

Registered Number 3754338

Bolam Energy Limited

Director's report and financial statements

31 March 2001



Directors' report and financial statements

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Directors' report

The directors present their report and the audited financial statements for the year ended 31 March 2001.

Principal activities

The principal activity of the company is the generation of electricity from landfill gas.

Business review

The results for the year are summarised on page 4.

On 1 July 2000 the entire share capital of the company was acquired by Arbutus Projects Ltd, a company incorporated and registered in Jersey.

Results and dividend

The loss for the year was £1,027 (2000: £nil).

The directors do not recommend the payment of a dividend (2000: £nil).

Directors and directors' interests

The directors who held office during the year and their beneficial interests in the number of shares of the company were as follows:

<u>DIRECTOR</u>	<u>INTEREST AT BEGINNING OF YEAR</u>	<u>INTEREST AT END OF YEAR</u>
HHP Wyndham	134,453	Nil
DH FitzHerbert	115,221	Nil

By order of the board


DH FitzHerbert
Director

20 - 22 Queen Street
Mayfair
London W1X 7PJ

Statement of directors' responsibilities

The directors are required by the Companies Act 1985 to prepare financial statements which give a true and fair view of the state of affairs of the company at the end of the financial year and of the results for that year.

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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the company will continue in business.

The directors have the responsibility at any time for ensuring the company keeps adequate accounting records which disclose with reasonable accuracy the financial position of the company and enable them to ensure the financial statements comply with the Companies Act 1985.

The directors have a general responsibility for taking reasonable steps to safeguard the assets of the company and to prevent and detect fraud and other irregularities.



St James' Square
Manchester M2 6DS
United Kingdom

Report of the auditors to the members of Bolam Energy Limited

We have audited the financial statements on pages 4 to 9.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the directors' report and, as described on page 2, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

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. We also report to you 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.

Basis of opinion

We conducted our audit in accordance with 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 2001 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG
Chartered Accountants
Registered Auditors

30 January 2002

Bolam Energy Limited
Directors' report and financial statements
31 March 2001

Profit and loss account

for the year ended 31 March 2001

	Note	2001 £
Administrative expenses		<u>(1,066)</u>
Operating loss		(1,066)
Other interest receivable and similar income	5	<u>39</u>
Loss on ordinary activities before and after taxation	2-6	<u><u>(1,027)</u></u>

The company had no recognised gains or losses in the current year other than those included in the loss shown above.

All revenues and expenditure relate to continuing operations.

No comparative profit and loss account has been prepared as the company did not trade in the prior year and no income or costs were incurred.

Balance sheet

at 31 March 2001

	Note	2001	2000
		£	£
Fixed assets			
Intangible assets	7	27,071	26,000
Current assets			
Debtors	8	53,296	1,846
Cash at bank		<u>5</u>	<u>4,550</u>
		53,301	6,396
Creditors: amounts falling due within one year	9	<u>(500)</u>	<u>-</u>
Net current assets		<u>52,801</u>	<u>6,396</u>
Total assets less current liabilities		79,872	32,396
Creditors: amounts falling due after more than one year	10	<u>(53,053)</u>	<u>(4,550)</u>
Net assets		<u>26,819</u>	<u>27,846</u>
Capital and reserves			
Called up share capital	11	27,846	27,846
Profit and loss		<u>(1,027)</u>	<u>-</u>
Equity shareholders' funds	12	<u>26,819</u>	<u>27,846</u>

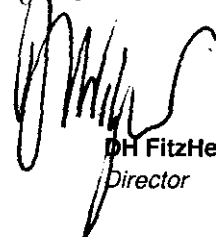
The financial statements were approved by the board of directors on
on its behalf by:



HHP Wyndham
Director

30 January 02

and were signed



PH FitzHerbert
Director

Notes

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

Intangible fixed assets and amortisation

Intangible fixed assets are stated at cost. Amortisation is provided by the company to write off the cost by equal instalments over their estimated economic lives once extraction has commenced as follows:

Development rights to extract landfill gas - 10 years

Cash flow statement

Under Financial Reporting Standard 1 (revised), the company is exempt from the requirement to prepare a cash flow statement on the grounds that the company is a small entity.

Notes (continued)

2 Loss on ordinary activities before and after taxation

2001
£

Loss on ordinary activities before and after taxation is stated after charging

Auditors' remuneration:

Audit

883

3 Remuneration of directors

Directors were remunerated by a fellow group subsidiary, Combined Landfill Projects Limited for services to the group. Directors' emoluments are disclosed in the financial statements of Combined Landfill Projects Limited.

4 Staff numbers and costs

The company does not employ any staff.

5 Other interest receivable and similar income

2001
£

Bank interest

39

6 Taxation

No taxation has been incurred as the company has made losses for the year.

7 Intangible fixed assets

£

Cost

At beginning of year

26,000

Acquisition of development rights

1,071

At end of year

27,071

Amortisation

At beginning and end of year

-

Net book value

31 March 2001

27,071

31 March 2000

26,000

Development rights have not been amortised in the current year as power generation is only due to commence in October 2001.

Notes (continued)

8 Debtors

	2001 £	2000 £
Other debtors	51,450	-
Called up share capital unpaid	<u>1,846</u>	<u>1,846</u>
	<u>53,296</u>	<u>1,846</u>

The debtor balance relating to called up share capital unpaid is due in more than one year.

9 Creditors: amounts falling due within one year

	2001 £	2000 £
Accruals and deferred income	<u>500</u>	<u>-</u>

10 Creditors: amounts falling due after more than one year

	2001 £	2000 £
Other creditors	-	4,550
Due to parent company	<u>53,053</u>	<u>-</u>
	<u>53,053</u>	<u>4,550</u>

The parent company loan is unsecured, interest free and repayable in more than 5 years.

11 Called up share capital

	2001 £	2000 £
Authorised		
5,000,000 ordinary shares of £0.01 each	<u>50,000</u>	<u>50,000</u>
Allotted and called up		
Fully Paid		
2,599,999 ordinary shares of £0.01 each	26,000	26,000
Nil Paid		
184,644 ordinary shares of £0.01 each	<u>1,846</u>	<u>1,846</u>
	<u>27,846</u>	<u>27,846</u>

Notes (continued)

12 Reconciliation of movement in shareholders' funds

	2001 £	2000 £
Loss for the year	(1,027)	-
Issue of ordinary shares	<u>-</u>	<u>27,846</u>
	(1,027)	27,846
Opening shareholders' funds	<u>27,846</u>	-
	26,819	27,846
Closing shareholders' funds	<u><u>26,819</u></u>	<u><u>27,846</u></u>

13 Related party transactions

Under Financial Reporting Standard 8, the company is exempt from the requirement to disclose related party transactions with Arbutus Energy Limited group entities on the grounds that more than 90% of the voting rights are controlled within the group and the consolidated financial statements of the ultimate parent company are publicly available.

14 Ultimate parent and controlling company

On 16 October 2001 the ultimate parent company changed to CLPE Holdings Limited (formerly Ridgewood UK Limited).

The immediate parent company was Arbutus Projects Limited, a company incorporated and registered in Jersey. The ultimate parent company was Arbutus Energy Limited, a company incorporated and registered in Jersey.

The results of the company are included in the consolidated financial statements of Arbutus Energy Limited. The consolidated accounts of the group are available to the public and may be obtained from Arbutus Energy Limited, 44 The Esplanade, St. Helier, Jersey, JE1 3UQ.