

Aztec Environmental Control Limited
Report and financial statements
for the year ended 31 March 2006

Registered number: 1361365



Aztec Environmental Control Limited

Report and financial statements for the year ended 31 March 2006

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Aztec Environmental Control Limited

Company information

Directors

R A Lloyd (appointed 1 April 2005)

P P Davies (resigned 1 February 2006)

Secretary and registered office

D Chettle
2297 Coventry Road
Birmingham
B26 3PU

Company registration number

1361365

Aztec Environmental Control Limited

Directors' report for the year ended 31 March 2006

The Directors present their report and the financial statements for the year ended 31 March 2006.

Principal activities

The Company is dormant.

Directors and their interests

The Directors of the Company who served during the year are listed on page 1.

Neither of the Directors had, during the year or at the end of the year, any interest in the share capital of the Company.

Neither Director had, during the year or at the end of the year, a material interest in any contract of significance to the Company's affairs.

The interests of Mr Lloyd at the year end in the ordinary share capital of the ultimate parent undertaking Severn Trent Plc are by virtue of a contingent award of shares under the Severn Trent Plc Long Term Incentive Plan (the 'LTIP') on 15 December 2004 and 5 September 2005. The LTIP operates on a three year rolling basis. The Severn Trent Employee Share Ownership Trust is operated in conjunction with the LTIP. Awards do not vest until they have been held in trust for three years and specific performance criteria have been satisfied.

The performance criteria for the awards are based on a combination of Severn Trent Plc's Total Shareholder Return ('TSR') compared to the TSR of a number of other privatised utility companies and Economic Profit targets. The individual interests, which represent the maximum aggregate number of shares to which Mr Lloyd could become entitled are as follows:

	1 April 2005 Number of ordinary shares of 65 ⁵ / ₁₉ p each	Awards vested during the year	Market price at time of vesting (p)	Gain on vesting (£'000)	Awards lapsed during year	Awarded during year	Market price at time of award (p)	31 March 2006 Number of ordinary shares of 65 ⁵ / ₁₉ p each
R A Lloyd	2,180	-	-	-	-	3,076	1,017	5,256

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Directors' report for the year ended 31 March 2006 (continued)

Statement of Directors' Responsibilities

The Directors confirm that suitable accounting policies have been used and applied consistently. They also confirm that reasonable and prudent judgement and estimates have been made in preparing the financial statements for the year ended 31 March 2006 and that applicable accounting standards have been followed.

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 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.

By order of the Board



D Chettle

Secretary

Date:.....8. August.....2006.....

Aztec Environmental Control Limited

Profit and loss account for the year ended 31 March 2006

The Company has not traded in the previous three years.

The Company had no other recognised gains and losses during the year.

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Balance sheet at 31 March 2006

	Notes	2006 £'000	2005 £'000
Creditors: amounts falling due within one year	3	(215)	(215)
Net liabilities		(215)	(215)
Capital and reserves			
Called up share capital	4	340	340
Share premium account		5	5
Profit and loss account		(560)	(560)
Equity shareholders' deficits	5	(215)	(215)

The Company was dormant throughout the year under review.

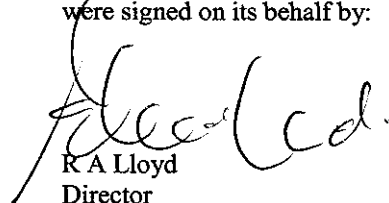
(a) For the year ended 31 March 2006 the Company was entitled to exemption under section 249AA(1) of the Companies Act 1985.

(b) Members have not required the Company to obtain an audit in accordance with section 249B(2) of the Companies Act 1985.

(c) The Directors acknowledge their responsibility for:

- i. ensuring the Company keeps accounting records which comply with section 221; 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 section 226, and which otherwise comply with the requirements of the Companies Act relating to the accounts, in so far as applicable to the Company.

The financial statements on pages 5 to 7 were approved by the Board of Directors on8/8/06..... and were signed on its behalf by:


R A Lloyd
Director

Aztec Environmental Control Limited

Notes to the financial statements for the year ended 31 March 2006

1 Principal accounting policies

The financial statements have been prepared in accordance with applicable accounting standards. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of accounting

The accounts have been prepared under historical cost convention.

Cash flow statement

The Company has taken advantage of the exemption in the Financial Reporting Standard No 1 (Revised) from the requirement to produce a cash flow statement on the grounds that it is a wholly owned subsidiary of Severn Trent Plc. The parent company has prepared a consolidated cash flow statement including that of the Company as part of its statutory accounts for the year ended 31 March 2006.

Related party transactions

The Company has taken advantage of the exemption under Financial reporting Standard 8 relating to 90% subsidiary undertakings and has not disclosed details of transactions with other undertakings within the Severn Trent Group.

2 Directors' emoluments

The Directors received no emoluments for their services as Directors of the Company (2005: £Nil)

3 Creditors: amounts falling due within one year

	2006	2005
	£'000	£'000
Amounts owed to group undertakings	215	215

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Notes to the financial statements for the year ended 31 March 2006 (continued)

4 Called up share capital

	2006	2005
	£'000	£'000
Authorised		
350,000 ordinary shares of £1 each	350	350
Allotted, called up and fully paid		
340,120 ordinary shares of £1 each	340	340

5 Reconciliation of movements in shareholders' deficits

	2006	2005
	£'000	£'000
Opening and closing shareholders' deficits	215	215

6 Ultimate parent company

The ultimate parent undertaking for which group accounts are prepared is Severn Trent Plc which is registered in England and Wales. The immediate parent undertaking is Severn Trent Services Holdings Plc which is registered in England and Wales. Copies of the group accounts may be obtained from the Company Secretary, Severn Trent Plc, 2297 Coventry Road, Birmingham, B26 3PU.