

Registered number  
1172728

PAUL MURRAY PLC

Report and Accounts

31 December 2005



## **PAUL MURRAY PLC**

### **Directors' Report**

The directors present their report and accounts for the year ended 31 December 2005.

#### **Principal activities**

The company's principal activity during the year continued to be the manufacturing, wholesaling and packing of non-pharmaceutical products and surgical goods, and the distribution of cosmetics, fragrances and toiletries.

#### **Results and dividends**

The profit for the year, after taxation, amounted to £642,578. Ordinary dividends of £275,458 were paid in the year which leaves a profit of £367,120 to be retained.

#### **Business review and future developments**

The company's strategy to increase sales and profitability during 2005 was successful. Despite challenging retail conditions in the UK at present, the directors are confident that the continued development and implementation of their strategy will result in further improvements in both sales and profitability in 2006.

#### **Directors**

The directors who served during the year and their interests in the share capital of the company were as follows:

	£1 Ordinary shares	
	31 Dec 2005	1 Jan 2005
P T Murray	69,000	69,000
K J Murray	1,000	1,000
D A Murray	-	-
P D Vanstone (resigned 1 April 2005)	-	-
K E Moore (resigned 1 April 2005)	-	-
N B Hayton (appointed 8 April 2005)	-	-
T H Pickford (appointed 18 July 2005)	-	-
S C Coatham (appointed 1 November 2005)	-	-

The remaining 30,000 shares are held by a trust, the Paul Travis Murray Settlement, the trustees of which are P T Murray and J A Poulter. Mr Poulter is a partner in Rothman Pantall & Co, the company's auditors.

#### **Political and charitable donations**

During the year, the company made various charitable contributions totalling £200 (2004 £0).

#### **Creditor payment policy**

It is the company's policy whenever possible to pay suppliers at the end of the month following the invoice date, except in the case of some overseas suppliers whom the company may pay in advance. At 31 December 2005 the company's creditor days stood at 20 (2004 34 days).

**PAUL MURRAY PLC**  
**Directors' Report**


**Disclosure of information to auditors**

So far as each director at the date of approval of this report is aware:

- there is no relevant audit information of which the company's auditors are unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

This report was approved by the board on .....22 June 2006.....

P T Murray  
Director

A handwritten signature in black ink, consisting of a large, stylized 'P' and 'M' followed by a long horizontal stroke.

**PAUL MURRAY PLC**  
**Statement of Directors' Responsibilities**

The directors are responsible for preparing the report and accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors to prepare accounts 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 for that period. In preparing those accounts, 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 accounts;
- prepare the accounts 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 accounts 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.

# PAUL MURRAY PLC

## Independent auditors' report to the shareholders of PAUL MURRAY PLC

We have audited the accounts of Paul Murray plc for the year ended 31 December 2005 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement, the Statement of Total Recognised Gains and Losses and the related notes. These accounts have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 auditors' 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 auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the accounts, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

### Basis of audit opinion

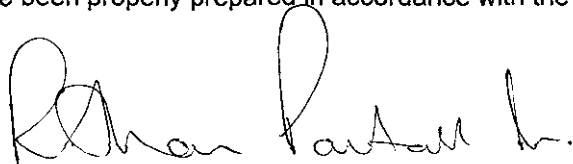
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

### Opinion

In our opinion the accounts:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2005 and of its profit for the year then ended; and
- have been properly prepared in accordance with the Companies Act 1985.



Rothman Pantall & Co  
Chartered Accountants & Registered Auditors

10 Oxford Street  
Southampton  
Hampshire  
SO14 3DJ

13 JULY 2006

**PAUL MURRAY PLC**  
**Profit and Loss Account**  
**for the year ended 31 December 2005**

	Notes	2005 £	2004 £
<b>Turnover</b>	2	8,130,550	7,551,873
Cost of sales		(4,570,130)	(4,052,043)
<b>Gross profit</b>		<u>3,560,420</u>	<u>3,499,830</u>
Distribution costs		(1,792,293)	(1,776,162)
Administrative expenses		(864,300)	(976,681)
<b>Operating profit</b>	3	<u>903,827</u>	<u>746,987</u>
Interest payable	6	(90,958)	(120,559)
<b>Profit on ordinary activities before taxation</b>		<u>812,869</u>	<u>626,428</u>
Tax on profit on ordinary activities	7	(170,291)	(122,002)
<b>Profit for the financial year</b>		<u>642,578</u>	<u>504,426</u>

**Continuing operations**

None of the company's activities were acquired or discontinued during the above two financial years.

