

**JERSEY GAS COMPANY LIMITED**

**REPORT AND ACCOUNTS**

**31st DECEMBER 1994**

## JERSEY GAS COMPANY LIMITED

Incorporated under "Lois 1918 - 1965 Sur La Compagne Du Gaz", now repealed, continuing in existence under the provisions of the Jersey Gas Company (Jersey) Law 1989.

Directors	P FAIRCLOUGH, B.Sc., C.Eng., M.I. Gas E. 27 Les Cherfs, Cobo, Castel, Guernsey
	A SPRUCE Sans Pareil, Rue Sauvage, St Sampsons, Guernsey
	R B GRAHAM, F.C.A. Cote du Nord, Clos des Emrais, Castel, Guernsey
	D H BIRD Dandie, Le Dell Clos, Le Foulon, St Peter Port, Guernsey
	M J WILLIAMS, B.Sc., C.Eng., M.I. Gas E. Kyrenia, Les Osmonds, St Sampsons, Guernsey
	R St C STADDON 1 Port de L'Ecluse, Mont Les Vaux, St Brelade, Jersey
	C VANE 9 Thornton Villas, Upper Kingscliff, St Helier, Jersey
Secretary	K J OLLIVIER
Auditors	BURNETT SWAYNE Charter Court Third Avenue Southampton
Bankers	National Westminster Bank PLC 23 Broad Street St Helier JERSEY
Registered Office	Thomas Edge House Tunnell Street St Helier JERSEY

JERSEY GAS COMPANY LIMITED

NOTICE OF MEETING

NOTICE is hereby given that the Annual General Meeting of the Company will be held at Thomas Edge House, Tunnell Street, St Helier, Jersey on 20th April 1995 at 3.00 p.m.

for the following purpose:-

1. Election of Chairman.
2. Read Notice convening the Meeting.
3. Approve the minutes of the Annual General Meeting held on 25th April 1994.
4. Receive the Directors' Report and Accounts for the year to 31st December 1994.
5. Declare a Dividend.
6. Election of Directors.
7. Auditors' Report.
8. Appoint Auditors and to fix their remuneration.
9. Transact any other ordinary business of the company.

By Order of the Board

K J OLLIVIER

Secretary

Thomas Edge House  
Tunnell Street  
St Helier  
JERSEY

March 1995

## JERSEY GAS COMPANY LIMITED

## REPORT OF THE DIRECTORS

The Directors submit their report and the audited accounts for the year ended 31st December 1994.

Activities

The principal activity of the company is gas production, distribution and related activities.

Results

The results of the year are shown in the profit and loss account on page 6.

Dividend

The profit for the year after taxation amounted to £714,139 (1993 £403,317). It is recommended that this be allocated as follows:-

	1994	1993
Preference Dividends	11844	11844
Ordinary Dividends	-	-
Transfer to Reserves	702295	391473
	-----	-----
	714139	403317
	=====	=====

Directors

Messrs R B Graham and D H Bird retire in accordance with By-Law 66 and, being eligible, offer themselves for re-election.

Directors Responsibilities

The directors are responsible for preparing financial statements for each financial year 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 the profit or loss of the company for that period and are in accordance with applicable laws.

In preparing those financial statements the directors are required to select suitable accounting policies and then apply them consistently, make judgements that are reasonable and prudent and prepare the financial statements on a 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 have been properly prepared in accordance with generally accepted accounting principles and the Jersey Gas Company (Jersey) Law 1989. 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.

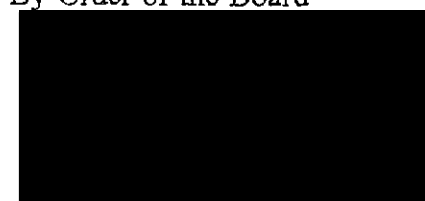
JERSEY GAS COMPANY LIMITED

REPORT OF THE DIRECTORS (continued)

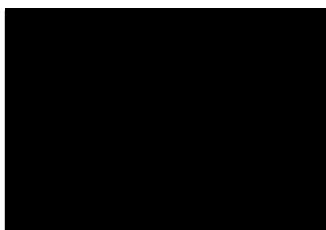
Auditors

The auditors, Burnett Swayne, have indicated their willingness to continue in office and a resolution concerning their appointment will be proposed at the Annual General Meeting.

