

Fogarty Limited

Contents

	<u>Page</u>
Company Information	1
Report of the Directors	2 - 5
Statement of Directors' Responsibilities	6
Independent Auditor's Report	7 - 8
Profit and Loss Account	9
Statement of Total Recognised Gains and Losses	10
Balance Sheet	11
Notes to the Accounts	12 - 25

Registered Office
Havenside
Boston
Lincolnshire
PE21 0AH



Registered No. 2524980

Fogarty Limited

Company Information

Directors	Tim Lawrence	(Non-Executive Chairman)
	John Szymkiw	(Managing)
	Graeme Strachan	(Operations)
	Gordon Sproul	(Sales & Marketing)
	Barry Roe	(Finance)
	Stewart MacDonald	(Logistics & Buying)

Bankers	Barclays Bank plc
	1 Churchill Place
	Canary Wharf
	London
	E14 5HP

Auditor	KPMG LLP
	St Nicholas House
	Park Row
	Nottingham
	NG1 6FQ

Fogarty Limited

Report of the Directors

The Directors present their Report and the Accounts of the Company for the year ended 30 September 2005.

BUSINESS REVIEW

The Company has continued its principal business of the manufacture of soft home furnishings during the year.

RESULTS

	2005	2004
	£000	£000

The results for the Company are set out in summary as follows:

Turnover	21,656	21,736
	<u>=====</u>	<u>=====</u>
Loss on ordinary activities after tax	(22)	(274)
	<u>=====</u>	<u>=====</u>

Fogarty Limited

Report of the Directors Continued

DIRECTORS

The Directors of the Company who served during the year, together with their beneficial interests in the Share Capital of the Company were as follows:

	Ordinary Shares of 50p Each at 30 September	
	2005	2004
T W Lawrence	---	---
J Szymkiw	---	---
D G Strachan	---	---
J G Sproul	---	---
B S Roe	---	---
S G MacDonald	---	---

The Directors' shareholdings in the ultimate controlling company, Fogarty Holdings Limited, are disclosed in the Consolidated Group Accounts.

DIVIDENDS

The Directors do not recommend a dividend in respect of the year (2004: £Nil)

FIXED ASSETS

Movements in fixed assets are set out in Note 7 to the Accounts.

Fogarty Limited

Report of the Directors Continued

BASIS OF ACCOUNTS PREPARATION

After making enquiries, the Directors have formed a judgment, at the time of approving the Accounts, that there is a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason the Directors continue to adopt the going concern basis in preparing the Accounts.

ACCOUNTING TREATMENT OF RETIREMENT BENEFITS

The Company is the principal employer of a defined benefit Pension Scheme, the Scheme having closed in respect of future accruals of benefit on 30 April 2002. The Company has a policy of accounting for retirement benefits under the Statement of Standard Accounting Practice 24 'Accounting for Pension Costs'.

EMPLOYEES

The Company employs a small number of disabled people and will continue to do so wherever possible, through recruitment, by retention of persons who become disabled during service and by appropriate training, career development and promotion. The Company endeavours to keep all employees informed of the progress and development of the business.

Fogarty Limited seeks to ensure that all employees, job applicants and prospective job applicants, are afforded equality of job opportunity in all areas of employment.

The Company's Health & Safety Policy fully recognises the Company's responsibility for the health and safety of employees and members of the community in which they work.

The Company places considerable value on the involvement of its employees and has continued its practice of keeping them informed of matters affecting them as employees, and on various matters affecting the performance of the Company.

Fogarty Limited

Report of the Directors Continued

ENVIRONMENTAL POLICY

The Company is committed to adopting a responsible approach to environmental matters.

The Management of the Company seeks to minimise any adverse impact on the environment from all aspects of the Company's operations by means of environmentally sound disciplines, which take practical steps to control effectively or eliminate any known pollution risks, without entailing excessive cost. Specifically, capital expenditure is directed towards the replacement of hazardous materials with environmentally friendly alternatives and methods of minimising the environmental costs of disposal of toxic waste, the recycling of wood, the re-use of cardboard and paper products, and the reduction of energy consumption.