**PAUL MURRAY PLC**  
**Statement of total recognised gains and losses**  
**for the year ended 31 December 2005**

	<b>Notes</b>	<b>2005 £</b>	<b>2004 £</b>
Profit for the financial year		642,578	504,426
Unrealised surplus on revaluation of properties	9	257,200	-
Total recognised gains and losses related to the year		<u>899,778</u>	<u>504,426</u>

**PAUL MURRAY PLC**  
**Balance Sheet**  
**as at 31 December 2005**

	Notes	2005 £	2004 £
<b>Fixed assets</b>			
Intangible assets	8	241,031	256,582
Tangible assets	9	1,422,315	1,347,663
Investments	10	11,000	11,000
		<u>1,674,346</u>	<u>1,615,245</u>
<b>Current assets</b>			
Stocks	11	2,180,723	2,242,292
Debtors	12	1,388,270	1,159,317
Cash at bank and in hand		1,529	1,685
		<u>3,570,522</u>	<u>3,403,294</u>
<b>Creditors: amounts falling due within one year</b>	13	(1,797,299)	(1,381,958)
<b>Net current assets</b>		<u>1,773,223</u>	<u>2,021,336</u>
<b>Total assets less current liabilities</b>		<u>3,447,569</u>	<u>3,636,581</u>
<b>Creditors: amounts falling due after more than one year</b>	14	(369,203)	(1,182,535)
		<u>3,078,366</u>	<u>2,454,046</u>
<b>Capital and reserves</b>			
Called up share capital	17	100,000	100,000
Revaluation reserve	18	863,025	605,825
Profit and loss account	19	2,115,341	1,748,221
<b>Shareholders' funds</b>	21	<u>3,078,366</u>	<u>2,454,046</u>

P T Murray  
Director

Approved by the board on 22 June 2006



**PAUL MURRAY PLC**  
**Cash Flow Statement**  
**for the year ended 31 December 2005**

	Notes	2005 £	2004 £
<b>Reconciliation of operating profit to net cash inflow from operating activities</b>			
Operating profit		903,827	746,987
Depreciation charges		231,179	243,792
Amortisation of goodwill		15,551	15,551
Loss on disposal of fixed assets		35	31,206
Decrease in stocks		61,569	191,080
(Increase)/decrease in debtors		(184,442)	52,646
(Decrease)/increase in creditors		(5,954)	136,319
<b>Net cash inflow from operating activities</b>		<u>1,021,765</u>	<u>1,417,581</u>

**CASH FLOW STATEMENT**

<b>Net cash inflow from operating activities</b>		1,021,765	1,417,581
<b>Returns on investments and servicing of finance</b>	22	(90,958)	(120,559)
<b>Taxation</b>		(124,472)	(9,942)
<b>Capital expenditure</b>	22	<u>(48,666)</u>	<u>(212,519)</u>
		757,669	1,074,561
<b>Equity dividends paid</b>		<u>(275,458)</u>	<u>(204,676)</u>
		482,211	869,885
<b>Financing</b>	22	(568,332)	(628,332)
<b>(Decrease)/increase in cash</b>		<u>(86,121)</u>	<u>241,553</u>

**Reconciliation of net cash flow to movement in net debt**

<b>(Decrease)/increase in cash in the period</b>		(86,121)	241,553
<b>Decrease in debt and lease financing</b>		568,332	628,332
<b>Change in net debt</b>	23	<u>482,211</u>	<u>869,885</u>
<b>Net debt at 1 January 2005</b>		<u>(1,293,647)</u>	<u>(2,163,532)</u>
<b>Net debt at 31 December 2005</b>		<u>(811,436)</u>	<u>(1,293,647)</u>

**PAUL MURRAY PLC**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

**1 Accounting policies**

***Accounting convention***

The accounts have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, and in accordance with applicable United Kingdom Accounting Standards.

