

Bauknecht Limited

Report and Financial Statements

31 December 2002

 **ERNST & YOUNG**



Bauknecht Limited

Registered No. 332286

Director

C de Bont

A Wilson (appointed 15 October 2003)

Secretary

C de Bont

Auditors

Ernst & Young LLP

1 More London Place

London SE1 2AF

Bankers

NatWest Bank PLC

1 High Street

Croydon CR9 1PD

Solicitors

Lane and Partners

15 Bloomsbury Square

London WC1A 2LP

Registered Office

Whirlpool Centre

209 Purley Way

Croydon CR9 4RY

Director's report

The directors present their report and financial statements for the year ended 31 December 2002.

Principal activities and review of the business

The company did not trade during the year.

Directors and their interests

The directors during the year are as listed on page 1.

The directors do not and have not held any interest in the share capital of the company at year end or at any time during the year.

Auditors

A resolution to reappoint Ernst & Young LLP as auditors will be put to the members at the Annual General Meeting.

By order of the Board



Director

15 OCTOBER 2003

Statement of director's responsibilities in respect of the financial statements

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 then apply them consistently;
- make judgements and estimates that are reasonable and prudent; 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 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.

Independent auditors' report

to the members of Bauknecht Limited

We have audited the company's financial statements for the year ended 31 December 2002 which comprise the Balance Sheet and the related notes 1 to 6. These financial statements have been prepared on the basis of the accounting policies set out therein.

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 auditors' 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

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable United Kingdom law and accounting standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 1985. 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.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit 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 other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Independent auditors' report

to the members of Bauknecht Limited (continued)

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 31 December 2002 and have been properly prepared in accordance with the Companies Act 1985.

Ernst & Young LLP

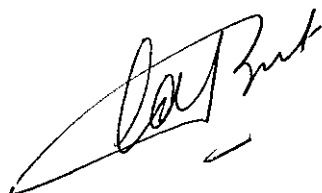
Ernst & Young LLP
Registered Auditor
London

15 OCTOBER 2003

Balance sheet

at 31 December 2002

	Notes	2002 £000	2001 £000
Creditors: amounts falling due after more than one year	4	(6,941)	(6,941)
		<u>(6,941)</u>	<u>(6,941)</u>
Capital and reserves			
Called up share capital	5	1,395	1,395
Profit and loss account		(8,336)	(8,336)
		<u>(6,941)</u>	<u>(6,941)</u>



Director

15 OCTOBER 2003

Notes to the financial statements

at 31 December 2002

1. Fundamental accounting concept

These financial statements have been prepared under the going concern concept because Whirlpool Europe B.V. has agreed to provide continued financial support so as to enable the company to meet its liabilities as they fall due.

2. Accounting policy

Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards.

3. No profit and loss account required

The company had no transactions during the year and has made neither a profit nor a loss. No profit and loss account has therefore been prepared. The directors emoluments for the year were £nil (2001 – £nil).

4. Creditors: amounts falling due after more than one year

	2002 £000	2001 £000
Amount due to fellow subsidiary undertakings	6,941	6,941

This loan is interest free and unsecured.

5. Share capital

	<i>Authorised, allotted, called up and fully paid</i>	
	2002 £000	2001 £000
Ordinary shares of £1 each	1,395	1,395

6. Ultimate parent undertaking

Whirlpool Corporation, incorporated in the State of Delaware in the United States of America, is the ultimate parent undertaking of Bauknecht Limited.

The parent undertaking of the largest group of undertakings for which group financial statements are drawn up and of which the company is a member is Whirlpool Corporation, and the parent undertaking of the smallest such group is Whirlpool Europe B.V. Copies of the financial statements of Whirlpool Corporation are available from Whirlpool Centre, 209 Purley Way, Croydon CR9 4RY.