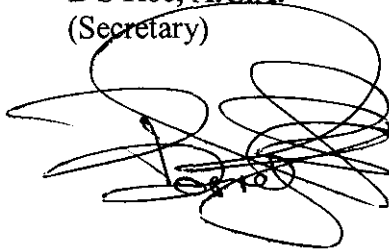
PAYMENTS TO SUPPLIERS

The Company agrees terms and conditions for its business transactions with suppliers. Payment is made on those terms subject to the terms and conditions being met by the supplier.

AUDITOR

A resolution proposing the re-appointment of KPMG LLP as Auditor is to be proposed at the forthcoming Annual General Meeting.

By order of the Board:
B S Roe, A.C.A.
(Secretary)

A large, stylized handwritten signature in black ink, appearing to be 'B S Roe', is written over the printed name and title.

Havenside
Boston, Lincolnshire

Date: 2 December 2005

Fogarty Limited

Statement of Directors' Responsibilities

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 year. In preparing those Accounts, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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 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 accounts 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.

Fogarty Limited

Independent Auditor's Report To The Members of Fogarty Limited

We have audited the Accounts on pages 9 to 25.

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 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

The Directors are responsible for preparing the Directors' Report and, as described on page 6, the Accounts 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 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 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 Accounts. It also includes an assessment of the significant estimates and judgments 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.

Fogarty Limited

**Independent Auditor's Report
To The Members of Fogarty Limited**

OPINION

In our opinion the Accounts give a true and fair view of the state of the Company's affairs as at 30 September 2005 and of the loss for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

KPMG LLP

KPMG LLP

Chartered Accountants
Registered Auditor
Nottingham

Date: 2 December 2005

Fogarty Limited**Profit and Loss Account
Year Ended 30 September 2005**

		2005	53 Week Period Ended 30 September 2004
	Notes	£000	£000
Turnover	2	21,656	21,736
Cost of sales		(20,620)	(20,811)
		<hr/>	<hr/>
Gross Profit		1,036	925
Administrative expenses		(968)	(1,360)
		<hr/>	<hr/>
Operating Profit/(Loss)	3	68	(435)
Interest payable and similar charges	5	(12)	(34)
		<hr/>	<hr/>
Profit/(Loss) on ordinary activities before taxation		56	(469)
Tax on Profit/(Loss) on ordinary activities	6	(78)	195
		<hr/>	<hr/>
Loss on ordinary activities for the financial year	14	(22)	(274)
		<hr/> <hr/>	<hr/> <hr/>

In both the current and the preceding year the Company made no material acquisitions and had no discontinued operations.

Movements on reserves are set out in notes 14 and 15 to the Accounts.

Fogarty Limited

**Statement of Total Recognised
Gains And Losses
Year Ended 30 September 2005**

Statement of Total Recognised Gains and Losses:

	2005	53 Week Period Ended 30 September 2004
	£000	£000
Loss for the financial year (Note 14)	(22)	(274)
	<hr/>	<hr/>
Total recognised gains and losses relating to the year	(22)	(274)
	<hr/>	<hr/>

There is no difference between the reported loss on ordinary activities before taxation and the result derived on a historical cost basis.

Fogarty Limited

Balance Sheet

As at 30 September 2005

	Notes	2005 £000	2005 £000	2004 £000	2004 £000
Fixed Assets					
Tangible assets	7		1,048		1,305
Current Assets					
Stocks	8	442		420	
Debtors	9	10		2	
Cash at bank and in hand		2		12	
		<u>454</u>		<u>434</u>	
Creditors:					
Amounts falling due within one year	10	(341)		(350)	
Net Current Assets			113		84
Total Assets Less Current Liabilities			<u>1,161</u>		<u>1,389</u>
Creditors:					
Provisions for Liabilities and Charges	11		(163)		(369)
NET ASSETS			<u>998</u>		<u>1,020</u>
Capital and Reserves					
Called up Share Capital	12		2,383		2,383
Share Premium Account	13		158		158
Profit and Loss Account	14		(1,543)		(1,521)
SHAREHOLDERS' FUNDS:					
- Equity		(702)		(680)	
- Non-Equity		1,700		1,700	
			<u>998</u>		<u>1,020</u>

Approved by the Board of Fogarty Limited
and signed on its behalf on 2 December 2005

John Szymkiw

Barry Roe

)
)
) Directors

Fogarty Limited

Notes to the Accounts Year Ended 30 September 2005

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's Accounts:

(a) **Accounting Convention:**

The Accounts are prepared under the historic cost convention, as modified by the revaluation of certain tangible fixed assets. The Accounts have been prepared in accordance with applicable accounting standards.