***Goodwill***

Goodwill on acquisitions, being the excess of purchase price over the fair value of net assets acquired, is capitalised and amortised over its useful economic life of 20 years, on a straight line basis.

***Depreciation***

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows:

Freehold buildings	over 50 years
Display stands	over 3 years
Motor vehicles	25% reducing balance
Computers	25% straight line
Other plant and machinery	25% reducing balance

***Stocks***

Stock is valued at the lower of cost and net realisable value.

***Deferred taxation***

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes.

Deferred tax is calculated at the tax rates which are expected to apply in the periods when the timing differences will reverse, and discounted to reflect the time value of money using rates based on the post-tax yields to maturity that could be obtained at the balance sheet date on government bonds with similar maturity dates.

***Foreign currencies***

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

**PAUL MURRAY PLC**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

***Leasing and hire purchase commitments***

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives. The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

***Pensions***

The company operates two defined contribution pension schemes. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

**2 Turnover**

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

	2005 £	2004 £
Turnover is attributable to the following geographical markets:		
UK	7,725,783	6,935,138
Europe	237,803	295,981
Asia	103,780	130,165
Other	63,184	190,589
	<u>8,130,550</u>	<u>7,551,873</u>

**3 Operating profit**

	2005 £	2004 £
This is stated after charging:		
Depreciation of owned fixed assets	231,179	243,792
Amortisation of goodwill	15,551	15,551
Operating lease rentals - plant and machinery	90,023	84,093
Operating lease rentals - land buildings	26,325	28,950
Auditors' remuneration	10,500	10,750
Non-audit remuneration relating to the auditors	<u>5,857</u>	<u>4,601</u>

**PAUL MURRAY PLC**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

<b>4 Directors' emoluments</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Emoluments	353,313	413,652
Company contributions to money purchase pension schemes	40,675	29,387
	<u>393,988</u>	<u>443,039</u>
Highest paid director:		
Emoluments	119,940	117,392
Company contributions to money purchase pension schemes	34,000	24,000
	<u>153,940</u>	<u>141,392</u>
<b>Number of directors in company pension schemes:</b>	<b>2005</b>	<b>2004</b>
	<b>Number</b>	<b>Number</b>
Money purchase schemes	<u>4</u>	<u>4</u>
<b>5 Staff costs</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Wages and salaries	1,434,763	1,481,795
Social security costs	170,551	170,754
Other pension costs	49,824	34,104
	<u>1,655,138</u>	<u>1,686,653</u>
<b>Average number of employees during the year</b>	<b>Number</b>	<b>Number</b>
Administration	42	43
Operations	25	25
	<u>67</u>	<u>68</u>
<b>6 Interest payable</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	90,958	117,324
Other loans	-	3,235
	<u>90,958</u>	<u>120,559</u>

**PAUL MURRAY PLC**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

<b>7 Taxation</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
<b>Analysis of charge in period</b>		
Current tax:		
UK corporation tax on profits of the period	214,802	124,472
Adjustments in respect of previous periods	-	(2,470)
	<u>214,802</u>	<u>122,002</u>
Deferred tax:		
Origination and reversal of timing differences	(44,511)	-
Tax on profit on ordinary activities	<u>170,291</u>	<u>122,002</u>

**Factors affecting tax charge for period**

The differences between the tax assessed for the period and the standard rate of corporation tax are explained as follows:

	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Profit on ordinary activities before tax	<u>812,869</u>	<u>626,428</u>
Standard rate of corporation tax in the UK	30%	30%
	<b>£</b>	<b>£</b>
Profit on ordinary activities multiplied by the standard rate of corporation tax	243,861	187,928
Effects of:		
Expenses not deductible for tax purposes	(24,496)	24,914
Capital allowances for period in excess of depreciation	(4,563)	(10,656)
Utilisation of tax losses	-	(51,012)
Marginal relief	-	(26,702)
Adjustments to tax charge in respect of previous periods	-	(2,470)
Current tax charge for period	<u>214,802</u>	<u>122,002</u>

**PAUL MURRAY PLC**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

<b>8 Intangible fixed assets</b>	<b>£</b>
Goodwill:	
<b>Cost</b>	
At 1 January 2005	311,009
At 31 December 2005	<u>311,009</u>
<b>Amortisation</b>	
At 1 January 2005	54,427
Provided during the year	<u>15,551</u>
At 31 December 2005	<u>69,978</u>
<b>Net book value</b>	
At 31 December 2005	<u>241,031</u>
At 31 December 2004	<u>256,582</u>

Goodwill is being written off in equal annual instalments over its estimated economic life of 20 years.