By Order of the Board



Director



Director

March 1995

## JERSEY GAS COMPANY LIMITED

## AUDITORS REPORT TO THE MEMBERS OF JERSEY GAS COMPANY LIMITED

We have audited the financial statements on pages 6 to 19 which have been prepared under the historical cost convention, as modified by the revaluation of land and buildings, and the accounting policies set out on pages 10 and 11.

Respective Responsibilities of the Directors and Auditors

As described on page 3 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 at 31st December 1994 and of its profit for the year then ended and comply with the provisions regarding the financial administration of the company contained in article 37 of the Jersey Gas Company (Jersey) Law 1989.



Burnett Swayne  
Chartered Accountants and Registered Auditors  
Southampton

March 1995

## JERSEY GAS COMPANY LIMITED

PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31st DECEMBER 1994

	Note	1994 £	1993 £
TURNOVER	1(v) & 2	5964415	6232291
Cost of Sales		4293615	4692805
GROSS PROFIT		1670800	1539486
Net Operating Expenses:			
Administration Costs		771534	763776
		771534	763776
OPERATING PROFIT		899266	775710
Loss on sale of properties		-	217372
PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST		899266	558338
Interest (net)	3	( 862 )	( 2012 )
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	4	900128	560350
Taxation	5	185989	157033
PROFIT FOR THE FINANCIAL YEAR		714139	403317
Dividends	6	11844	11844
RETAINED PROFIT FOR THE YEAR		702295	391473
		=====	=====

All of the company's operations are classed as continuing.

The notes on pages 10 to 19 form part of these financial statements. A statement of movements on reserves is given in note 16.

## JERSEY GAS COMPANY LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES  
FOR THE YEAR ENDED 31st DECEMBER 1994

	1994 £	1993 £
Profit/(Loss) for the financial year	702295	403317
Unrealised (deficit)/surplus on revaluation of properties	( 40000 )	485364
	-----	-----
Total recognised profits relating to the year	662295	888681
	=====	=====

NOTE OF HISTORICAL COST PROFITS AND LOSSES  
FOR THE YEAR ENDED 31ST DECEMBER 1994

There is no material difference between the profit on ordinary activities before taxation and the retained profit for the year stated above, and their historical cost equivalent.

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS  
FOR THE YEAR ENDED 31ST DECEMBER 1994

	1994 £	1993 £
Profit/(Loss) for the financial year	702295	403317
Dividends	( 11844 )	( 11844 )
Other recognised gains relating to the year	( 40000 )	485364
	-----	-----
Opening shareholders' funds	650451	876837
	8092766	7215929
	-----	-----
Closing shareholders' funds	8743217	8092766
	=====	=====



## JERSEY GAS COMPANY LIMITED

## BALANCE SHEET AT 31st DECEMBER 1994

	Note	1994 £	1993 £
<b>FIXED ASSETS</b>			
Tangible Assets	1(ii) & 7	9930951	9294540
<b>CURRENT ASSETS</b>			
Stock and Work in Progress	1(iii) & 8	492075	447849
Debtors	9	1761658	1938593
Cash at Bank and in Hand		390	12252
		2254123	2398694
<b>CURRENT LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>			
Creditors	10	1163719	1225565
Bank Overdraft & Short Term Loans	11	385495	300000
States Income Tax		118854	34564
Proposed Dividends	6	5922	5922
		1673990	1566051
<b>NET CURRENT ASSETS</b>		<b>580133</b>	<b>832643</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		10511084	10127183
<b>AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</b>			
States Income Tax		136563	117805
Creditors	12	1219923	1566501
Provision for Liabilities & Charges	14	399537	350111
		1756023	2034417
<b>NET ASSETS</b>		<b>8755061</b>	<b>8092766</b>
<b>CAPITAL AND RESERVES</b>			
<b>Equity Shareholders Funds</b>			
Called up Share Capital	15	915000	915000
Share Premium Account	16	962	962
Revaluation Reserve	16	1536783	1576783
Capital Reserve	16	2850100	2850100
Profit & Loss Account	16	3093312	2391017
		8396157	7733862
<b>Non Equity Shareholders Funds</b>			
Called Up Share Capital	15	358904	358904
		8755061	8092766

The accounts on pages 6 to 19 were approved by the board of directors on 23rd March 1995 and were signed on its behalf by:-

Directors

The notes on pages 10 to 19 form part of these financial statements.