(b) **Turnover:**

Turnover represents net sales from ordinary activities invoiced to customers, excluding sales-related taxes.

(c) **Segmental Analysis:**

The Directors are of the opinion that there is only one business segment.

(d) **Stocks:**

Raw materials, work in progress and finished goods are valued at the lower of cost and net realisable value. Cost includes an appropriate proportion of production related overheads.

(e) **Depreciation:**

Depreciation is provided, on a straight-line basis, to write down tangible fixed assets to their estimated residual values over their estimated useful lives, the principal annual depreciation rates used being:

Plant and equipment	-	5% - 33 $\frac{1}{3}$ %
---------------------	---	-------------------------

(f) **Taxation:**

The charge or credit for taxation is based on the results for the year as adjusted for disallowable items and the prevailing Corporation Tax rate. Deferred taxation is provided for using the full provision method in accordance with Financial Reporting Standard 19 'Deferred Taxation'. Deferred tax assets are recognised to the extent that the Directors regard them as recoverable.

Fogarty Limited

Notes to the Accounts Continued Year Ended 30 September 2005

(g) **Foreign Currencies:**

Exchange differences arising from normal trading activities are included in the results on ordinary activities. Assets and Liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the Balance Sheet date, or the contract rate when covered by a forward contract.

(h) **Leased Assets:**

Assets held under finance lease arrangements are capitalised as tangible fixed assets. Obligations under such agreements are stated net of finance charges allocated to future years. The finance element of the lease instalments payable is taken to the Profit and Loss Account over the year of the lease, and is calculated so that the annual rate of charge on the capital element outstanding is constant.

Expenditure on operating leases is charged to the Profit and Loss Account in the year in which it is incurred.

(i) **Product Development:**

Expenditure on product development is charged to the Profit and Loss Account in the year in which it is incurred.

(j) **Pension Costs:**

The Company operated a final salary pension scheme, which continues to be externally administered. Pension costs are charged to the Profit and Loss Account systematically over the years benefiting from employees' services. Differences between amounts charged and Pension Scheme costs actually paid are recorded as provisions on the Balance Sheet (Note 11). The Scheme closed in respect of future benefits for employees on 30 April 2002.

(k) **Cashflow Statement:**

The Company has taken advantage of the Financial Reporting Standard 1 (Cash Flow Statement (Revised) 1996) not to produce a Cash Flow Statement as it is a wholly owned subsidiary of Fogarty Holdings Limited, which discloses a Cash Flow Statement for the Group.

2. ANALYSIS OF TRADING

Turnover by geographical market:

	2005	2004
	£000	£000
United Kingdom	21,656	21,736
	<u> </u>	<u> </u>

Turnover and loss before taxation relates wholly to the Company's principal activity.

Fogarty Limited

Notes to the Accounts Continued
Year Ended 30 September 2005

3. OPERATING PROFIT

Operating Profit/(Loss) is stated after charging/(crediting):	2005 £000	2004 £000
Depreciation		
- Owned Assets	227	123
- Leased Assets	22	168
Auditor's remuneration		
- Audit Fees	16	16
- Non Audit Fees	---	13
Operating lease rentals	107	110
Loss on disposal of tangible fixed assets	3	364
	<u>=====</u>	<u>=====</u>

4. EMPLOYEES AND DIRECTORS' REMUNERATION

(a)	The average number of persons including Directors employed by the Company during the year was:	2005 Number	2004 Number
	Industrial	218	219
	Non-Industrial	102	102
		<u>320</u>	<u>321</u>
		<u>=====</u>	<u>=====</u>
(b)	The aggregate remuneration of all employees comprised:	2005 £000	2004 £000
	Wages and salaries	5,313	5,273
	Social security costs	484	477
	Other pension costs	117	174
		<u>5,914</u>	<u>5,924</u>
		<u>=====</u>	<u>=====</u>

Fogarty Limited

Notes to the Accounts Continued Year Ended 30 September 2005

(c)	Amounts paid in respect of the services of Directors comprised:	2005 £000	2004 £000
	Management remuneration	---	---
		=====	=====
(d)	Emoluments (excluding pension contributions) of:	2005 £000	2004 £000
	Highest paid Director	---	---
		=====	=====
(e)	Five Executive Directors of the Company have benefits accrued under the Company's defined benefit Pension Scheme (2004: Five), no money purchase Pension Scheme being operated by the Company. The Company's defined benefit Pension Scheme was closed in respect of further accruals of benefit for all employees on 30 April 2002.		

