ended 31 March 2000.

Directors' interests in the loan notes issued by Avon Energy Partners PLC at 31 March 2000 are disclosed in the accounts of Midlands Electricity plc, with the exception of the following:

R H Browne had 44,919 (1999: 65,583) loan notes.

By order of the Board



R H BROWNE

Secretary

31 July 2000

MUCKLOW HILL (TWO) LIMITED

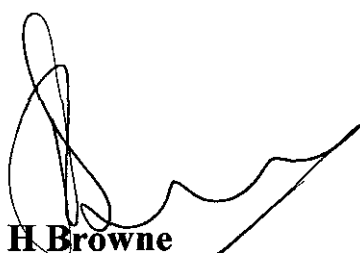
2

Balance sheet at 31 March 2000

	Notes	2000	1999
Current assets			
Debtors	3	<u>£2</u>	<u>£2</u>
Capital and reserves			
Called-up share capital	4	<u>£2</u>	<u>£2</u>

The company was dormant (within the meaning of section 250 of the Companies Act 1985) throughout the year ended 31 March 2000.

The financial statements on pages 2 to 4 were approved by the Board of Directors on 31 July 2000 and were signed on its behalf by:



R H Browne
Director

**Notes to the financial statements
for the year ended 31 March 2000****1 Principal accounting policies**

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom.

The financial statements have been prepared under the historical cost convention.

Related party transactions

As permitted by paragraph 3(c) of Financial Reporting Standard No 8, the company has taken advantage of the exemption for 90% subsidiaries not to disclose related party transactions with group entities.

2 Turnover and profit on ordinary activities before taxation

During the period the company has not traded, has not incurred any liabilities and consequently has made neither profit nor loss.

None of the directors received any remuneration in respect of their services to the company during the period.

3 Debtors

	2000	1999
Amounts falling due within one year:		
Amounts due from group undertakings	<u>£2</u>	<u>£2</u>

4 Share capital

	2000	1999
Authorised		
1000 ordinary shares of £1 each	<u>£1000</u>	<u>£1000</u>
Allotted, called up and unpaid		
2 ordinary shares of £1 each	<u>£2</u>	<u>£2</u>

5 Reconciliation of shareholders' funds

	2000	1999
Opening and closing shareholders' funds	<u>£2</u>	<u>£2</u>

6 Ultimate holding company

At 31 March 2000 the Company's intermediate holding company was Avon Energy Partners Holdings, copies of the intermediate holding company's consolidated financial statements may be obtained from The Secretary, Avon Energy Partners Holdings, Whittington Hall, Whittington, Worcester, WR5 2RB.

On 15 July 1999, GPU Inc. of the USA acquired the remaining 50% interest in Avon Energy Partners Holdings from Cinergy Corp (from the USA). The Directors regard GPU Inc. as the ultimate holding company and controlling party by virtue that it has a 100% interest in Avon Energy Partners Holdings. Copies of the ultimate holding company's consolidated financial statements may be obtained from The Secretary, GPU Inc., PO Box 1911, 300 Madison Avenue, Morristown, NJ 07962-1911, USA.