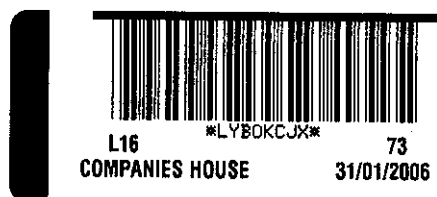


REGISTERED NUMBER: 2671533 (England and Wales)

H H ASSOCIATES LIMITED
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2005



H H ASSOCIATES LIMITED

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FOR THE YEAR ENDED 31 MARCH 2005**

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H H ASSOCIATES LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2005

DIRECTORS:	R MacMillan H R Hunt M Mills P Samuels L G Humphreys A Marriner A W Massey
SECRETARIES:	A Marriner
REGISTERED OFFICE:	Bridge House London Bridge London SE1 9QR
REGISTERED NUMBER:	2671533 (England and Wales)
AUDITORS:	Wilkins Kennedy Chartered Accountants and Registered Auditor Gladstone House 77 - 79 High Street Egham, Surrey TW20 9HY
BANKERS:	Barclays Bank plc PO Box 283 43 High Street Sutton Surrey SM1 1DR

H H ASSOCIATES LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2005

The directors present their report with the financial statements of the company for the year ended 31 March 2005.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of print managers.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

The Company is one of the UK's fastest growing print management and outsourcing companies. Annualised sales are increasing and this will continue over the coming years as the Company is successful both in securing larger contracts and as a result of greater activity with technology in areas such as digital asset management systems. The Company is growing very quickly in the direct mail and point of sale specialist areas of print management.

DIVIDENDS

The total distribution of dividends for the year ended 31 March 2005 will be £256,500.

DIRECTORS

The directors during the year under review were:

R MacMillan
J Reeves
R Charnley
H R Hunt
M Mills
P Samuels
D Mathers

- appointed 3.4.2004

The directors holding office at 31 March 2005 did not hold any beneficial interest in the issued share capital of the company at 1 April 2004 (or date of appointment if later) or 31 March 2005.

R MacMillan owns 1 ordinary share (100% of the issued share capital) in H H Associates (Holdings) Limited, the parent company.

R Charnley, D Mathers and J Reeves resigned as directors of the company on 20 May 2005, 17 November 2005 and 18 November 2005 respectively.

L G Humphreys, A Marriner and A W Massey were appointed directors of the company on 22 November 2005.

POLITICAL AND CHARITABLE CONTRIBUTIONS

During the year the company made charitable donations of £450 in aid of Children With Leukaemia.

H H ASSOCIATES LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 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 of the company 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 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.

AUDITORS

The auditors, Wilkins Kennedy, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:



.....
R MacMillan - Director

Date: 31/01/06.....

**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF
H H ASSOCIATES LIMITED**

We have audited the financial statements of H H Associates Limited for the year ended 31 March 2005 on pages five to eighteen. These financial statements have been prepared under the historical cost convention and 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 on page three the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 Report of the Directors 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.

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

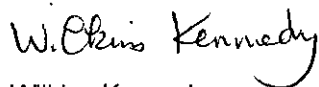
Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 March 2005 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Wilkins Kennedy
Chartered Accountants
and Registered Auditor
Gladstone House
77 - 79 High Street
Egham, Surrey
TW20 9HY

31 January 2006

H H ASSOCIATES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2005

	Notes	2005 £	2004 £
TURNOVER	2	38,082,361	22,510,167
Cost of sales		(32,920,106)	(18,811,913)
GROSS PROFIT		5,162,255	3,698,254
Administrative expenses		(3,959,758)	(2,839,783)
		1,202,497	858,471
Other operating income		4,979	-
OPERATING PROFIT	4	1,207,476	858,471
Loss on sale of fixed asset investment	5	(44,792)	-
		1,162,684	858,471
Interest receivable and similar income		8	492
		1,162,692	858,963
Interest payable and similar charges	6	(153,243)	(141,461)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,009,449	717,502
Tax on profit on ordinary activities	7	(378,803)	(255,914)
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		630,646	461,588
Dividends	8	(256,500)	(20,000)
RETAINED PROFIT FOR THE YEAR		374,146	441,588