**PAUL MURRAY PLC**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

**9 Tangible fixed assets**

	<b>Freehold land and buildings £</b>	<b>Plant and machinery £</b>	<b>Total £</b>
<b>Cost</b>			
At 1 January 2005	975,000	1,184,351	2,159,351
Additions	-	48,666	48,666
Surplus on revaluation	225,000	-	225,000
Disposals	-	(287,045)	(287,045)
At 31 December 2005	<u>1,200,000</u>	<u>945,972</u>	<u>2,145,972</u>
<b>Depreciation</b>			
At 1 January 2005	16,100	795,588	811,688
Charge for the year	16,100	215,079	231,179
Surplus on revaluation	(32,200)	-	(32,200)
On disposals	-	(287,010)	(287,010)
At 31 December 2005	<u>-</u>	<u>723,657</u>	<u>723,657</u>
<b>Net book value</b>			
At 31 December 2005	<u>1,200,000</u>	<u>222,315</u>	<u>1,422,315</u>
At 31 December 2004	<u>958,900</u>	<u>388,763</u>	<u>1,347,663</u>

Freehold land and buildings were revalued 13 January 2006 by a firm of chartered surveyors, based on market value.

Freehold land at valuation included above not depreciated	<u>209,250</u>
---	----------------

Freehold land and buildings:	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Historical cost	<u>626,210</u>	<u>626,210</u>
Cumulative depreciation based on historical cost	<u>253,528</u>	<u>242,004</u>

**PAUL MURRAY PLC**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

**10 Investments**

	Investments in subsidiary undertakings £
<b>Cost</b>	
At 1 January 2005	11,000
At 31 December 2005	<u>11,000</u>

The company holds 20% or more of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
Miner's International Limited	England and Wales	Ordinary	100

Miner's International Limited did not trade during the year.

**11 Stocks**

	2005 £	2004 £
Finished goods and goods for resale	<u>2,180,723</u>	<u>2,242,292</u>

The difference between purchase price or production cost of stocks and their replacement cost is not material.

**12 Debtors**

	2005 £	2004 £
Trade debtors	1,272,134	1,074,311
Other debtors	1,031	2,470
Prepayments and accrued income	70,594	82,536
Deferred tax asset	44,511	-
	<u>1,388,270</u>	<u>1,159,317</u>



**PAUL MURRAY PLC**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

<b>13 Creditors: amounts falling due within one year</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	443,762	112,797
Trade creditors	379,747	467,153
Amounts owed to group undertakings and undertakings in which the company has a participating interest	11,000	11,000
Corporation tax	214,802	124,472
Other taxes and social security costs	250,240	138,847
Other creditors	29,697	53,280
Accruals and deferred income	468,051	474,409
	<u>1,797,299</u>	<u>1,381,958</u>

Bank loans and overdrafts are secured by a debenture, and a first legal charge over the company's freehold land and buildings.

<b>14 Creditors: amounts falling due after one year</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Bank loans	<u>369,203</u>	<u>1,182,535</u>

Bank loans and overdrafts are secured by a debenture, and a first legal charge over the company's freehold land and buildings.

<b>15 Loans</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Analysis of maturity of debt:		
Within one year or on demand	443,762	112,798
Between one and two years	68,332	813,332
Between two and five years	175,856	204,996
After five years	125,015	164,207
	<u>812,965</u>	<u>1,295,333</u>

<b>16 Deferred taxation</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Decelerated capital allowances	<u>(44,511)</u>	-
Undiscounted provision for deferred tax	<u>(44,511)</u>	-

	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Deferred tax credit in profit and loss account	<u>(44,511)</u>	-
At 31 December 2005	<u>(44,511)</u>	-