The Company has no long-term incentive scheme for Directors and therefore no sums of money were paid to or receivable by, Directors under such Schemes.

No increases have occurred in retirement benefits to Directors or past Directors in excess of the amounts to which they were entitled when the benefits became payable.

(f)	Pension benefits accrued by the highest paid Director under the defined benefit pension scheme are: -	2005 £000	2004 £000
	Pension benefit accrued	40	40
		=====	=====
	Lump sum benefits accrued	45	45
		=====	=====

The lump sum benefit shown above is not additional to the pension stated but would result from commutation of part of that pension at rates advised by the Scheme Actuary.

5. INTEREST

Interest payable and similar charges:

	2005 £000	2004 £000
Interest paid on all other loans	12	34
	=====	=====

Fogarty Limited

Notes to the Accounts Continued
Year Ended 30 September 2005

6. TAXATION ON PROFIT ON ORDINARY ACTIVITIES

(a) Analysis of (charge)/credit for the year:

	2005	2004
	£000	£000
Current Tax:		
United Kingdom Corporation Tax on the profits for the year at 30% (2004: 30%)	---	---
Total current tax	---	---
Deferred tax:		
Deferred tax (charge)/credit	(78)	195
Total deferred tax	(78)	195
Tax (charge)/credit on loss on ordinary activities	(78)	195
	2005	2004
	£000	£000

(b) Factors affecting the tax charge for the current year. The current tax charge for the year is lower (2004: higher) than the standard rate of Corporation Tax in the United Kingdom 30% (2004: 30%). The differences are explained below:

Current Tax Reconciliation:		
Profit/(Loss) on ordinary activities before tax	56	(469)
Profit/(Loss) on ordinary activities before taxation multiplied by the standard rate of Corporation Tax in the UK of 30% (2004: 30%)	17	(141)
Effects of:		
Permanent differences	1	14
Excess of depreciation over capital allowances	6	161
Other timing differences	(85)	(68)
Group relief not paid for	61	34
	---	---

Fogarty Limited

Notes to the Accounts Continued
Year Ended 30 September 2005

7. TANGIBLE FIXED ASSETS

(a) The movement in the year was as follows: -

	Plant & Equipment £000
Cost:	
At 1 October 2004	4,276
Additions	---
Disposals	(18)
	<hr/>
At 30 September 2005	4,258
	<hr/>
Depreciation:	
At 1 October 2004	2,971
Charge for the year	249
Disposals	(10)
	<hr/>
At 30 September 2005	3,210
	<hr/>
Net Book Value:	
At 30 September 2005	1,048
	<hr/>
At 30 September 2004	1,305
	<hr/>

Fogarty Limited**Notes to the Accounts Continued
Year Ended 30 September 2005**

(b)	Plant and equipment includes items held under finance leases and Lease Purchase Agreements: -	2005 £000	2004 £000
	Cost as at 30 September	507	2,005
	Accumulated Depreciation	(391)	(1,172)
	Net book value at 30 September	<u>116</u>	<u>833</u>

The depreciation charge for the year was £21,585 (2004: £168,044)

8. STOCKS

	2005 £000	2004 £000
Work in progress	442	420

9. DEBTORS

	2005 £000	2004 £000
Amounts owed by Group undertakings	8	---
Other debtors	2	2
	<u>10</u>	<u>2</u>

All debtors are due within one year.

