

**REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2004**



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GE Insurance Holdings Limited

Registered No. 2221244

DIRECTORS

D S Dolfi
S R Haynes

SECRETARY

D J Thomas

AUDITORS

KPMG Audit Plc
1 The Embankment
Neville Street
Leeds
LS1 4DW

REGISTERED OFFICE

Vantage West
Great West Road
Brentford
Middlesex
TW8 9AG

GE Insurance Holdings Limited

DIRECTORS' REPORT

The Directors present their report for the year ended 31 December 2004.

PRINCIPAL ACTIVITY AND REVIEW OF THE BUSINESS

The Company is a Holding Company. The principal activity of its subsidiaries is the transaction of life insurance, annuity and pension business within the UK.

GROUP RE-FINANCING

The Company and a number of its subsidiaries undertook significant re-financing during March and May of 2004. Full details of the re-financing can be found in note 2.

Additionally in May 2004, the Company disposed of 4 wholly owned subsidiaries, for cash, to GEFA UK Holdings Limited (a group company) full details are disclosed in Note 2c.

GROUP RE-ORGANISATION

The Directors, jointly with Financial New Life Company Limited, applied to the English High Court of Justice for an Order sanctioning the transfer of the entire long term business of GE Keynes Limited (formally Financial Assurance Company Limited) to Financial Insurance New Company Limited, by way of an insurance business transfer scheme under Part VII of the Financial Services and Markets Act 2000. The Court Order sanctioning the transfer was granted on 12 October 2004 and the insurance business was transferred on 29 October 2004. Full details of this transfer can be found in Note 7a.

POST BALANCE SHEET EVENTS

On 31 March 2005 Consolidated Insurance Holdings repaid part of its outstanding loan to GE Insurance Holdings Limited, full details can be found in Note 3a. On the same date GE Insurance Holdings agreed to subscribe for additional share capital in GE Life Pension Trustees Limited, full details can be found in Note 3b.

RESULTS AND DIVIDENDS

The Directors submit the financial statements of the Company for the year ended 31 December 2004.

The profit for the year, before taxation and dividends amounted to £181,169,379 (2003: profit £112,928,000). Dividends of £219,666,470 were paid in respect of 2004 (2003: £Nil).

DIRECTORS

The Directors during the year were:

D S Dolfi
W Goings (resigned 26 July 2005)
S R Haynes
R Meurer (resigned 26 July 2005)

DIRECTORS' INTERESTS

Under provisions of the Companies (Disclosure of Directors' Interest) (Exceptions) Regulations 1985, the Directors of the Company are exempt from disclosing to this Company any interest they may have in shares of the parent company. The Directors had no interest in the shares of the Company or of any group company during the year.

COMPANY SECRETARY

D J Thomas

By order of the Board



D J Thomas
Company Secretary
13 September 2005

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 for that period. 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;
- 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.

GE Insurance Holdings Limited

INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF GE INSURANCE HOLDINGS LIMITED

We have audited the financial statements on pages 6 to 13.

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 auditor's 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 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

The Directors are responsible for preparing the Directors' report and, as described on page 4, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

We report to you our opinion as to whether the financial statements 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 financial statements, 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.

BASIS OF AUDIT 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 December 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG Audit Plc

KPMG Audit Plc
Chartered Accountants
Registered Auditor
1 The Embankment
Neville Street
Leeds
LS1 4DW
United Kingdom

13 September 2005

GE Insurance Holdings Limited

PROFIT AND LOSS ACCOUNT

For the year ended 31 December 2004

	Notes	2004 £000's	2003 £000's
Operating income		54	-
Operating expenses		(1,755)	(1,096)
Operating loss		<u>(1,701)</u>	<u>(1,096)</u>
Income from shares in group undertakings		-	101,450
Write down in value of fixed asset investments	7a	(338,768)	(7,386)
Gain on loan waiver	7b	520,000	-
Other interest receivable and similar income		6,367	21,103
Interest payable and similar charges	8	(4,729)	(1,143)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>181,169</u>	<u>112,928</u>
Tax on (loss)/profit on ordinary activities	9	-	-
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>181,169</u>	<u>112,928</u>
Dividend		(219,666)	-
RETAINED (LOSS)/PROFIT FOR THE YEAR		<u>(38,497)</u>	<u>112,928</u>

The notes on page 8 to 13 form part of these financial statements.

There are no recognised gains or losses in either the current or the preceding financial year other than those reported in the Profit and Loss account. Therefore, no separate Statement of Total Recognised Gains or Losses has been presented.