**PAUL MURRAY PLC**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

<b>17 Share capital</b>			<b>2005</b>	<b>2004</b>
			<b>£</b>	<b>£</b>
Authorised:				
Ordinary shares of £1 each			<u>100,000</u>	<u>100,000</u>
	<b>2005</b>	<b>2004</b>	<b>2005</b>	<b>2004</b>
	<b>No</b>	<b>No</b>	<b>£</b>	<b>£</b>
Allotted, called up and fully paid:				
Ordinary shares of £1 each	100,000	100,000	<u>100,000</u>	<u>100,000</u>
<b>18 Revaluation reserve</b>			<b>2005</b>	<b>2004</b>
			<b>£</b>	<b>£</b>
At 1 January 2005			605,825	605,825
Arising on revaluation during the year			257,200	-
At 31 December 2005			<u>863,025</u>	<u>605,825</u>
<b>19 Profit and loss account</b>			<b>2005</b>	<b>2004</b>
			<b>£</b>	<b>£</b>
At 1 January 2005			1,748,221	1,448,471
Profit for the financial year			642,578	504,426
Dividends			(275,458)	(204,676)
At 31 December 2005			<u>2,115,341</u>	<u>1,748,221</u>
<b>20 Dividends</b>			<b>2005</b>	<b>2004</b>
			<b>£</b>	<b>£</b>
Dividends for which the company became liable during the year:				
Dividends paid			<u>275,458</u>	<u>204,676</u>
<b>21 Reconciliation of movement in shareholders' funds</b>			<b>2005</b>	<b>2004</b>
			<b>£</b>	<b>£</b>
At 1 January 2005			2,454,046	2,154,296
Profit for the financial year			642,578	504,426
Dividends			(275,458)	(204,676)
Other recognised gains and losses			257,200	-
At 31 December 2005			<u>3,078,366</u>	<u>2,454,046</u>

**PAUL MURRAY PLC**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

<b>22 Gross cash flows</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
<b>Returns on investments and servicing of finance</b>		
Interest paid	<u>(90,958)</u>	<u>(120,559)</u>
<b>Capital expenditure</b>		
Payments to acquire tangible fixed assets	(48,666)	(216,690)
Receipts from sales of tangible fixed assets	<u>-</u>	<u>4,171</u>
	<u>(48,666)</u>	<u>(212,519)</u>
<b>Financing</b>		
Loan repayments	<u>(568,332)</u>	<u>(628,332)</u>

**23 Analysis of changes in net debt**

	<b>At 1 Jan 2005 £</b>	<b>Cash flows £</b>	<b>Non-cash changes £</b>	<b>At 31 Dec 2005 £</b>
Cash at bank and in hand	1,685	(156)		1,529
Overdrafts	(44,465)	(85,965)		(130,430)
		<u>(86,121)</u>		
Debt due within 1 year	(68,332)	(245,000)		(313,332)
Debt due after 1 year	(1,182,535)	813,332		(369,203)
		<u>568,332</u>		
<b>Total</b>	<u>(1,293,647)</u>	<u>482,211</u>	<u>-</u>	<u>(811,436)</u>

**24 Other financial commitments**

At the year end the company had annual commitments under non-cancellable operating leases as set out below:

	<b>Land and buildings 2005 £</b>	<b>Land and buildings 2004 £</b>	<b>Other 2005 £</b>	<b>Other 2004 £</b>
Operating leases which expire:				
within one year	-	-	19,616	16,530
within two to five years	26,325	26,325	47,490	71,758
	<u>26,325</u>	<u>26,325</u>	<u>67,106</u>	<u>88,288</u>

**PAUL MURRAY PLC**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

**25 Related parties**

The company is controlled by P T Murray, a major shareholder and the chairman of the company.

<b>Amounts due to related parties</b>	<b>2005 £</b>	<b>2004 £</b>
Miner's International Limited	11,000	11,000
Directors' current account	6,394	40,791
	<u>17,394</u>	<u>51,791</u>
 <b>Transactions with related parties</b>	 <b>2005 £</b>	 <b>2004 £</b>
Administrative expenses:		
Rent paid to the Murray Pension Scheme	<u>-</u>	<u>2,625</u>
Interest payable:		
The Murray Pension Scheme	-	1,135
Director's current account - Mrs D A Murray	-	2,100
	<u>-</u>	<u>3,235</u>