

Registered Number: 2518727

ALCEDO FINANCE LIMITED
Report and Financial Statements
For the Financial Year Ended
28 January 2006



Alcedo Finance Limited
Report and Financial Statements
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Alcedo Finance Limited
Directors and officers

DIRECTORS

H.M. Jones

D.E. Tatton-Brown

SECRETARY

M.B. Chambers

REGISTERED OFFICE

3 Sheldon Square

Paddington

London

W2 6PX

AUDITORS

PricewaterhouseCoopers LLP

1 Embankment Place

London WC2N 6RH

Alcedo Finance Limited
Directors' report

The directors present their report and financial statements of the Company for the year ended 28 January 2006.

Principal activities and review of the business

The Company did not trade during the period. Accordingly, the directors do not recommend the payment of a dividend (2005: £nil) and there is no transfer to reserves (2005: £nil).

Elective Resolution

On 15 March 1993 the Company passed an elective resolution whereby it would dispense with the holding of an annual general meeting until the election was revoked. Further elective resolutions were passed at the same time that the Company would dispense with:

- a) the laying of the annual report and financial statements before the Company in general meeting and
- b) the requirement to reappoint annually the auditors of the Company in general meeting.

Directors and directors' interests

The directors of the Company, who served during the financial year, are:

H.M. Jones
D.E. Tatton-Brown

None of the directors have any beneficial interest in the shares of the Company. The interests of D.E. Tatton-Brown in the share capital of Kingfisher Plc are shown in the financial statements of that company.

Alcedo Finance Limited
Directors' report

Directors and directors' interests (continued)

The interests of H.M. Jones in the share capital of Kingfisher plc are as follows:

Ordinary Shares of 15 5/7p each of Kingfisher plc:

	As at 29 Jan 2005	As at 28 Jan 2006
H.M. Jones	47,558	67,632

Options for 15 5/7p Ordinary Shares of Kingfisher plc (other than KIS Share awards):

	As at 29 Jan 2005	Options Granted	Options Exercised	Options Lapsed	As at 28 Jan 2006
H.M. Jones	300,832	5,324	6,019	-	300,137

KIS Share awards:

Name	Contingent shares held at start of year	Award price per share	Market price per share on date awarded	Number of contingent shares awarded in year – before TSR multiplier	Number of contingent shares held at end of year – before TSR multiplier	Number of contingent shares held at end of year – assuming maximum TSR multiplier achieved ¹	Vesting date	Lapse date
H. M. Jones	52,615	288.5p	286p	-	52,615	52,615	05/04/07	05/10/07
	-	286.92p	285.5p	24,043	24,043	33,660	06/04/08	06/10/08

¹ Once the contingent award is made in respect of the bonus earned, the only qualifying condition to receive the award before the application of the TSR Multiplier is to be in the employment of the Company at the vesting date. To receive further shares under the application of the TSR Multiplier the TSR over the three year period following the year for which the bonus was earned must be above the median for the comparator group (FTSE 100 index). Further information regarding the KIS Share awards scheme can be found in the Kingfisher plc accounts 2005 on page 37.

The market price of Kingfisher plc shares at 28 January 2006 was 242.5p and the range during the year was 201p to 312.25p.


H. M. Jones
Director

25 July 2006

Alcedo Finance Limited
Statement of directors' responsibilities

The following statement is made with a view to distinguishing for shareholders the respective responsibilities of the directors and the auditors in relation to the financial statements.

The directors are required by company law to prepare 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 for the year to that date. In preparing the financial statements the directors are required:

To ensure that the Company keeps accounting records which disclose with reasonable accuracy the financial position of the Company and which enable them to ensure that the financial statements comply with the Companies Act 1985

To take such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities

To apply suitable accounting policies in a consistent manner and supported by reasonable and prudent judgements and estimates where necessary

To comply with all applicable accounting standards (except where any departures from this requirement are explained in the Notes to the Financial Statements)

To prepare the financial statements on a going concern basis, unless it is inappropriate to presume that the Company will continue in business.