GE Insurance Holdings Limited

BALANCE SHEET At 31 December 2004

	Notes	2004 £000's	2003 £000's
FIXED ASSETS			
Shares in Group Undertakings	10	376,637	383,017
CURRENT ASSETS			
Amounts owed by group undertakings	11	71,367	333,950
Other debtors		7	1,242
Cash at bank and in hand		1,593	2,639
		<u>72,967</u>	<u>337,831</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			
Overdraft		(18,645)	-
Amounts owed to group undertakings	12	(11,246)	(5,988)
		<u>(29,891)</u>	<u>(5,988)</u>
NET CURRENT ASSETS		43,076	331,843
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>419,713</u>	<u>714,860</u>
CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR	13	(13,300)	(271,450)
NET ASSETS		<u>406,413</u>	<u>443,410</u>
CAPITAL & RESERVES			
Called up share capital	14	131,487	130,487
Share premium	15	87,891	87,391
Other reserves	15	5,131	5,131
Profit and loss account	15	181,904	220,401
Equity Shareholders' funds		<u>406,413</u>	<u>443,410</u>

The notes on Page 8 to 13 form part of these financial statements.

These financial statements were approved by the Board of Directors and signed on its behalf by:



S R Haynes
Director

13 September 2005

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Year ended 31 December 2004

1. ACCOUNTING POLICIES.

Basis of presentation

The financial statements are prepared under the historical cost convention and (modified by the revaluation of fixed assets) in accordance with applicable Accounting Standards in the United Kingdom.

The Company is exempt under Section 228 of the Companies Act 1985 from the requirement to prepare group accounts on the grounds that the Company is included in the financial statements of IGE (USA) Investment. Therefore, these accounts present information about GE Insurance Holdings Limited as an individual Company and not information about its group.

Investment in Subsidiaries

The investment in subsidiaries held by the Company are stated at the Directors valuation when, following a review of the value of investments carried out by the Directors and management, it is the view of the Directors that the value of a subsidiary varies significantly from its cost. Otherwise investments in subsidiaries are stated at cost.

Statement of Cashflows

The Company has adopted the revised FRS 1. Under the standard, the Company is exempt from the requirement to prepare a cashflow statement on the grounds that the ultimate holding company, General Electric Company Inc, includes the Company in its own consolidated financial statements.

Related party transactions

As the Company is a wholly owned subsidiary of General Electric Company Inc., a company registered in the State of New York, in the United States of America, the Company has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed transactions or balances with entities which form part of the group (or investees of the group qualify as related parties). The consolidated financial statements of General Electric Company Inc. can be obtained from the address given in note 16.

Deferred Taxation

Deferred tax assets and liabilities are recognised in accordance with the provisions of FRS 19, issued in December 2000. The Company has chosen not to apply the option available under FRS 19 of recognising such assets and liabilities on a discounted basis to reflect the time value of money. Except as set out in FRS 19, deferred tax is recognised in respect of all timing differences that have originated but not reversed by the balance sheet date.

The deferred tax liability in respect of revaluation of investments is recognised in shareholders' funds. Deferred tax assets are recognised to the extent that it is regarded, as more likely than not they will be recovered.

Tax on Operating Profit

There is no charge for UK corporation tax in respect of the year (2003: £nil) as taxable profits are offset by way of group relief surrendered from other group companies. No payment has been made by the Company in respect of the group relief.

2. GROUP RE-FINANCING

A) March 2004 Group Re-financing

(i) 18 March

- (a) A loan of £35,000,000 was advanced to GE Insurance Holdings Limited by GE Capital Corporation (a group company). The loan accrued interest on a daily basis compounding on a quarterly basis on the payment date. The interest rate was 1.5% above the LIBOR rate reset quarterly on 1 January, 1 April, 1 July and 1 October.
- (b) GE Insurance Holdings Limited subscribed for and was allocated 7,713,327 £1 ordinary shares in Financial Insurance Group Services Limited (a group company).
- (c) An interest free loan of £1,555,749 was repaid to GE Insurance Holdings Limited by Financial Insurance Group Services Limited (a group company).
- (d) A loan of £22,961,782 plus interest of £4,282,591 and a commitment fee of £8,543 was repaid to GE Capital UK Finance Limited (a group company) by GE Insurance Holdings Limited.

