

## **2e2 Storage Limited**

### **Report and Financial Statements**

31 December 2010

TUESDAY



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COMPANIES HOUSE

**Directors**

T W Burt  
M S McVeigh  
N P Grossman

**Secretary**

N P Grossman

**Auditors**

Ernst & Young LLP  
Apex Plaza  
Forbury Road  
Reading  
Berkshire RG1 1YE

**Registered Office**

The Mansion House  
Benham Valence  
Speen  
Newbury  
Berkshire RG20 8LU

## Directors' report

Registered No 2686986

The directors present their annual report on the affairs of the company together with the financial statements and auditors' report

### Principal activities and review of the business

During the period the company has not traded and the directors do not envisage that the company will trade in the foreseeable future

### Directors and their interests

The directors who served during the year ended 31 December 2010 were

T W Burt  
M S McVeigh  
N P Grossman

None of the directors who held office at the end of the financial period had any disclosable interest in the shares of the company

T W Burt, N P Grossman and M S McVeigh are also directors of 2e2 Holdings Limited, the company's ultimate holding company, and their interests in the share capital of that company are disclosed in its financial statements

### Directors' qualifying third party indemnity provision

The company has granted an indemnity to one or more of its directors against liability in respect of proceedings brought by third parties, subject to the conditions set out in the Companies Act 2006. Such qualifying third party indemnity provision remains in force as at the date of approving the directors' report

### Going concern

The directors, after making appropriate enquiries, have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, the directors continue to adopt the going concern basis in preparing the financial statements

### Disclosure of information to the auditors

So far as each person who was a director at the date of approving this report is aware, there is no relevant audit information, being information needed by the auditor in connection with preparing its report, of which the auditor is unaware. Having made enquiries of fellow directors and the company's auditor, each director has taken all the steps that he/she is obliged to take as a director in order to make himself/herself aware of any relevant audit information and to establish that the auditor is aware of that information

### 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



TW Burt  
Director  
28 April 2011

## Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 accounting 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 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 2e2 Storage Limited**

We have audited the financial statements of 2e2 Storage Limited for the year ended 31 December 2010 which comprise the Profit and Loss Account, the Balance Sheet and the related note 1 to 9. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 auditor**

As explained more fully in the Directors' Responsibilities Statement on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

## **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

## **Opinion on financial statements**

In our opinion the financial statements

- Give a true and fair view of the state of the company's affairs as at 31 December 2010 and of its result for the year then ended,
- Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- Have been prepared in accordance with the requirements of the Companies Act 2006

## **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

## **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

## Independent auditors' report (continued)

to the members of 2e2 Storage Limited

- Adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- The financial statements are not in agreement with the accounting records and returns, or
- Certain disclosures of directors' remuneration specified by law are not made, or
- We have not received all the information and explanations we require for our audit

*Kevin Harkin*

Kevin Harkin (Senior statutory auditor)

for and on behalf of Ernst & Young LLP, Statutory Auditor

Reading

28 April 2011

## **Profit and loss account**

**for the year ended 31 December 2010**

The company has not traded during the year or the preceding year. During these years, the company received no income and incurred no expenditure and therefore made neither profit nor loss.

# Balance sheet

at 31 December 2010

	Note	2010 £000	2009 £000
<b>Current assets</b>			
Debtors	4	64	64
		<u>64</u>	<u>64</u>
<b>Net assets</b>		<u>64</u>	<u>64</u>
<b>Capital and reserves</b>			
Called up share capital	5	64	64
		<u>64</u>	<u>64</u>
<b>Shareholders' funds</b>	6	<u>64</u>	<u>64</u>

Approved by the Board



T W Burt

Director

28 April 2011



## Notes to the financial statements

at 31 December 2010

### 1. Accounting policies

#### *Basis of preparation*

A summary of the principal accounting policies, all of which have been applied consistently throughout the year and the preceding year, are set out below

#### *Basis of accounting*

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

#### *Cash flow statement*

2e2 Holdings Limited, the ultimate parent company, has included a group cash flow statement in its financial statements in accordance with Financial Reporting Standard No 1 (Revised) Accordingly, no cash flow statement is included in these financial statements

### 2. Directors' emoluments

T W Burt, N P Grossman and M S McVeigh were directors of the company throughout 2010 They are employed by 2e2 Holdings Limited and hence no charge is made in these financial statements to cover their costs

### 3. Tax on profit on ordinary activities

There company did not have any taxable trading activities in the period

### 4. Debtors: amounts falling due within one year

	2010 £000	2009 £000
Amounts owed by group undertakings	64	64
	<u>64</u>	<u>64</u>

### 5. Authorised and issued share capital

	2010 £000	2009 £000
<i>Authorised, allotted, called up and fully paid</i> 64,000 ordinary shares of £1 each	64	64
	<u>64</u>	<u>64</u>

## Notes to the financial statements

at 31 December 2010

### 6. Reconciliation of movements in shareholders' funds

	<i>Share capital £000</i>	<i>Profit and loss account £000</i>	<i>Total £000</i>
At 1 January 2010 and 31 December 2010	64	–	64

### 7. Financial commitments

On 10 October 2008, the Company entered into a cross guarantee in the amount of £165,000,000, in favour of its bankers in respect of the borrowings of the group

Following the acquisition of Morse plc by 2e2 Ltd on 21 June 2010, the company entered into a cross guarantee on 21 June 2010 for the amount of £85,000,000, in favour of certain investors

### 8. Related party transactions

As a wholly owned subsidiary of 2e2 Group Limited, the company is exempt from the requirements of FRS8 to disclose transactions with other members of the group and related parties on the grounds that financial statements are publicly available from Companies House

### 9 Ultimate parent company and controlling party

The immediate parent company of 2e2 Storage Limited is 2e2 Limited, a company incorporated in the United Kingdom. The ultimate holding company and controlling party is 2e2 Holdings Limited, a company incorporated in the United Kingdom

The smallest undertaking into which the results of the company are consolidated is 2e2 Group Limited, and the largest undertaking into which the results of the company are consolidated is 2e2 Holdings Limited. Copies of financial statements for 2e2 Holdings Limited can be obtained from the company's registered office at The Mansion House, Benham Valence, Newbury, Berkshire, RG20 8LU

The company has not disclosed related party transactions with group entities as permitted by the exemption under Financial Reporting Standard No 8