

WINDCLUSTER 2000 LIMITED

FINANCIAL STATEMENTS

31ST DECEMBER 2000

Registered number: 3682612

GRANT THORNTON

CHARTERED ACCOUNTANTS

Bristol



WINDCLUSTER 2000 LIMITED

FINANCIAL STATEMENTS

for the year ended 31st December 2000

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
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WINDCLUSTER 2000 LIMITED**COMPANY INFORMATION****31st December 2000**

INCORPORATED	England 14 December 1998
NUMBER	3682612
DIRECTORS	D A Bunker R F Maggs C Palmer
SECRETARY	D A Bunker
REGISTERED OFFICE	30 Queen Square Bristol BS1 4ND
AUDITORS	Grant Thornton Chartered Accountants 43 Queen Square Bristol BS1 4QR

WINDCLUSTER 2000 LIMITED

DIRECTORS' REPORT

31st December 2000

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

Principal activity

The principal activity is in developing projects which generate renewable energy.

Directors

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows:

	31st December 2000	1st January 2000
	Ordinary shares	Ordinary shares
D A Bunker	5,000	5,000
R F Maggs	5,000	5,000
C Palmer	30,000	30,000

Share capital

During the year, the company issued a further 8625 £1 Ordinary shares at par value to bring the total Issued Capital to 218,679 Ordinary shares.

Auditors

Grant Thornton have agreed to offer themselves for re-appointment as auditors of the company.

Small company exemptions

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

On behalf of the board



D A Bunker
Secretary

30 Queen Square
Bristol
BS1 4ND

13th August 2001

WINDCLUSTER 2000 LIMITED

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 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 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 safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

13th August 2001

On behalf of the board


D A Bunker
Director

WINDCLUSTER 2000 LIMITED**AUDITORS' REPORT**

Auditors' report to the members of

Windcluster 2000 Limited

We have audited the financial statements on pages 5 to 9 which have been prepared under the historical cost convention and 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 in accordance with applicable UK 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.

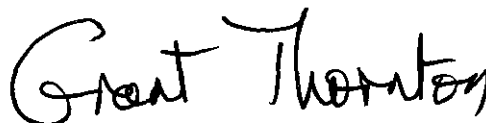
Basis of opinion

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 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 error or other irregularity. 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 31st December 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Bristol
13th August 2001

Grant Thornton
Registered Auditors
Chartered Accountants

WINDCLUSTER 2000 LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 31st December 2000

	Note	2000 £	1999 £
Turnover	2	12,000	-
Net operating expenses			
Distribution costs		(509)	-
Administrative expenses		(10,498)	(5,529)
Other operating income		1,570	129
Profit/(loss) on ordinary activities before taxation		2,563	(5,400)
Taxation	5	(196)	-
Profit/(loss) on ordinary activities after taxation		2,367	(5,400)
retained for the year	11		

Movements in reserves are shown in note 11.

None of the company's activities were acquired or discontinued during the above two financial years.

There were no recognised gains and losses in 2000 or 1999 other than the profit/(loss) for the year.

WINDCLUSTER 2000 LIMITED

BALANCE SHEET

at 31st December 2000

	Note	2000 £	1999 £
Fixed assets			
Investments	6	194,735	194,735
		<u>194,735</u>	<u>194,735</u>
Current assets			
Debtors	7	-	288
Cash at bank and in hand		57,225	30,610
		<u>57,225</u>	<u>30,898</u>
Creditors: amounts falling due within one year	8	(36,313)	(20,979)
Net current assets		<u>20,912</u>	<u>9,919</u>
Total assets less current liabilities		<u>215,647</u>	<u>204,654</u>
Capital and reserves			
Called up share capital	10	218,679	210,054
Profit and loss account	11	(3,032)	(5,400)
Total shareholders' funds	9	<u>215,647</u>	<u>204,654</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements on pages 5 to 9 were approved by the board of directors on 13th August 2001 and signed on its behalf by:

C Palmer
Director



WINDCLUSTER 2000 LIMITED

NOTES ON FINANCIAL STATEMENTS

31st December 2000

1 Accounting policies**Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

The company is exempt from preparing consolidated financial statements on the grounds that, together with its subsidiaries, it qualifies as a small group under s248 Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

2 Turnover

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK (1999 nil).

3 Operating profit/(loss)

	2000 £	1999 £
Operating profit/(loss) is stated after crediting:		
Interest receivable	1,570	129
and after charging:		
Auditors' remuneration	700	300

4 Directors

	2000 £	1999 £
Directors' emoluments	2,144	535

5 Taxation

	2000 £	1999 £
Corporation tax on profit on ordinary activities at 10% (1999 20%)	196	-

WINDCLUSTER 2000 LIMITED

NOTES ON FINANCIAL STATEMENTS

31st December 2000

6 Fixed asset investments

	Investments other than loans £
Cost	
1st January 2000 and 31st December 2000	<u>194,735</u>
Net book amount	
31st December 2000	<u>194,735</u>
1st January 2000	<u>194,735</u>

At 31 December 2000 the company held 100% of the share capital of Windcluster Ltd, a company incorporated in England. In the opinion of the directors the value of the investment at 31 December 2000 is not materially different to the cost value.

7 Debtors

	2000 £	1999 £
Amounts falling due within one year		
Other debtors	<u>-</u>	<u>288</u>
	<u>-</u>	<u>288</u>

8 Creditors: amounts falling due within one year

	2000 £	1999 £
Amounts owed to group undertakings and undertakings in which the company has a participating interest	32,540	20,000
Corporation tax	196	-
Other taxation and social security	1,994	179
Other creditors	1,583	800
	<u>36,313</u>	<u>20,979</u>

WINDCLUSTER 2000 LIMITED

NOTES ON FINANCIAL STATEMENTS

31st December 2000

9 Reconciliation of movements in shareholders' funds

	2000 £	1999 £
Profit/(loss) for the financial year	2,367	(5,400)
New share capital subscribed	8,625	210,054
Net addition to shareholders' funds	10,992	204,654
Opening shareholders' funds	204,655	-
Closing shareholders' funds	215,647	204,654

10 Called up share capital

	2000		1999	
	Number of shares	£	Number of shares	£
Authorised				
Authorised share capital Ordinary £1 shares	1,000,000	1,000,000	1,000,000	1,000,000
Allotted, called up and fully paid				
Authorised share capital Ordinary £1 shares	218,679	218,679	210,054	210,054

11 Profit and loss account

	2000 £
1st January 2000	(5,399)
Retained profit for the year	2,367
31st December 2000	(3,032)

12 Ultimate parent undertaking

There is no overall controlling party.

13 Related parties

Mr D A Bunker, a director of the company, is also a partner in Elliott Bunker which provides financial services to the company on an invoiced basis. Services provided in the period totalled £1,000 of which no amounts were outstanding at 31 December 2000.

Mr C Palmer, a director of the company, provides management support to the company on an invoiced basis. Services provided in the period totalled £6,000.