GE Insurance Holdings Limited

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Year ended 31 December 2004

(ii) 23 March

- (a) The Directors of GE Pensions Limited (a group company) passed a written resolution increasing the authorised share capital of GE Pensions Limited to 150,000,000 £1 ordinary shares and entered into a Subscription Agreement with GE Insurance Holdings Limited. Under the Subscription Agreement GE Insurance Holdings Limited agreed to subscribe for 100,000,000 ordinary shares of £1 each in GE Pensions Limited for £304,587,187 in cash to facilitate the repayment of all outstanding amounts (including interest) advanced under two loan agreements of £242,000,000 accumulating interest at 7.03% and £25,000,000 accumulating interest at 6.38%. The subscription agreement was completed on the 25 March.
- (b) The Directors of GE Pensions Trustees Limited (a group company) passed a written resolution increasing its authorised share capital to 25,000,000 £1 ordinary shares and approved the subscription of 11,000,000 £1 ordinary shares to GE Insurance Holdings Limited. On 29 March GE Insurance Holdings Limited subscribed for and fully paid £11,000,000 for the additional shares.
- (c) The Directors of GE Life Fund Management Limited (a group company) passed a written resolution increasing its authorised share capital to 3,500,000 £1 ordinary shares and approved the subscription of 2,300,000 £1 ordinary shares to GE Insurance Holdings Limited. On 29 March GE Insurance Holdings Limited subscribed for and fully paid £2,300,000 for the additional shares.

(iii) 25 March

- (a) A Loan of £314,900,000 was advanced to GE Insurance Holdings Limited by GE Capital Corporation (a fellow GE subsidiary undertaking). The loan accrued interest on a daily basis compounding on a quarterly basis on the payment date. The interest rate was 1.5% above the LIBOR rate reset quarterly on 1 January, 1 April, 1 July and 1 October.
- (b) Loan principles of £35,000,000 and £209,465,273 were repaid to Consolidated Insurance Holdings Limited (the company's immediate parent undertaking) by GE Insurance Holdings Limited. The original loan agreements did not include an allowance for interest payments. Therefore, it was decided that part of the dividend to be paid of £71,953,143 would compensate for the lack of interest. The amount of the dividend representing that compensation amounted to £35,039,855.
- (c) A dividend of £71,953,143 was paid to Consolidated Insurance Holdings Limited (the company's immediate parent undertaking) by GE Insurance Holdings Limited.

(iv) 29 March

- (a) A loan of £11,000,000 was advanced to GE Insurance Holdings Limited by the New Business Fund of GE Pensions Limited (a group company). The loan interest accrues on a daily basis compounding on a quarterly basis on the payment date. The interest rate is 1.5% above the LIBOR rate reset quarterly on 1 January, 1 April, 1 July and 1 October.
- (b) A loan of £2,300,000 was advanced to GE Insurance Holdings Limited by GE Life Group Limited (a group company). The loan interest accrues on a daily basis compounding on a quarterly basis on the payment date. The interest rate is 1.5% above the LIBOR rate reset quarterly on 1 January, 1 April, 1 July and 1 October.

B) May 2004 Group Re-financing

(i) 19 May

- (a) Loans of £288,685,724 and £240,00,000 were advanced to GE Insurance Holdings Limited by GE Capital Corporation (a group company). The loans accrued interest on a daily basis compounding on a quarterly basis on the payment date. The interest rate was 1.5% above the LIBOR rate reset quarterly on 1 January, 1 April, 1 July and 1 October.
- (b) Loan principle amounts of £349,900,000, accumulated interest of £3,060,692 and commitment fees of £60,357 were repaid to GE Capital Corporation (a group company) by GE Insurance Holdings Limited.
- (c) A loan of £35,664,675 was advanced to Consolidated Insurance Holdings Limited (the company's immediate parent undertaking) by GE Insurance Holdings Limited. The loan accrues interest on a daily basis compounding on a quarterly basis on the payment date. The interest rate is 1.5% above the LIBOR rate reset quarterly on 1 January, 1 April, 1 July and 1 October.
- (d) A dividend of £140,000,000 was paid to Consolidated Insurance Holdings Limited (the company's immediate parent undertaking) by GE Insurance Holdings Limited.

GE Insurance Holdings Limited

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Year ended 31 December 2004

C) May 2004 Disposal of Subsidiaries and Group Re-Financing

(i) 20 May

- (a) GE Insurance Holdings Limited disposed of four wholly owned subsidiaries which were acquired for cash by GEFA UK Holdings Limited (a group company). The transfer values were based on estimated net book values at 31 March 2004. The subsidiaries and their transfer values are: CFI Pension Trustees Limited (transfer value £2), Worldcover Direct Limited (transfer values £100), FIG (Ireland) Limited (transfer value £469,424) and Financial Insurance Group Services Limited (transfer value £15,929,627).
- (b) A loan of £8,685,724 was repaid to GE Capital Corporation (a group company) by GE Insurance Holdings Limited.

