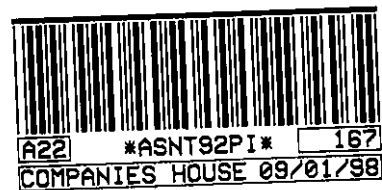


# **THE ENERGY SERVICES COMPANY LIMITED**

**Annual report**

**for the year ended 31 March 1997**

Registered no: 2665218



# **THE ENERGY SERVICES COMPANY LIMITED**

**Annual report  
for the year ended 31 March 1997**

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<b>Notes to the financial statements</b>	<b>3-4</b>

**Directors' report  
for the year ended 31 March 1997**

The directors present their report and the financial statements for the year ended 31 March 1997.

**Review of business**

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

On 6 June 1996 Avon Energy Partners PLC acquired the whole of the share capital of Midlands Electricity plc.

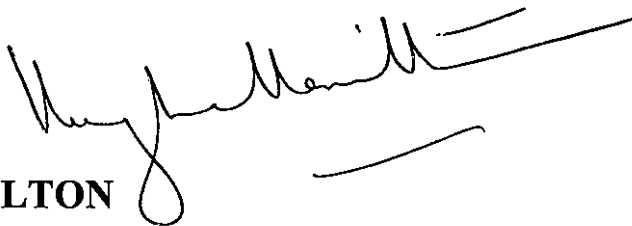
**Directors and their interests**

The directors who served during the period were:

P L Chapman            (resigned 2 January 1997)  
C Edwards              (appointed 2 January 1997)  
H C Hamilton

No director had any beneficial interest in the shares of the company or any other group company at 31 March 1997. The interests of the directors in the loan notes issued by Avon Energy Partners PLC at 31 March 1997 were as follows: H C Hamilton held 37,656 loan notes and C Edwards held 77,505 loan notes (2 January 1997 : 77,505).

**By order of the Board**



**H C HAMILTON**

Secretary  
11 June 1997

# THE ENERGY SERVICES COMPANY LIMITED

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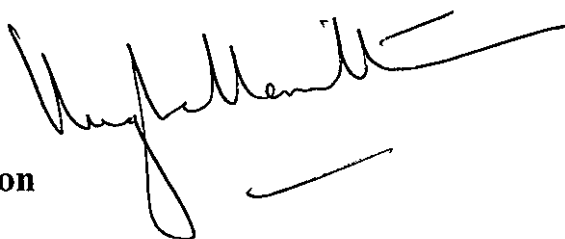
## Balance sheet at 31 March 1997

	Notes	1997	1996
<b>Current assets</b>			
Debtors	3	<u>£2</u>	<u>£2</u>
<b>Capital and reserves</b>			
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 1997.

The financial statements on pages 2 to 4 were approved by the Board of Directors on 11 June 1997 and were signed on its behalf by:

**H C Hamilton**  
Director



**Notes to the financial statements  
for the year ended 31 March 1997****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.

**Changes in presentation in financial information**

Financial Reporting Standard No.8 " Related party disclosures" requires the disclosure of the details of material transactions between the reporting entity and any related parties. The new disclosure requirements are dealt with in notes 11 and 12.

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**

	1997	1996
Amounts falling due within one year:		
Amounts due from group undertakings	<u>£2</u>	<u>£2</u>

**4 Share capital**

	1997	1996
Authorised		
1000 ordinary shares of £1 each	<u>£1000</u>	<u>£1000</u>
Allotted, called up and fully paid		
2 ordinary shares of £1 each	<u>£2</u>	<u>£2</u>

**5 Reconciliation of shareholders' funds**

	1997	1996
Opening and closing shareholders' funds	<u>£2</u>	<u>£2</u>

**6 Ultimate holding company**

At 31 March 1997 the company's ultimate holding company was Avon Energy Partners Holdings. Copies of the parent company's consolidated financial statements may be obtained from The Secretary, Avon Energy Partners Holdings, Mucklow Hill, Halesowen, West Midlands.

The directors regard Cinergy Corp and General Public Utilities Corporation of the USA as the ultimate controlling parties by virtue that each has a 50% interest in Avon Energy Partners Holdings.