

Carillion Utility Services Group Limited

**Directors' report and financial
statements**

Registered number: 1521006

Year ended 31 December 2010



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Directors' report

The directors present their annual report and the unaudited financial statements for the year ended 31 December 2010

Principal activities

The principal activity of the company is that of a holding company

Profits and dividends

There was neither a profit nor loss in the year (2009 loss of £75,000)

The directors do not recommend the payment of a dividend (2009 £Nil)

Directors

The directors serving during the year and subsequently were

L Mills
S Hudson
P Jones

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable UK 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 are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Approved by the board of directors on 30 August 2011 and signed on its behalf by


L.J. Mills
Director

Birch Street
Wolverhampton
WV1 4HY

2011

Profit and loss account

For the year ended 31 December 2010

	<i>Note</i>	2010 £000	2009 £000
Amounts written off investments	2	-	(75)
Loss on ordinary activities before taxation		-	(75)
Tax on loss on ordinary activities		-	-
Loss for the financial year		-	(75)

There is no difference between the result as disclosed in the profit and loss account and the result on an unmodified historical cost basis in either the current or preceding financial year

There were no recognised gains or losses in either the current or preceding financial year other than the profit or loss for those years

Balance sheet
at 31 December 2010

	<i>Note</i>	2010		2009	
		£000	£000	£000	£000
Fixed assets					
Investments	3		115,344		115,344
Current assets					
Debtors amounts recoverable within one year	4	108		108	
Creditors amounts falling due within one year	5	<u>(110,341)</u>		<u>(110,341)</u>	
Net current liabilities			<u>(110,233)</u>		<u>(110,233)</u>
Net assets			<u>5,111</u>		<u>5,111</u>
Capital and reserves					
Called up share capital	6	219		219	
Profit and loss account	7	<u>4,892</u>		<u>4,892</u>	
Equity shareholders' funds	8	<u>5,111</u>		<u>5,111</u>	

For the year ending 31 December 2010 the company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies

Director's responsibilities

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476,
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts

Approved by the board of directors on 30 August 2011 and signed on its behalf by



LJ Mills
Director

Company Registered Number: 1521006

Notes

(forming part of the financial statements)

1 Principal accounting policies

The financial statements are prepared on the going concern basis, under the historical cost convention, in accordance with the Companies Act 2006 and applicable accounting standards in the UK. The principal accounting policies adopted which have been consistently applied unless otherwise noted, are as follows:

Investments

Investment income is included in the accounts in the year in which it is receivable. Fixed asset investments are stated at cost less provisions for permanent diminution in value.

Consolidated financial statements

The company is exempt under Section 400 of the Companies Act 2006 from the requirement to prepare group financial statements and deliver them to the Registrar of Companies. The financial statements therefore present information about the company as an individual undertaking and not about its group. The company is included within the consolidated financial statements of Carillion plc, the company's ultimate parent undertaking as at 31 December 2010.

Cash flow statement

Under Financial Reporting Standard 1 (revised 1996) the company is exempt from the requirement to prepare a cash flow statement on the grounds that Carillion plc, the company's ultimate parent undertaking, includes the company's cash flows in its own published consolidated cash flow statement.

2 Profit and loss account

The company has not traded during the current or prior period and only an impairment of investment has been charged to the profit and loss account for the current year.

The directors received no emoluments for their services to the Group for the year 2010 and 2009. Their services to this company and to a number of fellow subsidiaries are of a non-executive nature and their emoluments are deemed to be wholly attributable to their services to the parent company and various intermediate parent companies.

3 Fixed Asset Investments

	£000
<i>Shares in subsidiaries</i>	
Cost	
At beginning and end of the year	<u>115,344</u>
Net Book Value at 31 December 2010	<u>115,344</u>

The table below provides details of the companies in which Carillion Utility Group Limited has holdings:

Notes *(continued)*

Name	Nature of business	Percentage holdings in ordinary shares	Country of incorporation
Carillion Utility Services Limited	Provision of utility contracting services	100%	England & Wales
Stirling Water (2003) Limited	Provision of utility contracting services	25%	England & Wales
Proby Limited	No longer trading	100%	England & Wales
Bertrem Limited	No longer trading	100%	Isle of Man
	Holding company of Carillion Utility Services SE Limited		England & Wales
Power Online Limited	SE Limited	100%	Wales
Hale Brooks Limited	No longer trading	100%	Isle of Man

4 Debtors

	2010 £000	2009 £000
<i>Amounts falling due within one year</i>		
Amounts owed by group undertakings	108	108
	<u>108</u>	<u>108</u>

5 Creditors

	2010 £000	2009 £000
Amounts owed to group undertakings	110,341	110,341
	<u>110,341</u>	<u>110,341</u>

Notes (continued)

6 Share capital

	2010 £000	2009 £000
<i>Authorised, allotted, called up and fully paid</i>		
217,800 ordinary shares of £1 each	218	218
1,000 Deferred shares of £1 each	<u>1</u>	<u>1</u>
	<u>219</u>	<u>219</u>

The holders of the deferred ordinary shares

- 1 have no right to dividends other than those recommended by the directors in respect of ordinary shares
- 2 have no redemption rights,
- 3 rank pari passu with the holders of the ordinary shares in respect of repayment of paid up capital on a winding-up but have no further right to participate in distribution of surplus assets
- 4 have no voting right

7 Reserves

	Profit and loss account £000
At beginning of year	<u>4,892</u>
At end of year	<u>4,892</u>

8 Reconciliation of movements in shareholders' funds

	2010 £000	2009 £000
Profit/(loss) for the year	<u>-</u>	<u>(75)</u>
Net decrease in equity shareholder's funds	-	(75)
Equity shareholders' funds at beginning of year	<u>5,111</u>	<u>5,186</u>
Equity shareholders' funds at the end of year	<u>5,111</u>	<u>5,111</u>

Notes *(continued)*

9 Related party transactions

As a wholly owned subsidiary of Carillion plc, the company has taken advantage of the exemption under Financial Reporting Standard 8 not to provide information on related party transactions with other undertakings within the Carillion group. Note 10 gives details of how to obtain a copy of the published financial statements of Carillion plc.

10 Controlling and parent companies

The company's controlling company is Carillion plc, its ultimate parent company, which is incorporated in Great Britain and registered in England and Wales.

Copies of the group financial statements for Carillion plc are available from Birch Street, Wolverhampton, WV1 4HY.