## JERSEY GAS COMPANY LIMITED

CASH FLOW STATEMENT  
FOR THE YEAR ENDING 31st DECEMBER 1994

	1994		1993
	£	£	£
NET CASH INFLOW FROM OPERATING ACTIVITIES		1273624	637372
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest Received		2400	3500
Interest Paid	( 370 )		( 1993 )
Dividends Paid	( 11844 )		( 11882 )
	-----		-----
Net Cash (Outflow) from returns on investments and servicing of finance		( 9814 )	( 10375 )
			-----
TAXATION			
States Income Tax Paid	( 33515 )		( 1725 )
	-----		-----
Net Cash (Outflow) from Taxation		( 33515 )	( 1725 )
			-----
INVESTING ACTIVITIES			
Purchase of tangible fixed assets	( 1280477 )		( 329456 )
Sale of tangible fixed assets	250225		15080
	-----		-----
Net Cash (Outflow) from Investing Activities		( 1030252 )	( 314376 )
			-----
Net Cash Inflow/(Outflow) before Financing		200043	310896
FINANCING			
Loan Advances		2600	22400
Repayment of Loans	( 300000 )		( 300000 )
	-----		-----
		( 297400 )	( 277600 )
			-----
(DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	( 97357 )		33296
		=====	=====

Note 18 forms part of this statement.

## JERSEY GAS COMPANY LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st DECEMBER 1994

## 1. ACCOUNTING POLICIES

## (i) Basis of Presentation

The accounts have been prepared under the historical cost convention, and modified by the revaluation of land and buildings, in accordance with applicable accounting standards.

## (ii) Tangible Fixed Assets

Depreciation is provided at rates calculated to write off the cost of fixed assets on the straight line method over their estimated useful lives.

The principal rates in use are:-

	%
Land & Buildings	
- freehold building	2
Plant & Machinery	10-33
Vehicles	20-25

## (iii) Investment Properties

In accordance with SSAP 19, investment properties are revalued annually and any material surplus or deficit is transferred to a revaluation reserve. No amortisation is provided on the properties.

Where a revaluation deficit arises on a property, and this is considered by the directors to be a permanent deficit, then the deficit is charged to profit and loss account.

Independent professional valuations are undertaken every three years and annual reviews of these valuations are carried out by qualified internal staff.

## (iv) Stock and Work in Progress

Stock has been valued at the lower of cost and net realisable value. Work in progress has been valued at cost of direct materials and labour.

## (v) Turnover

Turnover represents the value of sales and services invoiced to customers. The company does not account for gas sales until meters are read.

## (vi) Deferred Taxation

Deferred taxation is provided using the liability method in respect of the taxation effect on all timing differences to the extent that it is probable the liabilities will crystallise in the future.

## JERSEY GAS COMPANY LIMITED

## NOTES TO THE ACCOUNTS (continued)

## (vii) Pension Contributions

The Company operates a defined benefit pension scheme. The funds are valued every three years by a professionally qualified independent actuary, the rates of contribution payable are determined by the actuary. Pension costs are accounted for on the basis of charging the expected cost of providing pensions over the period the Company benefits from the employees' services. The effects of variations from regular cost are spread over the expected average remaining service lives of members of the scheme.

The Company has certain past employees whose pensions have not been funded externally. A provision for the capital cost of funding these pensions is renewed annually. The charge against profits represents the pensions paid net of any movement in the provision.

