

COMPANY REGISTRATION NUMBER 05949882

COOTS LIMITED
UNAUDITED ABBREVIATED ACCOUNTS
31 DECEMBER 2009

FRIDAY



A60

A4JSUJLN

30/04/2010

528

COMPANIES HOUSE

COOTS LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31 DECEMBER 2009

CONTENTS	PAGE
Abbreviated balance sheet	1
Notes to the abbreviated accounts	3

COOTS LIMITED
ABBREVIATED BALANCE SHEET
31 DECEMBER 2009

	Note	2009		2008	
		£	£	£	£
CURRENT ASSETS					
Debtors		300,000		268,753	
Cash at bank and in hand		-		206,266	
		<u>300,000</u>		<u>475,019</u>	
CREDITORS: Amounts falling due within one year		<u>(3,000)</u>		<u>(31,011)</u>	
NET CURRENT ASSETS			<u>297,000</u>		<u>444,008</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			297,000		444,008
CREDITORS Amounts falling due after more than one year			<u>(2,168,166)</u>		<u>(2,070,713)</u>
NET LIABILITIES			<u>(1,871,166)</u>		<u>(1,626,705)</u>
CAPITAL AND RESERVES					
Called-up equity share capital	3		1,000		1,000
Share premium account			599,450		599,450
Profit and loss account			<u>(2,471,616)</u>		<u>(2,227,155)</u>
DEFICIT			<u>(1,871,166)</u>		<u>(1,626,705)</u>

The Balance sheet continues on the following page
The notes on pages 3 to 5 form part of these abbreviated accounts.

COOTS LIMITED

ABBREVIATED BALANCE SHEET *(continued)*

31 DECEMBER 2009

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the accounts for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of sections 394 and 395, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

These abbreviated accounts were approved by the directors and authorised for issue on 22 April 2010, and are signed on their behalf by

D.J. Hanstock

D J Hanstock

Company Registration Number 05949882

The notes on pages 3 to 5 form part of these abbreviated accounts.

COOTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2009

1 ACCOUNTING POLICIES

Basis of accounting

The accounts have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Development costs

Development costs relating to the company's development of the carbon capture and storage infrastructure are capitalised as a tangible asset, depending on its nature, only if all of the following conditions are met

- a) Development costs can be reliably measured
- b) The project continues to be technically feasible
- c) There is an intention to complete the project to the stage where the technology can be used by the company, or sold to a third party, generating future economic benefits

Development costs that do not meet these criteria are recognised in the profit and loss account within operating costs. Development costs associated with the development of the pipeline system are depreciated on a straight line basis over the asset's estimate useful economic life from the date that development ceases

Loans

Loans received are carried at amortised cost using the effective interest rate method less any allowance for estimated impairments. A provision is established for impairments where there is objective evidence that the company will not be able to collect all amounts due under the original terms of loan. Interest income, together with losses when the loans are impaired, are recognised in the profit and loss account

Interest bearing loans and overdrafts are recorded at the proceeds received, net of direct issue costs plus accrued interest less any repayments. Finance charges are recognised in the profit and loss account in the period in which they are incurred using the effective interest method

Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted. Deferred tax assets are recognised only when recovery is likely

Going concern

The directors have considered the application of the going concern basis of accounting and believe that for the foreseeable future the company will have adequate resources to meet its liabilities as they fall due. In making the assessment the directors of the company have considered the intentions of the directors of Progressive Energy Limited, the ultimate parent undertaking, to provide financial support to the company in the conduct of its ordinary business operations for a period of 12 months from the date of approval of these financial statements.

COOTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2009

2 RELATED PARTY TRANSACTIONS

During the year the company was charged £105,000 (2008 - £430,500) in management services provided to the company by Progressive Energy Limited £Nil was outstanding at the year end (2008 - £Nil)

Progressive Energy Limited paid for expenditure to the value of £100,290 (2008 - £Nil) on behalf of the company They also repaid a £250,000 (2008 - £Nil) loan to G B Gas Holdings Limited on behalf of Coots Limited

During the year Coots Limited repaid £45,690 (2008 - £Nil) to Progressive Energy Limited in relation to the above

During the year Coots Limited received £1,943 (2008 - £Nil) in respect of VAT refunds that Progressive Energy Limited claimed on behalf of the VAT group

At the year end the company owed Progressive Energy Limited £304,020 (2008 - £Nil) by way of an inter-company loan account Progressive Energy Limited is the ultimate holding company (see note 4)

In 2007 the company borrowed £1,800,000 from GB Gas Holdings Limited Since 15 April 2009 the loan accrues interest at a flat rate of 1% per annum (2008 - LIBOR plus 150 basis points), which is added to the outstanding loan balance every 3 months The interest charged for the year is £43,433 (2008 - £140,751), which has been added to the outstanding loan balance at the year end At the year end £1,864,146 (2008 - £2,070,713) was owed to GB Gas Holdings Limited and is repayable on the earlier of 31 December 2018 or certain events

G B Gas Holdings Limited ceased to be an immediate parent undertaking on 15 April 2009 (see note 4)

In 2007 the company loaned £1,500,000 to Centrica plc During 2009 Centrica plc repaid £250,000 (2008 - £1,250,000) The funds were repayable to the company on demand The loan accrued interest at Bank of England base rate plus 75 basis points The investment attracted interest income during the year of £2,675 (2008 - £35,351) The amount due from Centrica plc at the year end was £Nil (2008 - £250,000) as the loan was repaid in full on 12 March 2009

Centrica plc ceased to be the ultimate holding company on 15 April 2009 (see note 4)

During the year the company loaned £300,000 (2008 - £Nil) to Coastal Energy Limited £300,000 (2008 - £Nil) remained due from Coastal Energy Limited at 31 December 2009

Coastal Energy Limited is also a 100% subsidiary of Progressive Energy Limited

3 SHARE CAPITAL

Authorised share capital:

	2009	2008
	£	£
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

COOTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 2009

3. SHARE CAPITAL *(continued)*

Allotted, called up and fully paid:

	2009		2008	
	No	£	No	£
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

On 15 April 2009 550 Ordinary shares were transferred from GB Gas Holdings Limited to Progressive Energy Limited. At the year end Coots Limited was a 100% subsidiary of Progressive Energy Limited.

4. ULTIMATE PARENT COMPANY

Until 14 April 2009, the immediate parent undertakings of the company were GB Gas Holdings Limited and Progressive Energy Limited. The parties owned 55% and 45% respectively of the issued ordinary share capital.

The ultimate holding company at this time was Centrica plc. Centrica plc was incorporated in England and Wales.

On 15 April 2009, GB Gas Holdings Limited sold its holding in Coots Limited to Progressive Energy Limited. Progressive Energy Limited, a company incorporated in England and Wales, now owns 100% of the company's share capital and is the ultimate controlling party.