
unit energy limited

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED
31 DECEMBER 2002**



INDEPENDENT AUDITORS' REPORT TO UNIT ENERGY LIMITED
Under section 247B of the Companies Act 1985

We have examined the abbreviated accounts of unit energy limited for the year ended 31 December 2002 set out on pages 2 to 5, together with the financial statements of the company for the year ended 31 December 2002 prepared under section 226 of the Companies Act 1985.

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 auditor's 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

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Act to the registrar and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF AUDIT OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



Calder & Co

Chartered Accountants and Registered Auditor

1 Regent Street
London
SW1Y 4NW

23 April 2003

ABBREVIATED BALANCE SHEET
As at 31 December 2002

	Note	2002	2001
		£	£
FIXED ASSETS			
Intangible fixed assets	2	592,518	540,000
Tangible fixed assets	3	29,406	-
Investments	4	1	-
		<u>621,925</u>	<u>540,000</u>
CURRENT ASSETS			
Stocks		131,313	-
Debtors		816,286	748,795
Cash at bank		23,988	3,081
		<u>971,587</u>	<u>751,876</u>
CREDITORS: amounts falling due within one year	5	(534,882)	(464,195)
NET CURRENT ASSETS		<u>436,705</u>	<u>287,681</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£ 1,058,630</u>	<u>£ 827,681</u>
CREDITORS: amounts falling due after more than one year	5	248,206	30,000
CAPITAL AND RESERVES			
Called up share capital	6	746,002	746,002
Profit and loss account		64,422	51,679
SHAREHOLDERS' FUNDS		<u>810,424</u>	<u>797,681</u>
		<u>£ 1,058,630</u>	<u>£ 827,681</u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 23 April 2003 and signed on its behalf.



J.S.L. Davenport
Director

The notes on pages 3 to 5 form part of these financial statements.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 December 2002

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Intangible fixed assets and amortisation

Intangible fixed assets which represents the acquisition of brand rights and customer development costs are capitalised and amortised to the profit and loss account over twenty years.

Investments in licences are capitalised and amortised to the profit and loss account over five years.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures and fittings	-	20%	straight line
Computer equipment	-	33.33%	straight line

1.5 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account on the straight line basis over the lease term.

1.6 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.7 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 December 2002

2. INTANGIBLE FIXED ASSETS

	£
Cost	
At 1 January 2002	600,000
Additions	88,706
	<u>688,706</u>
At 31 December 2002	
Amortisation	
At 1 January 2002	60,000
Charge for the year	36,188
	<u>96,188</u>
At 31 December 2002	
Net book value	
At 31 December 2002	£ 592,518
	<u><u> </u></u>
At 31 December 2001	£ 540,000
	<u><u> </u></u>

3. TANGIBLE FIXED ASSETS

	£
Cost	
Additions	31,183
	<u>31,183</u>
At 31 December 2002	
Depreciation	
Charge for the year	1,777
	<u>1,777</u>
At 31 December 2002	
Net book value	
At 31 December 2002	£ 29,406
	<u><u> </u></u>
At 31 December 2001	£ -
	<u><u> </u></u>

4. FIXED ASSET INVESTMENTS

	£
Cost	
Additions	1
	<u>1</u>
At 31 December 2002	£ 1
	<u><u> </u></u>

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 December 2002

5. CREDITORS

The bank overdraft of £85,796 (2001 - £11,386) is secured by an unsecured mortgage debenture dated 24 October 2000 incorporating a fixed and floating charge over all current and future assets of the company.

6. SHARE CAPITAL

	2002 £	2001 £
Authorised		
7,420,000 Ordinary shares of £1 each	7,420,000	20,000
1,500,000 Redeemable Preference shares of £1 each	1,500,000	1,500,000
	<u>£ 8,920,000</u>	<u>£ 1,520,000</u>
Allotted, called up and fully paid		
746,002 Ordinary shares of £1 each	746,002	4,000
Redeemable Preference shares of £1 each	-	742,002
	<u>£ 746,002</u>	<u>£ 746,002</u>

On the 23 December 2002 all of the issued redeemable preference shares of £1 each were re-designated as ordinary shares of £1 ranking pari passu in all respects with the existing ordinary shares.

7. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company's ultimate holding company is Monkton Group PLC.