

Euston Holdings Limited

Directors' report and financial statements

For the year ended 31st December 2003

Registered in England number 2465642



Directors' report and financial statements

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Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 2003.

Principal activities

The principal activity of the company is the ownership of the railway line from Meldon Quarry to its junction with the Exeter to Barnstaple line.

During 1999 the operation of the railway line was assumed by Dartmoor Railway Limited.

Results and dividends

The company made a profit on ordinary activities in the year of £1,000 (2002: £Nil). The directors do not recommend the payment of a dividend.

Directors and directors' interests

The directors who served during the year and subsequently were as follows:

PR Bartrop	(resigned 19 December 2003)
J Crick	(resigned 19 December 2003)
Alpha Directors Limited	(appointed 19 December 2003)
Beta Directors Limited	(appointed 19 December 2003)

No directors had any interest in the share capital of Aggregate Industries plc or which otherwise require to be disclosed in the accounts.

Auditors

In accordance with Section 386 of the Companies Act 1985, an elective resolution has been filed in order to dispense with the requirement to appoint auditors annually.

By order of the board



Mrs M Ford
Secretary

Bardon Hall
Copt Oak Road
Markfield
Leicestershire
LE67 9PJ

19 January 2004

Statement of 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 year. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and have applied them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 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 safeguarding the assets of the company and for taking reasonable steps for the detection of fraud and other irregularities.



KPMG Audit Plc

2 Cornwall Street
Birmingham
B3 2DL
United Kingdom

Report of the independent auditors to the members of Euston Holdings Limited

We have audited the financial statements on pages 4 to 8.

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 auditor's 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

The directors are responsible for preparing the directors' report and, as described on page 2, 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 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.

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 December 2003 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG Audit Plc
Chartered Accountants
Registered Auditor

19 January 2004

Profit and loss account
for the year ended 31 December 2003

	<i>Note</i>	2003 £000	2002 £000
Turnover	2	-	-
Cost of Sales		-	-
		<hr/>	<hr/>
Profit on ordinary activities before taxation		-	-
Taxation on profit on ordinary activities	4	1	-
		<hr/>	<hr/>
Profit for the year		1	-
		<hr/>	<hr/>

Operating profit for both years relates entirely to continuing operations.

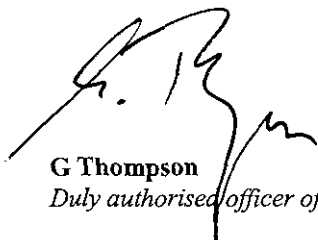
Statement of total recognised gains and losses

No separate statement of total recognised gains and losses has been prepared as all such gains and losses for 2003 and 2002 are included in the profit and loss account.

Balance sheet
at 31 December 2003

	<i>Note</i>	2003 £000	2002 £000
Fixed assets			
Tangible assets	5	-	-
Creditors: Amounts falling due within one year	6	(63)	(64)
		<hr/>	<hr/>
Net liabilities		(63)	(64)
		<hr/>	<hr/>
Capital and reserves			
Called up share capital	7	-	-
Profit and loss account	8	(63)	(64)
		<hr/>	<hr/>
Shareholders' deficit - equity interests	9	(63)	(64)
		<hr/>	<hr/>

These financial statements were approved by the board of directors on 19 January 2004 and were signed on its behalf by:



G Thompson
Duly authorised officer of Alpha Directors Limited

Notes

(forming part of the financial statements)

1 Accounting policies

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

Basis of preparation

The company's financial statements have been prepared under the historical cost convention and in accordance with applicable UK Accounting Standards. The financial statements are prepared on the going concern basis as a consequence of the continuing support of the parent undertaking.

Tangible fixed assets

The cost of tangible fixed assets comprise the freehold branch railway line and its buildings.

The tangible fixed assets have been written down to their estimated recoverable amount to the business.

2 Turnover

Turnover is the amount derived from the provision of services falling within the company's ordinary activities, excluding value added tax.

3. Employees and directors

The company employed no staff other than directors during 2003 or 2002.

No directors received emoluments in respect of services rendered to the company during either 2003 or 2002.

4. Taxation

	2003 £000	2002 £000
Corporation Tax - prior year adjustment	1	-
	<hr/> 1 <hr/>	<hr/> - <hr/>

Notes (continued)

5. Tangible fixed assets

	Freehold land and buildings £000
<i>Cost</i>	
At beginning of year and end of the year	525
<i>Depreciation</i>	
At beginning of year and end of the year	525
<i>Net book value</i>	
At 31 December 2003	-
At 1 January 2003	-

6 Creditors: Amounts falling due within one year

	2003 £000	2002 £000
Amount due to group undertakings	63	61
Corporation tax	-	3
	<u>63</u>	<u>64</u>

7 Share capital

	2003 £	2002 £
<i>Authorised, allotted, called up and fully paid:</i>		
100 ordinary shares of £1 each	100	100

Notes (continued)

8 Reserves

	Profit and loss account £000
At 1 January 2003	(64)
Profit for the year	1
	<hr/>
At 31 December 2003	(63)
	<hr/>

9 Reconciliation of shareholders' deficit

	2003 £000	2002 £000
Opening shareholders' deficit	(64)	(64)
Profit for the year	1	-
	<hr/>	<hr/>
Closing shareholders' deficit	(63)	(64)
	<hr/>	<hr/>

10 Related party transactions

The company has taken advantage of the exemption in FRS 8 from disclosing transactions with related parties that are part of the Aggregate Industries plc group. There are no other transactions with related parties.

11 Ultimate parent undertaking

The parent undertaking of the group of undertakings for which group accounts are drawn up and of which the company is a member is Aggregate Industries plc, the ultimate parent undertaking, incorporated in Great Britain.

Copies of Aggregate Industries plc's annual report may be obtained from Bardon Hall, Copt Oak Road, Markfield, Leicestershire, LE67 9PJ.