

2642975

Sapphire Group Limited

Report and Financial Statements

Year Ended

31 December 2004



SAPPHIRE GROUP LIMITED

Annual report and financial statements for the year ended 31 December 2004

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Directors

SR Page
R Jeynes

Secretary and registered office

Marguerite Crossfield, Lambourne House, 7 Western Road, Romford, RM1 3LD

Company

2642975

SAPPHIRE GROUP LIMITED

Balance sheet at 31 December 2004

| | Note | 2004 £'000 | 2003 £'000 |
|-----------------------------|------|---------------|---------------|
| Net current assets | | - | - |
| Net assets | | - | - |
| Capital and reserves | | | |
| Called up share capital | 2 | 137 | 137 |
| Share premium account | 3 | 241 | 241 |
| Profit and loss account | 3 | (378) | (378) |
| Shareholders' funds –equity | 3 | - | - |

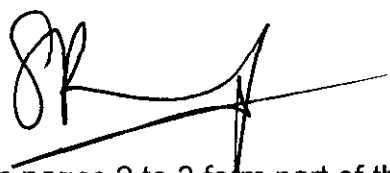
For the year ended 31 December 2004 the company was entitled to exemption under section 249AA(1) of the Companies Act 1985.

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

The Director's acknowledge their responsibility for: (i) Ensuring the company keeps accounting records which 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 its financial year, and of its profit and 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 were approved by the Board on 20th May 2005.

S R Page
Director



The notes on pages 2 to 3 form part of these financial statements.

SAPPHIRE GROUP LIMITED

Notes forming part of the financial statements for the year ended 31 December 2004

1. Accounting policies

Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention, and are in accordance with applicable accounting standards. The following principal accounting policies have been applied:

Deferred taxation

Deferred taxation is provided using the liability method on all timing differences which are expected to reverse in the future without being replaced, calculated at the rate at which it is anticipated the timing difference will reverse.

2. Share capital

| | 2004 No. | Authorised 2003 No. | 2004 £,000 | 2003 £,000 |
|--------------------|------------------|---------------------------|---------------|---------------|
| £1 ordinary shares | 250,000 ===== | 250,000 ===== | 250 ===== | 250 ===== |

| | Allotted, called up and fully paid | | | |
|--------------------|------------------------------------|------------------|---------------|---------------|
| | 2004 No. | 2003 No. | 2004 £,000 | 2003 £,000 |
| £1 ordinary shares | 137,329 ===== | 137,329 ===== | 137 ===== | 137 ===== |

SAPPHIRE GROUP LIMITED

Notes forming part of the financial statements for the year ended 31 December 2004
(continued)

3. Reconciliation of movements in shareholders' funds

| | Share Capital £'000 | Share premium account £'000 | Profit and loss account £'000 | Total £'000 |
|--|---------------------------|--------------------------------------|--|----------------|
| Shareholders' funds at 1 January 2004 | 137 | 241 | (378) | - |
| Profit/(loss) for the year | - | - | - | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| Shareholders' fund at 31 December 2004 | 137 | 241 | (378) | - |
| | <hr/> | <hr/> | <hr/> | <hr/> |

4. Ultimate parent undertaking

At 31 December 2004 the company's immediate and ultimate parent company was Sapphire Ltd, a company registered in England and Wales.