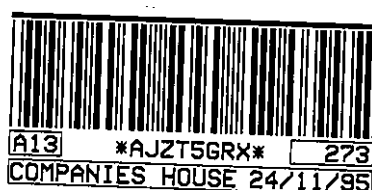


# **WMH (No 7) Limited**

## **Directors' report and financial statements**

**31 March 1995**

Registered number 2762482



# WMH (No 7) Limited

## Directors' report and financial statements

<i>Contents</i>	<i>Page</i>
Directors' report	1
Statement of directors' responsibilities	2
Auditors' report	3
Profit and loss account	4
Balance sheet	5
Notes	6

# WMH (No 7) Limited

## Directors' report

The directors present their report and the audited financial statements for the year ended 31 March 1995.

### Principal activities and business review

The company acted as an investment holding company throughout the year and its results are set out in the profit and loss account on page 4.

In January 1995 Water Meadow Holdings Limited purchased 5,396,850 of its ordinary shares of 25p each, 29,700 of its 5.25% preference shares of £1 each and 1,971,000 of its 5.625% preference shares of £1 each held by the company for an aggregate consideration of £1,440,000 resulting in a profit to the company of £1,440,000.

The company paid a dividend in the year of £1,439,900 (1994: £Nil). The directors do not recommend the payment of a final dividend.

### Directors and directors' interests

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

JH Foulkes  
R Hopkin

No directors held any interest in the share capital of the company or other group companies during the year.

### Auditors

On 6 February 1995 our auditors changed the name under which they practise to KPMG and, accordingly, have signed the report in their new name. 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



R Hopkin  
*Secretary*

Peat House  
1 Commercial Street  
Forster Square  
Bradford  
West Yorkshire  
BD1 4AS

6 November 1995

# WMH (No 7) Limited

## 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 of the company for that year. 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;
- 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 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.



Peat House  
1 Commercial Street  
Forster Square  
Bradford  
BD1 4AS

## Report of the auditors to the members of WMH (No 7) Limited

We have audited the financial statements on pages 4 to 7.

### Respective responsibilities of directors and auditors

As described on page 2, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.


### Basis of 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 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

  
**KPMG**  
*Chartered Accountants*  
*Registered Auditors*  
*Bradford*

6 November 1995

# WMH (No 7) Limited

## Profit and loss account for the year ended 31 March 1995

	<i>Note</i>	<b>Year ended 31 March 1995</b>	<b>Period ended 26 March 1994</b>
		<b>£</b>	<b>£</b>
Profit on disposal of shares in group undertaking	2	1,440,000	-
Interest receivable on 8% Treasury Stock 2002-2006		8	12
		<hr/>	<hr/>
Profit on ordinary activities before taxation		1,440,008	12
Taxation - tax credit on interest receivable		(2)	(3)
		<hr/>	<hr/>
Profit for the financial year		1,440,006	9
Dividend	3	(1,439,900)	-
		<hr/>	<hr/>
Retained profit for the financial year		106	9
Retained profit brought forward		9	-
		<hr/>	<hr/>
Retained profit carried forward		115	9
		<hr/>	<hr/>

There were no recognised gains and losses other than those reflected in the above profit and loss account.

# WMH (No 7) Limited

## Balance sheet at 31 March 1995

	<i>Note</i>	<b>31 March 1995 £</b>	<b>26 March 1994 £</b>
<b>Fixed assets</b>			
Investments	2	30	30
<b>Current assets</b>			
Investments - 8% Treasury stock 2002-2006		100	100
Amounts owed by group undertakings		115	9
		<hr/>	<hr/>
<b>Net assets</b>		<b>245</b>	<b>139</b>
		<hr/>	<hr/>
<b>Capital and reserves</b>			
Called up share capital	4	130	130
Profit and loss account		115	9
		<hr/>	<hr/>
		<b>245</b>	<b>139</b>
		<hr/>	<hr/>

These financial statements were approved by the board of directors on 6 November 1995 and are signed on its behalf by:



**R Hopkin**  
*Director*

# WMH (No 7) 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 financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

Under Financial Reporting Standard Number 1, the company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a wholly owned subsidiary undertaking.

#### *Fixed assets investments*

Fixed asset investments are stated at cost.

### 2 Fixed asset investments

	1995 £	1994 £
Shares in UK private company	<u>30</u>	<u>30</u>

The company owns 3% of each class of the issued ordinary and preference shares of Water Meadow Holdings Limited, a holding company registered and incorporated in England and Wales.

In January 1995 Water Meadow Holdings Limited purchased 5,396,850 of its ordinary shares of 25p each, 29,700 of its 5.25% preference shares of £1 each and 1,971,000 of its 5.625% preference shares of £1 each held by the company for an aggregate consideration of £1,440,000 resulting in a profit to the company of £1,440,000.

### 3 Dividend

	1995 £	1994 £
Interim paid (£11,076 per share)	<u>1,439,900</u>	<u>-</u>

### 4 Called up share capital

	1995 £	1994 £
<i>Authorised, allotted, called up and fully paid</i> Ordinary shares of £1 each	<u>130</u>	<u>130</u>



# WMH (No 7) Limited

## Notes *(continued)*

### 5 Post balance sheet event

On 2 November 1995 the company sold its investment in Water Meadow Holdings Limited to a fellow group company for £135,000 resulting in a profit to the company of £134,970. There were no tax consequences of this transaction.

### 6 Ultimate holding company

The company's ultimate holding company is WMH (No 100) Plc (formerly Magnet Group Plc), which is incorporated in Great Britain and registered in England and Wales.