

**ROLLS-ROYCE POWER & PROCESS (HARTLEPOOL) LIMITED****PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2001**

The Company did not trade during the year and all expenses have been borne by the parent Company. The Company did not receive any income or incur any expenditure during the year and consequently has made neither profit nor loss.

**BALANCE SHEET AS AT 31 DECEMBER 2001**

	<u>note</u>	<u>2001</u> <u>(£)</u>	<u>2000</u> <u>(£)</u>
<b>CURRENT ASSETS</b>			
Debtors – Amounts falling due Within one year	2	100	100
		<hr/>	<hr/>
<b>NET ASSETS</b>		100	100
		<hr/>	<hr/>
<b>CAPITAL AND RESERVES</b>			
Shareholders Funds			
Equity			
Called up share capital	3	100	100
		<hr/>	<hr/>
<b>TOTAL SHAREHOLDERS' FUNDS</b>		100	100
		<hr/>	<hr/>

For the year ended 31 December 2001 the Company was entitled to exemption from audit under section 249AA(1) of the Companies Act 1985. No members have required the Company to obtain an audit of its accounts for the year in question in accordance with section 249B(2).

The directors acknowledge their responsibility for:

- Ensuring that the Company keeps accounting records which comply with section 221 of Companies Act 1985;
- Preparing accounts which give a true and fair view of the state of affairs of the Company as at the end of its financial year, and of its profit and loss for the financial year in accordance with section 226 of Companies Act 1985, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the Company.

These financial statements were approved by the Board of Directors on 8 January 2002, and signed on its behalf by :



  
J R Ashfield  
Director

The notes on page 2 form part of these financial statements.

**ROLLS-ROYCE POWER & PROCESS (HARTLEPOOL) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**1. Principal Accounting Policies**

**Basis of Accounting**

These financial statements have been prepared on the historical cost basis and in accordance with applicable accounting standards.

**2. Debtors**

The amount stated represents a loan to the Company's parent undertaking and is repayable upon demand.

**3. Share Capital**

	<b><u>2001</u></b> <b><u>(£)</u></b>	<b><u>2000</u></b> <b><u>(£)</u></b>
Authorised :		
100 Ordinary Shares of £1	100	100
	<hr/>	<hr/>
Allotted, called up and fully paid:		
100 Ordinary Shares of £1	100	100
	<hr/>	<hr/>

**4. Elective Resolutions**

Elective Resolutions are in force which dispense with the obligations of (a) laying the accounts before the Company in general meeting; and (b) holding Annual General Meetings.

**5. Ultimate Parent Company**

The Company's ultimate parent company is Rolls-Royce plc, which is incorporated in Great Britain and registered in England and Wales. Copies of Rolls-Royce plc's Annual Report can be obtained from Rolls-Royce plc, 65 Buckingham Gate, London, SW1E 6AT.