

**Euxton House Limited**

**Directors' report and financial  
statements**

**Registered number 1950511**

**31 March 2000**



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## Directors' report

The directors present their report, together with the financial statements for the year ended 31 March 2000.

### Principal activity and business review

The company has not traded during the current or prior year.

### Directors

The directors who held office during the year were as follows:

TJ Hemmings

S Stott

No rights to subscribe for shares in or debentures of the company were granted to any of the directors or their immediate families, or exercised by them, during the financial year.

### Directors' responsibilities

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 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;
- 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 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.

### Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution for the re-appointment of KPMG as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

By order of the board



**P Freeman**  
Secretary

Lynton House  
Ackhurst Park  
CHORLEY  
Lancashire  
PR7 1NY

14 December 2000



Edward VII Quay  
Navigation Way  
Ashton-on-Ribble  
PRESTON  
Lancashire PR2 2Y

## Report of the auditors to the members of Euxton House Limited

We have audited the financial statements on pages 3 to 5.

### *Respective responsibilities of directors and auditors*

The directors are responsible for preparing the directors' report and, as described on page 1, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

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. 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.

### *Basis of audit opinion*

We conducted our audit in accordance with 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.

### *Opinion*

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2000 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**KPMG**  
Chartered Accountants  
Registered Auditors

14.12.2000

## Profit and loss account

for the year ended 31 March 2000

During the current and previous financial year the company did not trade and received no income and incurred no expenditure. Consequently in both years it made neither a profit nor a loss.

## Statement of total recognised gains and losses

for the year ended 31 March 2000

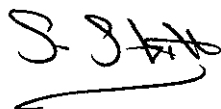
The profit and loss account includes the only gains and losses of the company for the current and prior year.

## Balance sheet

as at 31 March 2000

	Note	2000 £000	1999 £000
<b>Current assets</b>			
Debtors	3	4	4
<b>Creditors: amounts falling due within one year</b>	4	(1)	(1)
<b>Net assets</b>		<u>3</u>	<u>3</u>
<b>Capital and reserves</b>			
Called up share capital	5	50	50
Profit and loss account		(47)	(47)
<b>Equity shareholders' funds</b>		<u>3</u>	<u>3</u>

Approved by the board of directors on 14 December 2000 and signed on its behalf by:



S Stott  
Director

## Notes to the financial statements

### 1 Statement of accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material to the financial statements.

#### *Basis of preparation*

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost convention.

The company is exempt by virtue of S228 of The Companies Act 1985 from the requirement to prepare group accounts. These financial statements present information about the company as an individual undertaking and not about its group.

The company is exempt from the requirement of Financial Reporting Standard Number 1 to prepare a cash flow statement as it is a wholly owned subsidiary undertaking of TJH Group Limited and its cash flows are included within the consolidated cash flow statement of that company.

#### *Related party transactions*

The directors have taken advantage of the exemption in Financial Reporting Standard Number 8, paragraph 3(c) and have not disclosed transactions with entities that are part of TJH Group Limited.

#### *Investments*

Investments are stated at cost less provision for diminution in value.

### 2 Investments

**Interest in  
subsidiary  
undertakings  
£000**

#### *Cost and net book value*

At beginning and end of year

-

At 31 March 2000 the company had the following subsidiary undertakings, all of which trade in the United Kingdom and are incorporated in England and Wales:

	Principal activity	Proportion of ordinary shares held
Trustair Limited	Business airline	100%
Gleadhill House Stud Limited	Racehorse stud and property holding	100%
Micky Hammond Racing Limited*	Racehorse training	100%

\* Interest is held partly or fully by subsidiary undertakings.

Notes *(continued)*

**3 Debtors**

	2000 £000	1999 £000
Amounts owed by group undertakings	4	4

**4 Creditors amounts falling due within one year**

	2000 £000	1999 £000
Accruals and deferred income	1	1

**5 Called up share capital**

	2000 £000	1999 £000
<i>Authorised</i>		
200,000 ordinary shares of 25p each	50	50
<i>Allotted, called up and fully paid</i>		
200,000 ordinary shares of 25p each	50	50

**6 Contingent liabilities**

The company is party to group banking arrangements for TJH Group Limited. Consequently, it is jointly and severally liable for the loans and overdrafts of TJH Group Limited and certain of its subsidiary undertakings. At 31 March 2000 the liability under this guarantee amounted to £127,849,000 (1999: £128,320,000).

**7 Ultimate parent company**

The ultimate parent company is TJH Group Limited, a company registered in England and Wales.

The largest and smallest group in which the results of the company are consolidated is that headed by TJH Group Limited. The consolidated financial statements of that company are available to the public and may be obtained from:

The Registrar of Companies  
Companies House  
Crown Way  
CARDIFF  
CF4 3UZ