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these financial statements

H H ASSOCIATES LIMITED

BALANCE SHEET
31 MARCH 2005

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	9	600,040	392,309
Investments	10	-	44,943
		<u>600,040</u>	<u>437,252</u>
CURRENT ASSETS			
Stocks	11	986,190	221,007
Debtors	12	15,861,553	9,409,941
Cash at bank and in hand		111,477	11,828
		<u>16,959,220</u>	<u>9,642,776</u>
CREDITORS			
Amounts falling due within one year	13	(15,357,746)	(8,465,579)
NET CURRENT ASSETS		<u>1,601,474</u>	<u>1,177,197</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,201,514</u>	<u>1,614,449</u>
CREDITORS			
Amounts falling due after more than one year	14	(258,197)	(45,278)
		<u>1,943,317</u>	<u>1,569,171</u>
CAPITAL AND RESERVES			
Called up share capital	17	40,009	40,009
Profit and loss account	18	1,903,308	1,529,162
SHAREHOLDERS' FUNDS	22	<u>1,943,317</u>	<u>1,569,171</u>

ON BEHALF OF THE BOARD:



.....
R MacMillan - Director

Approved by the Board on 31/01/06

The notes form part of these financial statements

H H ASSOCIATES LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2005

	Notes	2005 £	2004 £
Net cash inflow from operating activities	1	648,476	1,163,015
Returns on investments and servicing of finance	2	(153,235)	(140,969)
Taxation		(525,255)	(122,061)
Capital expenditure and financial investment	2	(458,596)	(103,183)
		(488,610)	796,802
Financing	2	(614,784)	(4,414,170)
Decrease in cash in the period		(1,103,394)	(3,617,368)
Reconciliation of net cash flow to movement in net debt	3		
Decrease in cash in the period		(1,103,394)	(3,617,368)
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing		(415,606)	77,704
Change in net debt resulting from cash flows		(1,519,000)	(3,539,664)
New finance leases		-	(112,260)
Movement in net debt in the period		(1,519,000)	(3,651,924)
Net (debt)/funds at 1 April		(2,753,809)	898,115
Net debt at 31 March		(4,272,809)	(2,753,809)

The notes form part of these financial statements

H H ASSOCIATES LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2005

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2005 £	2004 £
Operating profit	1,207,476	858,471
Depreciation charges	252,199	229,210
(Profit)/Loss on disposal of fixed assets	(1,333)	24,505
(Increase)/Decrease in stocks	(765,183)	299,489
Increase in debtors	(5,686,511)	(701,698)
Increase in creditors	5,641,828	453,038
Net cash inflow from operating activities	648,476	1,163,015

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2005 £	2004 £
Returns on investments and servicing of finance		
Interest received	8	492
Interest paid	(142,551)	(135,850)
Interest element of hire purchase payments	(10,692)	(5,611)
Net cash outflow for returns on investments and servicing of finance	(153,235)	(140,969)
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(465,597)	(84,890)
Purchase of fixed asset investments	-	(44,793)
Sale of tangible fixed assets	7,000	26,500
Sale of fixed asset investments	1	-
Net cash outflow for capital expenditure and financial investment	(458,596)	(103,183)
Financing		
Movement in loans to group undertakings	(932,723)	(4,338,255)
New loans made in year	100,000	-
Capital repayments in year	315,606	(77,704)
Amount introduced by directors	-	17,972
Amount withdrawn by directors	(97,667)	(16,183)
Net cash outflow from financing	(614,784)	(4,414,170)

The notes form part of these financial statements

H H ASSOCIATES LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2005

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.04 £	Cash flow £	At 31.3.05 £
Net cash:			
Cash at bank and in hand	11,828	99,649	111,477
Bank overdrafts	(2,698,381)	(1,203,043)	(3,901,424)
	<u>(2,686,553)</u>	<u>(1,103,394)</u>	<u>(3,789,947)</u>
Debt:			
Hire purchase	(67,256)	(315,606)	(382,862)
Debts falling due within one year	-	(100,000)	(100,000)
	<u>(67,256)</u>	<u>(415,606)</u>	<u>(482,862)</u>
Total	<u>(2,753,809)</u>	<u>(1,519,000)</u>	<u>(4,272,809)</u>

The notes form part of these financial statements

H H ASSOCIATES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Exemption from preparing consolidated financial statements

The financial statements contain information about H H Associates Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 228 of the Companies Act 1985 from the requirements to prepare consolidated financial statements as it and its subsidiary undertakings are included by full consolidation in the consolidated financial statements of its parent, H H Associates (Holdings) Limited, a company registered in England and Wales.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 33% on reducing balance
Motor vehicles	- 25% on cost
Computer equipment	- 33% on cost

Investments

Fixed asset investments are included at cost less amounts written off.

