

WINDCLUSTER 2000 LIMITED

FINANCIAL STATEMENTS

31ST DECEMBER 1999

Registered number: 3682612



GRANT THORNTON

CHARTERED ACCOUNTANTS

Bristol

WINDCLUSTER 2000 LIMITED

FINANCIAL STATEMENTS

for the Period ended 31st December 1999

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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 1999**

INCORPORATED	England 14 December 1998
NUMBER	3682612
DIRECTORS	D A Bunker R F Maggs C Palmer
REGISTERED OFFICE	19 Orchard Street Bristol BS1 5EG
AUDITORS	Grant Thornton Chartered Accountants 43 Queen Square Bristol BS1 4QR

WINDCLUSTER 2000 LIMITED

DIRECTORS' REPORT

31st December 1999

The directors present their report and the audited financial statements for the Period ended 31st December 1999.

Principal activity

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

Directors

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

	31st December 1999 Ordinary shares
D A Bunker	5,000
R F Maggs	5,000
C Palmer	30,000

Share capital

The company was incorporated on 14th December 1998 and has issued a total of 210,053.5 Ordinary £1 shares up to 31 December 1999.

Auditors

The Company has elected to dispense with the annual appointment of auditors. In the absence of a specific resolution to the contrary, Elliott Bunker will continue in office.

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



Secretary

19 Orchard Street
Bristol
BS1 5EG

11th Aug 2000

WINDCLUSTER 2000 LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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 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.

11th Aug 2000

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.

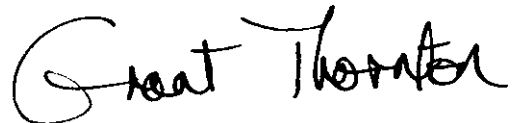
Basis of opinion

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 1999 and of its loss for the Period then ended and have been properly prepared in accordance with the Companies Act 1985.



Bristol

11 / 8 / 2000

Grant Thornton
Registered Auditors
Chartered Accountants

WINDCLUSTER 2000 LIMITED

PROFIT AND LOSS ACCOUNT

for the Period ended 31st December 1999

	Note	1999 £
Net operating expenses		
Administrative expenses		(5,529)
Other operating income		<u>129</u>
Loss on ordinary activities before taxation		(5,400)
Taxation		<u>-</u>
Loss on ordinary activities after taxation		(5,400)
retained for the Period	9	<u><u></u></u>

Movements in reserves are shown in note 9.

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

There were no recognised gains and losses in 1999 other than the loss for the Period.

WINDCLUSTER 2000 LIMITED

BALANCE SHEET

at 31st December 1999

	Note	1999 £	£
Fixed assets			
Investments	4	194,735	
		<u>194,735</u>	
Current assets			
Debtors	5	288	
Cash at bank and in hand		30,610	
		<u>30,898</u>	
Creditors: amounts falling due within one year	6	(20,979)	
Net current assets			<u>9,919</u>
Total assets less current liabilities			<u>204,654</u>
Capital and reserves			
Called up share capital	8	210,054	
Profit and loss account	9	(5,400)	
Total shareholders' funds	7		<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 11th Aug 2000 and signed on its behalf by:

DAB

D A Bunker
Director

WINDCLUSTER 2000 LIMITED

NOTES ON FINANCIAL STATEMENTS

31st December 1999

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 Operating loss

1999

£

Operating loss is stated after crediting:

Interest receivable

129

and after charging:

Auditors' remuneration

300

3 Directors

1999

£

Directors' emoluments

535

WINDCLUSTER 2000 LIMITED

NOTES ON FINANCIAL STATEMENTS

31st December 1999

4 Fixed asset investments

	Investments other than loans £
Cost	
Additions	194,735
31st December 1999	<u>194,735</u>
Net book amount	
31st December 1999	<u>194,735</u>
1st October 1999	<u>-</u>

The company has purchased 11,289 shares in Windcluster Limited, a company incorporated in England at a cost of £194,735.25p, which represents a 100% shareholding in that company.

In the opinion of the directors the value of the investment at 31 December 1999 is not materially different to the cost value.

5 Debtors

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

6 Creditors: amounts falling due within one year

	1999 £
Amounts owed to group undertakings and undertakings in which the company has a participating interest	20,000
Other taxation and social security	179
Other creditors	800
	<u>20,979</u>

WINDCLUSTER 2000 LIMITED

NOTES ON FINANCIAL STATEMENTS

31st December 1999

7 Reconciliation of movements in shareholders' funds

	1999 £
Loss for the financial Period	(5,400)
New share capital subscribed	210,054
Net addition to shareholders' funds	204,654
Opening shareholders' funds	-
Closing shareholders' funds	204,654

8 Called up share capital

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

9 Profit and loss account

	1999 £
Retained loss for the Period	(5,400)
31st December 1999	(5,400)

10 Ultimate parent undertaking

There is no overall controlling party.

11 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 1999.

Mr C Palmer, a director of the company, provides management support to the company on an invoiced basis. Services provided in the period totalled £1,500 of which no amounts were outstanding at 31 December 1999.