## (viii) Finance and Operating Leases

Fixed assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their useful lives. The capital element of future payments is treated as a liability and the interest element is charged to profit and loss account as it accrues. Costs in respect of operating leases are charged to operating profit as they are incurred.

## 2. TURNOVER

	1994	1993
	£	£
The company turnover comprises:-		
Trading Activities	5847349	6181048
Rents	117066	58070
	-----	-----
	5964415	6239118
	=====	=====

## 3. INTEREST

	1994	1993
	£	£
Interest Payable		
Loans & overdrafts wholly repayable within 5 years	1538	1388
Bank	-	100
	-----	-----
	1538	1488
Less: Interest receivable	( 2400 )	( 3500 )
	-----	-----
	( 862 )	( 2012 )
	=====	=====

JERSEY GAS COMPANY LIMITED  
 NOTES TO THE ACCOUNTS (continued)

4.	PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	1994	1993
		£	£
	Profit on ordinary activities before taxation is stated after charging/(crediting):		
	Loss on sale of land & buildings	-	217372
	Depreciation	579827	518205
	Loss on disposal of other fixed assets	4573	3017
	Operating Lease Rentals		
	- Land & Buildings	58392	43358
	- Plant & Machinery	6775	3363
	Auditors Remuneration		
	- Audit	13000	12750
	- Other Services	2600	2500
	Net Rental Income	( 48685 )	( 54738 )
		=====	=====
5.	TAXATION	1994	1993
		£	£
	The taxation charge for the year comprises:		
	States of Jersey Income Tax at 20% (1993 20%) on the results for the year	136563	117805
	Deferred Taxation	49426	38628
	Under Provision in Previous Years	-	600
		-----	-----
		185989	157033
		=====	=====
6.	DIVIDENDS	1994	1993
		£	£
	Ordinary Shares paid	-	-
	5% Cumulative Preference Shares	38	38
	3% Cumulative Preference Shares	1884	1884
	5% Cumulative A Preference Shares	4000	4000
		-----	-----
		5922	5922
		=====	=====
	Ordinary Shares proposed	-	-
	5% Cumulative Preference Shares	38	38
	3% Cumulative Preference Shares	1884	1884
	5% Cumulative A Preference Shares	4000	4000
		-----	-----
		5922	5922
		-----	-----
		11844	11844
		=====	=====

## JERSEY GAS COMPANY LIMITED

## NOTES TO THE ACCOUNTS (continued)

## 7. TANGIBLE FIXED ASSETS

	Investment Properties £	Freehold Land and Buildings £	Plant & Machinery £	Motor Vehicles £	Total £
Cost or Valuation					
At 31.12.1993	3411800	1794200	6691176	197197	12094373
Additions	206402	-	1047349	13810	1267561
Disposals	( 1589 )	-	( 11808 )	( 18722 )	( 32119 )
Revaluation adjustment ( 40000 )	( 40000 )	-	-	-	( 40000 )
At 31.12.1994	3576613	1794200	7726717	192285	13289815
Depreciation					
At 31.12.1993	-	-	2694301	105532	2799833
Accounts Charge	-	28228	513972	37627	579827
Disposals	-	-	( 5998 )	( 14798 )	( 20796 )
At 31.12.1994	-	28228	3202275	128361	3358864
Net Book Value 31.12.1994	3576613	1765972	4524442	63924	9930951
Net Book Value 31.12.1993	3411800	1794200	3996875	91665	9294540

The freehold properties were revalued on 31st December 1993 by Lovell & Partners Limited on the basis of open market value. The value of the freehold property under the historical cost accounting rules was £3,834,030 (1993 £3,629,217).