Any profit or loss arising from the disposals of investments are treated as part of the result from ordinary activities.

Stocks

Stock and work in progress are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Cost includes all direct expenditure.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated on the same basis as shown above. Leasing payments are treated as consisting of capital and interest, the interest element being charged to profit and loss account over the period of the lease.

Rental costs under operating leases are charged to profit and loss account when incurred.

H H ASSOCIATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2005

1. ACCOUNTING POLICIES - continued

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below:

	2005 £	2004 £
United Kingdom	35,419,846	22,213,154
Continental Europe	2,662,515	297,013
	<u>38,082,361</u>	<u>22,510,167</u>

3. STAFF COSTS

	2005 £	2004 £
Wages and salaries	1,770,553	1,442,792
Social security costs	210,699	173,679
Other pension costs	34,332	21,355
	<u>2,015,584</u>	<u>1,637,826</u>

The average monthly number of employees during the year was as follows:

	2005	2004
Directors	7	6
Other	53	29
	<u>60</u>	<u>35</u>

H H ASSOCIATES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2005**

4. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2005	2004
	£	£
Other operating leases	112,813	114,827
Depreciation - owned assets	252,199	229,210
(Profit)/Loss on disposal of fixed assets	(1,333)	24,505
Foreign exchange differences	(11,506)	(5,632)
Auditors' remuneration	9,800	9,500
Hire of plant and machinery	-	35,085
	<u> </u>	<u> </u>
Directors' emoluments	398,951	340,183
Directors' pension contributions to money purchase schemes	23,440	20,605
	<u> </u>	<u> </u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>1</u>
------------------------	----------	----------

Information regarding the highest paid director is as follows:

	2005	2004
	£	£
Emoluments etc	184,031	193,236
Pension contributions to money purchase schemes	23,440	20,605
	<u> </u>	<u> </u>

5. EXCEPTIONAL ITEMS

During the year to 31 March 2005, H H Associates Limited disposed of its holding in H H Danmark A/S for a nominal fee, incurring a loss on disposal of £44,792.

H H Danmark A/S was retained within the group.

6. INTEREST PAYABLE AND SIMILAR CHARGES

	2005	2004
	£	£
Bank interest	14,677	24,053
Other interest charges	127,874	111,797
Hire purchase	10,692	5,611
	<u> </u>	<u> </u>
	153,243	141,461
	<u> </u>	<u> </u>

H H ASSOCIATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2005

7. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2005 £	2004 £
Current tax:		
UK corporation tax	369,854	261,918
UK Corporation tax -prior year	8,949	-
Total current tax	378,803	261,918
Deferred tax	-	(6,004)
Tax on profit on ordinary activities	378,803	255,914

Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2005 £	2004 £
Profit on ordinary activities before tax	1,009,449	717,502
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 30% (2004 - 30%)	302,835	215,251
Effects of:		
disallowable expenditure	53,284	40,730
excess depreciation over capital allowances	13,735	24,500
marginal relief	-	(18,563)
under provision in previous period	8,949	-
Current tax charge	378,803	261,918

8. DIVIDENDS

	2005 £	2004 £
Equity shares:		
Interim	256,500	20,000

H H ASSOCIATES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2005**

9. TANGIBLE FIXED ASSETS

	Plant and machinery £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 April 2004	187,797	180,834	417,883	786,514
Additions	44,491	49,049	372,057	465,597
Disposals	-	(13,089)	-	(13,089)
At 31 March 2005	232,288	216,794	789,940	1,239,022
DEPRECIATION				
At 1 April 2004	139,177	69,461	185,567	394,205
Charge for year	30,685	46,835	174,679	252,199
Eliminated on disposal	-	(7,422)	-	(7,422)
At 31 March 2005	169,862	108,874	360,246	638,982
NET BOOK VALUE				
At 31 March 2005	62,426	107,920	429,694	600,040
At 31 March 2004	48,620	111,373	232,316	392,309

Included within motor vehicles are vehicles held under hire purchases agreements which cost £146,559 (2004 - £112,260) and with accumulated depreciation of £57,571 (2004 - £15,311).

Included within computer equipment is equipment held under hire purchase agreements which cost £329,667 (2004 - £Nil) and with accumulated depreciation of £27,639 (2004 - £Nil).

10. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 April 2004	44,943
Disposals	(44,943)
At 31 March 2005	-
NET BOOK VALUE	
At 31 March 2005	-
At 31 March 2004	44,943

11. STOCKS

	2005 £	2004 £
Work-in-progress	353,420	221,007
Finished goods	632,770	-
	986,190	221,007

H H ASSOCIATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2005

12. DEBTORS

	2005 £	2004 £
Amounts falling due within one year:		
Trade debtors	9,969,217	4,821,805
Amounts owed by group undertakings	5,149,639	4,190,053
Other debtors	564,396	48,572
Directors' current accounts	88,878	-
Prepayments and accrued income	89,423	66,148
	<u>15,861,553</u>	<u>9,126,578</u>
Amounts falling due after more than one year:		
Amounts owed by group undertakings	-	283,363
	<u>-</u>	<u>283,363</u>
Aggregate amounts	<u>15,861,553</u>	<u>9,409,941</u>

Included within amounts owed by group undertakings are amounts of £4,852,301 (2004 - £4,043,941) due from H H Associates (Holdings) Limited, H H Associates Limited's parent company.

The directors' loan account relates to amounts owed from R MacMillan (2004 - £8,789 credit). This amount represents the maximum amount owed by R MacMillan during the course of the year.

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005 £	2004 £
Bank loans and overdrafts (see note 15)	4,001,424	2,698,381
Hire purchase contracts (see note 16)	124,665	21,978
Trade creditors	8,771,297	4,324,618
Amounts owed to group undertakings	-	150
Corporation tax	115,466	261,918
Other taxes and social security	121,350	166,873
Other creditors	38,545	-
Directors' current accounts	-	8,789
Accruals and deferred income	2,184,999	982,872
	<u>15,357,746</u>	<u>8,465,579</u>

Included within amounts due to group undertakings is an amount of £Nil (2004 - £150) owed to H H Technology Limited, a subsidiary of the company.

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

	2005 £	2004 £
Hire purchase contracts (see note 16)	<u>258,197</u>	<u>45,278</u>

H H ASSOCIATES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2005**

15. LOANS

An analysis of the maturity of loans is given below:

	2005 £	2004 £
Amounts falling due within one year or on demand:		
Bank overdrafts	3,901,424	2,698,381
Bank loans	100,000	-
	<u>4,001,424</u>	<u>2,698,381</u>

Bank overdrafts totalling £3,843,130 (2004- £2,341,334) have been secured by fixed and floating charges over all of the assets of the company.

Further guarantee has been given by Mr H R Hunt for £30,000.

16. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

	2005 £	2004 £
		Hire purchase contracts
Net obligations repayable:		
Within one year	124,665	21,978
Between one and five years	258,197	45,278
	<u>382,862</u>	<u>67,256</u>

The following operating lease payments are committed to be paid within one year:

	2005 £	2004 £
		Land and buildings
Expiring:		
Within one year	<u>153,550</u>	<u>113,825</u>

17. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2005 £	2004 £
100,000	Ordinary	£1	<u>100,000</u>	<u>100,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2005 £	2004 £
40,009	Ordinary	£1	<u>40,009</u>	<u>40,009</u>

H H ASSOCIATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2005

17. CALLED UP SHARE CAPITAL - continued

A legal charge over the shares of the company was registered on 10 April 2003.

18. RESERVES

	Profit and loss account £
At 1 April 2004	1,529,162
Retained profit for the year	374,146
At 31 March 2005	<u>1,903,308</u>

19. PENSION COMMITMENTS

The company operates a money purchase pension scheme.

The pension cost charge represents contributions payable by the company and amounted to £34,332 (2004 - £21,355). Contributions amounting to £5,661 (2004 - £nil) are included in accruals at 31 March 2005.

20. CAPITAL COMMITMENTS

	2005 £	2004 £
Contracted but not provided for in the financial statements	<u>492,000</u>	<u>-</u>

Capital commitments at the year end relate to the purchase of computer equipment.

21. RELATED PARTY DISCLOSURES

During the year the company was controlled by H H Associates (Holdings) Limited, a company incorporated in England and Wales.

The ultimate controlling party of H H Associates (Holdings) Limited is R MacMillan, director.

As a subsidiary, the company is entitled to take advantage of the exemption from disclosing transactions with group entities as the parent company produces consolidated accounts which are publicly available.

H H ASSOCIATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2005

22. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2005	2004
	£	£
Profit for the financial year	630,646	461,588
Dividends	(256,500)	(20,000)
Net addition to shareholders' funds	374,146	441,588
Opening shareholders' funds	1,569,171	1,127,583
Closing shareholders' funds	1,943,317	1,569,171
Equity interests	1,943,317	1,569,171