D) 29 October 2004 S105 Transfer of assets.

- (a) On the 29 October the entire long term business of GE Keynes Limited (formally Financial Assurance Company Limited) to Financial Insurance New Company Limited by way of an insurance business transfer scheme under Part VII of the Financial Services and Markets Act 2000.

3. POST BALANCE SHEET EVENTS

A) 31 March 2005 Loan Repayment

Consolidated Insurance Holdings Limited (a group company) repaid £17,300,000 of the loan principle outstanding to GE Insurance Holdings Limited.

B) 31 March 2005 Share Subscription

GE Insurance Holdings agreed to subscribed for 2,500,000 £1 ordinary shares in GE Life Pension Trustees Limited. On the 14 April 2005 the share subscription was completed.

4. DIRECTORS' EMOLUMENTS

The Directors of the Company received no emoluments in respect of the services provided to the Company during the year (2003: £Nil). GE Life Services Limited, a fellow group subsidiary, pays the Directors' emoluments on the Company's behalf.

5. AUDITORS REMUNERATION

Auditors' remuneration for audit services is borne directly by a fellow group company, GE Life Services Limited. Auditors' remuneration for audit work during the year was £16,000 (2003 £22,000). Auditors' remuneration for non-audit work during the year was £Nil (2003: £Nil).

6. STAFF NUMBER AND COSTS

All the staff are employed and paid by a fellow group undertaking. GE Life Services Limited took over this role on 24 May 2004 from Financial Insurance Group Services Limited. These costs are recharged to GE Insurance Holding Limited and are included in net operating expenses. Information regarding employee numbers is available in the Financial Statements of GE Life Services Limited.

7. EXCEPTIONAL ITEM

- A) On the 29 October the long term business of GE Keynes Holdings Limited (formally Financial Assurance Company Limited) was transferred to Financial Insurance New Company Limited under a scheme falling within S105 of the Financial Services and Markets Act 2000. The assets were transferred by GE Keynes Holdings Limited for zero consideration. As a result GE Insurance Holdings Limited reduced the carrying value of its investment in GE Keynes Holdings Limited by £378,767,537.
- B) On the 20 May 2005 GEFA International Holdings Inc and GEFA UK Holdings Limited entered into a loan agreement and debt waiver agreement, for the values of £240,000,000 and £280,000,000 respectively, with GE Insurance Holdings Limited. The debt waiver agreement was entered into in connection with the Company's undertaking to procure that GE Keynes Holdings Limited entered into the S105 transfer. The debt waiver became effective on the completion of the transfer on the 29 October 2004 and the loan of £520,000,000 was subsequently waived.

GE Insurance Holdings Limited

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Year ended 31 December 2004

8. INTEREST PAYABLE AND SIMILAR CHARGES

	2004 £000's	2003 £000's
Bank interest	(238)	-
Interest payable on intergroup loan	(4,491)	(1,143)
	<u>(4,729)</u>	<u>(1,143)</u>

9. TAXATION

A) The charge for taxation comprises

	2004 £000's	2003 £000's
Current taxation:		
United Kingdom corporation tax	-	-
Overseas tax	-	-
Adjustments relating to prior year	-	-
	<u>-</u>	<u>-</u>
Deferred Taxation:		
United Kingdom corporation tax	-	-
Overseas tax	-	-
Adjustments relating to prior year	-	-
	<u>-</u>	<u>-</u>

B) Factors affecting tax charge for the period

The standard rate of tax has been determined by using the UK rate of corporation tax enacted for the period for which the profits will be taxed.

	2004 £000's	2003 £000's
Profit on ordinary activities before tax	<u>181,169</u>	<u>112,928</u>
Profit on ordinary activities by the standard rate of corporation tax in the UK of 30%	54,351	33,878
Effects of:		
Non-tax deductible impairment on write down in value of assets	101,630	2,216
Non-tax loan waiver	(156,000)	-
Non taxable UK dividend	-	(30,435)
Interest accrued in prior periods now deductible	(826)	-
Tax losses surrendered and not paid for	845	(5,659)
Current tax (charge)/ credit for the period	<u>-</u>	<u>-</u>

C) Deferred Tax

There is Nil (2003: £Nil) deferred tax asset/liability for the year.

GE Insurance Holdings Limited

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Year ended 31 December 2004

10. INVESTMENTS IN SUBSIDIARIES

	2004 £000's
Cost	
At 1 January 2004	383,017
Investments in year	332,388
Disposal in year	(338,768)
At 31 December 2004	<u>376,637</u>

The carrying value of investments in subsidiaries is shown at Directors' valuation.