10. CREDITORS

Amounts falling due within one year:	2005 £000	2004 £000
Amounts owed to Group undertakings	129	126
Other taxation and social security	152	162
Other creditors	55	59
Accruals and deferred income	5	3
	<u>341</u>	<u>350</u>

Fogarty Limited

Notes to the Accounts Continued
Year Ended 30 September 2005

11. PROVISIONS FOR LIABILITIES AND CHARGES

	Deferred Tax	Pension Charge	Total
	£000	Provisions	Provisions
		£000	£000
As at 1 October 2004	16	(385)	(369)
Cash Payments	---	401	401
Net charge to Profit & Loss Account	(78)	(117)	(195)
	<hr/>	<hr/>	<hr/>
As at 30 September 2005	(62)	(101)	(163)
	<hr/>	<hr/>	<hr/>
Movement on Deferred Tax:			
			2005
			£000
As at 1 October 2004			16
Charge to Profit & Loss Account			(78)
			<hr/>
As at 30 September 2005			(62)
			<hr/>
			2005
			£000
Difference between accumulated depreciation			
And capital allowances			93
Other timing differences			(31)
			<hr/>
As at 30 September 2005			62
			<hr/>

Fogarty Limited**Notes to the Accounts Continued
Year Ended 30 September 2005****12. SHARE CAPITAL**

	2005 £	2004 £
(a) Ordinary:		
(i) Authorised		
75,000 Ordinary shares of 50 pence each	<u>£37,500</u>	<u>£37,500</u>
Issued and fully paid		
66,665 Ordinary shares of 50 pence each	<u>£33,332</u>	<u>£33,332</u>
(ii) Authorised		
7,300,000 'A' Ordinary shares of 50 pence each	<u>£3,650,000</u>	<u>£3,650,000</u>
Issued and fully paid		
1,300,000 'A' Ordinary shares of 50 pence each	<u>£650,000</u>	<u>£650,000</u>
(b) Redeemable Preferred Ordinary Shares of £1 each		
(i) Authorised, issued and fully paid 1,700,000 shares of £1 each	<u>£1,700,000</u>	<u>£1,700,000</u>

The Redeemable Preferred Ordinary Shares carry no rights to dividends and are redeemable in full on 31 December 2006, redemption rights relating to 31 December 2005 having been waived. The Shares may also be redeemed at any other time nominated by the Company with the consent of the shareholders.

On a winding up of the Company the holders of the shares are entitled, in priority to all other shareholders, to be paid the subscription price of the shares from surplus assets remaining. After any payment of the subscription price of the Ordinary Shares, the redeemable preferred Ordinary shareholders rank *pari passu* in all respects with ordinary shareholders.

The shares carry voting rights only when the most recent Audited Accounts of the Company show a loss before taxation.

13. SHARE PREMIUM ACCOUNT

	2005 £000	2004 £000
As at 1 October 2004	158	158
As at 30 September 2005	<u>158</u>	<u>158</u>

Fogarty Limited

Notes to the Accounts Continued
Year Ended 30 September 2005

14. STATEMENT OF UNAPPROPRIATED PROFITS

	2005	2004
	£000	£000
As at 1 October	(1,521)	(1,247)
Loss for the financial year	(22)	(274)
Profit and Loss Reserve	<u>(1,543)</u>	<u>(1,521)</u>

15. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2005	2004
	£000	£000
Loss for the financial year	(22)	(274)
Net deduction from shareholders' funds	(22)	(274)
Opening shareholders' funds	1,020	1,294
Closing shareholders' funds	<u>998</u>	<u>1,020</u>

16. CAPITAL COMMITMENTS

There were no capital commitments as at 30 September 2005 (2004: £Nil)

Notes to the Accounts Continued
Year Ended 30 September 2005

17. PENSION ARRANGEMENTS

Fogarty Limited operated a pension scheme providing benefits based on the final pensionable earnings. The Scheme is funded with the assets being held by the Trustees separately from the assets of the employer. The pension costs are assessed by an independent qualified Actuary, and are charged to the Profit and Loss Account so as to spread those costs over employees working lives with the employer. Following the termination of pensionable service on 30 April 2002, benefits are now determined based on final pensionable earnings as at that date.

The most recent valuation of the Scheme was carried out as at 1 May 2002, and the projected unit method was used. The Scheme's assets were valued at market value. The main assumptions used to determine the pension costs were rates of investment return of 7% per annum pre-retirement and 6% per annum post-retirement, pensionable earnings at actual values to closure of the Scheme in respect of future benefits on 30 April 2002 and Nil thereafter. Pension increases were assumed at 2.5% per annum, representing the average annual level of future inflation limited to a maximum of 5% in any year. At the valuation date, the market value of the assets of the Scheme was £13,537,000 approximately and represented 94% of the value of the benefits that had accrued to members, after allowing for expected future increases in earnings.