Alcedo Finance Limited
Balance sheet
As at 28 January 2006

	Notes	2006 £000	2005 £000
Current assets			
Debtors	4	252,950	252,950
Net current assets		252,950	252,950
Net assets		<u>252,950</u>	<u>252,950</u>
Capital and reserves			
Called up share capital	5	248,300	248,300
Profit and loss account	6	4,650	4,650
Equity Shareholder's funds	7	<u>252,950</u>	<u>252,950</u>

No profit and loss account has been presented as the company has not traded during the year.

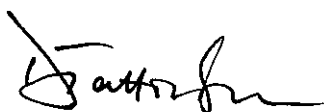
For the period ended 28 January 2006 the company was entitled to the exemption under section 249AA(1) of the Companies Act 1985.

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

The directors acknowledge their responsibility for:

- (i) ensuring the company keeps accounting records that 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 section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

The financial statements on pages 5 to 7 were approved by the Board of Directors and were signed on its behalf by:-



D.E. Tatton-Brown
 Director
 25 July 2006

Alcedo Finance Limited
Notes to the financial statements
at 28 January 2006

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards. The financial statements are made up to the nearest Saturday to 31 January, so as to coincide with its ultimate holding company.

The Company's ultimate holding company is Kingfisher plc and the cash flows of the Company are shown in the consolidated Cash Flow Statement of Kingfisher plc, which is publicly available. Consequently the Company is exempt under the terms of Financial Reporting Standard 1 (revised) from publishing a cash flow statement.

The Company is exempt under Section 228 of the Companies Act 1985 from publishing consolidated financial statements as it and its subsidiary are included by full consolidation in the consolidated financial statements of its parent, Kingfisher plc which is registered in England and Wales.

The Company is also exempt under the terms of Financial Reporting Standard 8 from disclosing related party transactions with entities where 90% or more of the voting rights are controlled within the Kingfisher plc group.

The company was dormant throughout the financial year ended 29 January 2005.

2 Employees

The Company had no employees during the financial year (2005: nil).

3 Directors' remuneration

None of the directors received any emoluments from the Company in respect of the financial year ended 28 January 2006 (2005: £nil).

4 Debtors

	2006 £000	2005 £000
Amounts due from Group undertakings	252,950	252,950
	<u>252,950</u>	<u>252,950</u>

Alcedo Finance Limited
Notes to the financial statements
at 28 January 2006

5 Share capital

	2006	2005
	£000	£000
Authorised:		
750,000,000 ordinary shares of £1 each	<u>750,000</u>	<u>750,000</u>
Allotted and fully paid:		
248,300,000 ordinary shares of £1 each	<u>248,300</u>	<u>248,300</u>

6 Profit and loss account

At 1 February 2005 and 28 January 2006	<u>4,650</u>
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7 Reconciliation of movements in shareholders' funds

At 1 February 2005 and 28 January 2006	<u>252,950</u>
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8 Ultimate holding company

The immediate parent company is Kingfisher France Limited, which is registered in England and Wales.

The ultimate parent company is Kingfisher plc, which is registered in England and Wales. A copy of the Annual Report and Financial Statements of the ultimate parent company can be obtained from The Secretary, Kingfisher plc, 3 Sheldon Square, Paddington, London W2 6PX.

Notes of Budle Finance Limited AR

Budle Finance was formed in December 2003 to hold a £200m swap with UBS. This swap was then novated from Halcyon Finance to Budle during 03/04, and closed out in 04/05.

It now only holds an inter-company balance with Kingfisher plc.

P&L Account

Interest Receivable

Interest is received on the inter-company balance with Kingfisher plc.

Interest Payable

In the prior year interest was payable on overdue tax

Dividends on preference shares

Dividends on preference dividends and B ordinary shares are payable to Waren and a charitable trust and the dividend value is based on 12 month LIBOR as at 1st April 2005

Balance Sheet

Debtors relate to amounts owing from Kingfisher plc; creditors relate to corporation tax owing as at year end