At 31 December 2004, GE Insurance Holdings Limited owned 100% of the issued share capital, comprising ordinary shares of the following subsidiaries:

Name	Country of Incorporation	Direct/ Indirect	Activity
GE Life Fund Management Limited	England	Direct	Sale of Investments
GE Keynes Holdings Limited (formally Financial Assurance Company Limited)	England	Direct	Insurance
GE Pensions Limited	England	Direct	Pensions
GE Pensions Trustees Limited	England	Direct	Pensions
National Mutual Life Assurance Society	England	Indirect	Life Insurance/Re-Insurance
Namulas Pension Trustees Limited	England	Indirect	Pensions
National Mutual Trustees Limited	England	Indirect	Staff Pensions

GE Insurance Holdings Limited held indirectly the following subsidiaries:

ThreeX Communication Limited	England	Direct	IT and Software Provider
GE Life Services Limited	England	Direct	Management Services

11. AMOUNTS OWED BY GROUP UNDERTAKINGS

	2004 £000's	2003 £000's
Amounts owing within one year	53,481	333,950
Amounts owing after more than one year	17,886	-
	<u>71,367</u>	<u>333,950</u>

The balance owing after more than one year represents debts not recoverable until the specific dates at which they fall due, the balance consists of two intercompany loans of £5,500,000 and £12,386,850 falling due on the 2 April 2008 and 3 February 2009 respectively.

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004 £000's	2003 £000's
Amounts due to group undertakings	<u>(11,246)</u>	<u>(5,988)</u>

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2004 £000's	2003 £000's
Amounts due to group undertakings	<u>(13,300)</u>	<u>(271,450)</u>

GE Insurance Holdings Limited

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Year ended 31 December 2004

14. CALLED UP SHARE CAPITAL

	2004 £000's	2003 £000's
Authorised		
130,486,851 "A" Ordinary shares of £1 each	130,487	130,487
15,369,824 "B" Ordinary shares of £1 each	15,370	15,370
	<u>145,857</u>	<u>145,857</u>
Allotted, called up and fully paid		
130,486,851 "A" Ordinary shares of £1 each	130,487	130,487
1,000,000 "B" Ordinary shares of £1 each	1,000	-
	<u>131,487</u>	<u>130,487</u>

"A" Ordinary shares and "B" Ordinary shares rank pari passu for the payment of dividends, return of assets on a winding up and on a conversion. Both classes of share have identical voting rights.

On 20 October 2004 the directors entered into a two Share Transfer Agreements with Consolidated Insurance Holdings Limited (its parent company).

Under the first Share Transfer Agreement Consolidated Insurance Holdings Limited agreed to subscribe for 500,000 ordinary shares of £1 each in the Company. The consideration for which the shares were allotted consisted of a share transfer of 60,000 ordinary shares of £1 each and 3,260,000 preference shares of £1 each in ThreeX Communication Limited. On 20 October 2004 the first Share Transfer Agreement was completed.

Under the second Share Transfer Agreement Consolidated Insurance Holdings Limited agreed to subscribe for 500,000 ordinary shares of £1 each in the Company at a premium of £1. The consideration for which the shares were allotted consisted of a share transfer of 1,000,000 ordinary shares of £1 each in GE Life Services Limited. On 20 October 2004 the second Share Transfer Agreement was completed.

15. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	Called up share capital £000's	Share premium £000's	Other Reserves £000's	Profit and loss account £000's	Total shareholders funds £000's
At beginning of year	130,487	87,391	5,131	220,401	443,410
New share capital subscribed	1,000	500	-	-	1,500
Profit for the financial year before dividends	-	-	-	181,169	181,169
Dividend paid	-	-	-	(219,666)	(219,666)
At the end of year	<u>131,487</u>	<u>87,891</u>	<u>5,131</u>	<u>181,904</u>	<u>406,413</u>

16. ULTIMATE HOLDING COMPANY

The Company's ultimate parent company is General Electric Company ("GEC"), a company registered in the state of New York, in the United States of America. GEC is the parent of the largest group of which the Company is a member and for which group financial statements are prepared. The group financial statements of GEC are available to the public and may be obtained from GE Corporate Investors Communications, 3135 Easton Turnpike, Fairfield, Connecticut, 06431. USA.

IGE (USA) Investments Limited, an unlimited Company registered in England and Wales, is the parent of the smallest group of which the Company is a member and for which group financial statements are prepared. The group financial statements of IGE (USA) Investments may be obtained from the Company at 1 Trevelyan Square, Boar Lane, Leeds. LS1 6HP.