The pension costs for the employer for the financial year ended 30 September 2005 was £117,000 (2004: £174,000). Employer contributions into the Scheme during the year were £400,800, resulting in a provision for pension costs of £101,000 (2004 £385,000) in the employer's Balance Sheet as at 30 September 2005, arising from the accumulated difference between the contributions paid to the Scheme and the corresponding pension costs.

18. FINANCIAL REPORTING STANDARD 17 'RETIREMENT BENEFITS'

The valuation used for Financial Reporting Standard 17 disclosures has been based on the most recent Actuarial Valuation at 1 May 2002, and updated by a qualified independent Actuary to take account of the requirements of Financial Reporting Standard 17 in order to assess their liabilities of the Scheme as at 30 September 2005. Scheme assets are stated at their market value at 30 September 2005.

Fogarty Limited

Notes to the Accounts Continued
Year Ended 30 September 2005

- (a) The financial assumptions used to calculate the liabilities under Financial Reporting Standard 17 are: -

	2005	2004	2003
Valuation method	Projected Unit	Projected Unit	Projected Unit
Discount rate	5.1%	5.7%	5.9%
Inflation rate	2.5%	2.75%	2.75%
Increase to deferred benefits during deferment	2.5%	2.75%	2.75%
Increases to pensions in payment	2.5%	2.75%	2.75%
Salary increase	---	---	---

- (b) Assets in the Scheme and the expected rate of return were: -

	Long Term Rate of Return Expected at 30 September			Value at 30 September 2005 £000	Value at 30 September 2004 £000	Value at 30 September 2003 £000
	2005	2004	2003			
Equities	7.0%	7.5%	7.5%	7,109	5,692	4,930
Bonds	4.2%	4.8%	5.5%	8,835	8,163	7,958
	=====	=====	=====	-----	-----	-----
Total market value of assets				15,944	13,855	12,888
Present value of Scheme Liabilities				(21,122)	(17,624)	(16,586)
				-----	-----	-----
Deficit in the Scheme				(5,178)	(3,769)	(3,698)
Related deferred Tax Asset				1,553	1,131	1,109
				-----	-----	-----
Net Pension Liability				(3,625)	(2,638)	(2,589)
				=====	=====	=====

	Value at 30 Sept 2005 £000	Value at 30 Sept 2004 £000
Net Assets:		
Net assets excluding Pension Liability	1,099	1,405
Pension Liability	(3,625)	(2,638)
	-----	-----
Net Liabilities including Pension Liability	(2,526)	(1,233)
	=====	=====

Fogarty Limited

Notes to the Accounts Continued
Year Ended 30 September 2005

	Value at 30 September 2005 £000	Value at 30 September 2004 £000
Reserves:		
Profit and Loss reserve excluding Pension Liability	(1,442)	(1,136)
Pension Liability	(3,625)	(2,638)
	<u> </u>	<u> </u>
Profit and Loss reserve including Pension Liability	<u>(5,067)</u>	<u>(3,774)</u>
 19. CONTINGENT LIABILITIES		
	2005 £000	2004 £000
Loan, overdraft and invoice discounting guarantees in respect of fellow subsidiaries of Fogarty Holdings Limited	3,248	2,833
Other	29	120
Contingent liability in respect of finance lease liabilities transferred to Fogarty (Filled Products) Limited	23	165
	<u>3,300</u>	<u>3,118</u>
 20. ANNUAL OPERATING LEASE COMMITMENTS		
	2005 £000	2004 £000
Operating leases all relating to Plant and Equipment, which expire: -		
Within one year	18	---
Between two and five years	52	70
	<u>70</u>	<u>70</u>
 21. RELATED PARTY TRANSACTIONS		
The Company has taken advantage of the exemption contained within Financial Reporting Standard 8, and has therefore not disclosed transactions or balances with entities that form part of the Group.		

Fogarty Limited

Notes to the Accounts Continued
Year Ended 30 September 2005

22. ULTIMATE PARENT UNDERTAKING

The immediate and ultimate parent Company is Fogarty Holdings Limited, a Company incorporated in Great Britain and registered in England and Wales. Copies of the Accounts of the parent undertaking can be obtained from the Registered Office of Fogarty Holdings Limited at Havenside, Boston, Lincolnshire, PE21 OAH.