## 8. STOCKS

	1994 £	1993 £
Work in Progress	87926	60935
Other Stock	404149	386914
	492075	447849

JERSEY GAS COMPANY LIMITED  
NOTES TO THE ACCOUNTS (continued)

9.	DEBTORS	1994	1993
		£	£
	Amounts falling due within one year:		
	Trade Debtors	516965	715699
	Amounts due from Group Companies	990000	840000
	Other Debtors	55439	251235
	Prepayments and Accrued Income	91261	96659
		-----	-----
		1653665	1903593
	Amounts falling due after more than one year		
	Trade Debtors	72993	-
	Loan	35000	35000
		-----	-----
		107993	35000
		-----	-----
		1761658	1938593
		=====	=====
10.	CREDITORS	1994	1993
		£	£
	Amounts falling due within one year:		
	Trade Creditors	488893	466011
	Amounts due to Group Companies	175000	150000
	Other Creditors	78104	109524
	Accruals and Deferred Income	221089	196263
	Provision for Pensions	200633	303767
		-----	-----
		1163719	1225565
		=====	=====
11.	BANK OVERDRAFT AND LOANS	1994	1993
		£	£
	Repayable within one year:		
	Bank - Overdraft	85495	-
	States of Jersey Loan	300000	300000
		-----	-----
		385495	300000
		=====	=====
12.	CREDITORS	1994	1993
		£	£
	Amounts falling due after more than one year:		
	States of Jersey Loan	600000	900000
	Other Loans	110000	107400
	Provision for pensions	509923	559101
	Other Creditors	-	-
		-----	-----
		1219923	1566501
		=====	=====

## JERSEY GAS COMPANY LIMITED

## NOTES TO THE ACCOUNTS (continued)

13. STATES OF JERSEY LOANS	1994	1993
	£	£
Amount payable within one year	300000	300000
Payable in one to two years	300000	300000
Payable in two to five years	300000	600000
	-----	-----
	900000	1200000
	=====	=====

The States of Jersey loan is interest free, and is secured on the company's freehold property, with the exception of three houses occupied by employees.

14. PROVISION FOR LIABILITIES AND CHARGES		£
Deferred taxation		
At 31.12.93		350111
Transfer to taxation		49426
		-----
At 31.12.94		399537
		=====
	1994	1993
	£	£
Deferred taxation provided in the accounts is as follows:-		
Accelerated Capital Allowances	541648	522684
Other Timing Differences	( 142111 )	( 172573 )
	-----	-----
	399537	350111
	=====	=====

15. SHARE CAPITAL	1994	1993
	£	£
Authorised:		
Equity Shares:		
Ordinary Shares of £1 each	915000	915000
Non Equity Shares:		
5% Cumulative Preference Shares of £1 each	3000	3000
3% Cumulative Preference Shares of £1 each	157000	157000
5% Cumulative 'A' Preference Shares of £1 each	200000	200000
	-----	-----
	1275000	1275000
	=====	=====



## JERSEY GAS COMPANY LIMITED

## NOTES TO THE ACCOUNTS (continued)

## 15. SHARE CAPITAL (continued)

	1994	1993
	£	£
Allotted, Called Up and Fully Paid:		
Equity Shares:		
Ordinary Shares of £1 each	915000	915000
	-----	-----
Non Equity Shares:		
5% Cumulative Preference Shares of £1 each	1904	1904
3% Cumulative Preference Shares of £1 each	157000	157000
5% Cumulative 'A' Preference Shares of £1 each	200000	200000
	-----	-----
	358904	358904
	-----	-----
	1273904	1273904
	=====	=====

The three categories of preference shares represent non equity share capital, which are not entitled to participate in the profits of the company other than to the extent of their fixed dividend.

## 16. RESERVES

	Share Premium £	Revaluation Reserve £	Capital Reserve £	Profit & Loss a/c £
At 31.12.1993	962	1576783	2850100	2391017
Retained Profit for Period	-	-	-	702295
Revaluation adjustment	-	( 40000 )	-	-
	-----	-----	-----	-----
At 31.12.1994	962	1536783	2850100	3093312
	=====	=====	=====	=====

## 17. PENSION SCHEME

The company operates a defined benefit pension scheme. The scheme is funded and the assets held separately from those of the company and are invested with an insurance company. The contribution rate is determined with the advice of independent qualified actuaries on the basis of triennial valuations using both the current and projected unit method with a twenty year control period. The results of the most recent valuations which were conducted as at 1st July 1994 were as follows:

## JERSEY GAS COMPANY LIMITED

## NOTES TO THE ACCOUNTS (continued)

## 17. PENSION SCHEME (continued)

**Main Assumptions**

Annual Rate of return on investments	9.0%
Annual rate of salary increases	8.0%
Market value of scheme assets (£000)	1344
Level of funding being the actuarial value of assets expressed as a percentage of the benefits accrued to members:	
on current salaries	243%
after allowing for future assumed salary increases	114%

There are no deficiencies when the levels of funding are calculated on a current unit method. Any deficiencies calculated on the projected unit method will be eliminated by current contributions over the control period.

The company has certain past employees whose pensions have not been funded by any schemes.

The provision for the present value of the capital costs of these pension amounts to £610,056 (1993 £661,868). The reduction in the provision of £51,812 (1993 £102,217) has been credited against the amounts paid to pensioners in 1994.

Pension costs comprise:	1994	1993
	£	£
Funded scheme	79520	109161
Unfunded scheme	48321	15607
	-----	-----
	127841	124768
	=====	=====

The principal reason why costs relating to the funded scheme have decreased is the reduction in the funding rate from 11.6% to 9.3% as advised by the actuary.

## JERSEY GAS COMPANY LIMITED

## NOTES TO THE ACCOUNTS (continued)

## 18. CASH FLOW STATEMENT

Reconciliation of Operating Profit to Net Cash Inflow from Operating Activities			1994	1993	
			£	£	
Operating Profit			899266	775710	
Depreciation			579827	518205	
Loss on Sale of Tangible Fixed Assets			4573	3017	
(Increase)/Decrease in Stocks			( 44226 )	154580	
(Increase) in Debtors			( 66540 )	( 844091 )	
(Decrease)/Increase in Creditors			( 99276 )	29951	
			-----	-----	
Net Cash Inflow from operating activities			1273624	637372	
			=====	=====	
Analysis of Changes in Cash and Cash Equivalents during the Year					
Balance at 31st December 1993			12252	( 21044 )	
Net Cash (Outflow)/Inflow			( 97357 )	33296	
			-----	-----	
Balance at 31st December 1994			( 85105 )	12252	
			=====	=====	
Analysis of the Balance of Cash and Cash Equivalent as shown in the Balance Sheet				Change	Change
	1994	1993	1992	1994	1993
	£	£	£	£	£
Cash at Bank and in Hand	390	12252	7106	( 11862 )	5146
Bank Overdrafts	( 85495 )	-	( 28150 )	( 85495 )	28150
	-----	-----	-----	-----	-----
	( 85105 )	12252	( 21044 )	( 97357 )	33296
	=====	=====	=====	=====	=====
Analysis of Changes in Financing				Loans	
			1994	1993	
			£	£	
Balance at 1st January 1994			1307400	1585000	
Cash (Outflow)			( 297400 )	( 277600 )	
			-----	-----	
Balance at 31st December 1994			1010000	1307400	
			=====	=====	

## JERSEY GAS COMPANY LIMITED

## NOTES TO THE ACCOUNTS (continued)

## 19. COMMITMENTS

	1994	1993
	£	£
Capital Commitments:-		
Expenditure contracted but not provided for:	-	106256
Expenditure authorised but not contracted for:	-	-
	-----	-----
	-	106256
	=====	=====
Lease Commitments:-		

At 31st December 1994 the company had annual commitments under non-cancellable operating leases as set out below:

	Land & Buildings		Other	
	1994	1993	1994	1993
	£	£	£	£
Operating leases which expire:				
Within two to five years	81519	-	6775	4795
In over five years	-	47390	-	-
	-----	-----	-----	-----
	81519	47390	6775	4795
	=====	=====	=====	=====

## 20. CONTINGENT LIABILITIES

The company has given an unlimited guarantee to National Westminster Bank PLC for all monies owing to the bank by Guernsey Gas Light Company Limited and its other subsidiary undertakings, which at 31st December 1994 amounted to £5,334,976.

## 21. ULTIMATE PARENT COMPANY

The company's ultimate parent company is Guernsey Gas Light Company Limited, a Guernsey registered company.