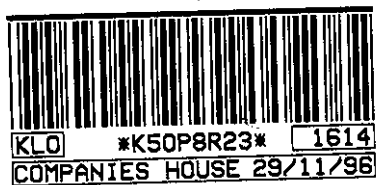


Virgin Bride Limited

Directors' report and financial statements

31 January 1996

Registered number 3046028



Virgin Bride Limited

Directors' report and financial statements

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Virgin Bride Limited

Company Information

for the period 13 April 1995 to 31 January 1996

Directors: T M Abbott
R C N Branson
G L Brooks

Secretary: D P Legge

Registered office: 120 Campden Hill Road
London
W8 7AR

Registered number: 3046028 (England and Wales)

Auditors: KPMG
1 Forest Gate
Brighton Road
Crawley
West Sussex
RH11 9PT

Virgin Bride Limited

Directors' report

The directors present their report with the audited financial statements of the company from incorporation to 31 January 1996.

Incorporation

The company was incorporated on 13 April 1995 as Virgin Brides Limited and changed its name to Virgin Bride Limited on 24 October 1996.

Principal activity

The principal activity of the company is that of the provision of bridal services.

Results

During the period the company made a loss of £36,474. The directors are confident that the company will generate profits as it becomes established. The directors do not recommend the payment of a dividend.

Directors and directors' interests

The directors during the period under review were:

| | |
|---------------|---------------------------|
| T M Abbott | (appointed 13 April 1995) |
| R C N Branson | (appointed 13 April 1995) |
| G L Missen | (appointed 13 April 1995) |

| | |
|-------------------------|---|
| Hallmark Registrars Ltd | (appointed 13 April 1995, resigned 13 April 1995) |
|-------------------------|---|

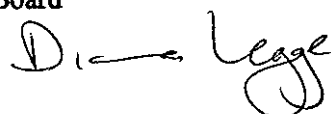
None of the directors who held office at the end of the period had any disclosable interest in the shares of the company or other group companies.

Auditors

KPMG Peat Marwick were appointed first auditors of the company by the directors. On 6 February 1995 our auditors changed the name under which they practise to KPMG, and have accordingly signed their report in their new name. In accordance with Section 385 of the Companies Act 1985, a resolution for the reappointment of KPMG as auditors of the Company is to be proposed at the forthcoming Annual General Meeting.

By order of the Board

Diana Legge
Secretary



120 Campden Hill Road
LONDON
W8 7AR

Virgin Bride Limited

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period 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;
- 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 maintaining 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.



1 Forest Gate
Brighton Road
Crawley
West Sussex RH11 9PT

Auditors' report to the members of Virgin Bride Limited

We have audited the financial statements on pages 5 to 9.

Respective responsibilities of directors and auditors

As described on page 3 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of 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 January 1996 and of its loss for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

Chartered Accountants
Registered Auditors

29 November 1996

Virgin Bride Limited

Profit and loss account

for the period 13 April 1995 to 31 January 1996

| | <i>Note</i> | 1996 £ |
|---|-------------|------------------|
| Turnover | 2 | - |
| Administrative expenses | | (36,474) |
| Operating loss and loss on ordinary activities before taxation | 3 | (36,474) |
| Tax on loss on ordinary activities | 4 | - |
| Loss on ordinary activities after taxation and retained for the period | | (36,474) |

The company has no recognised gains or losses other than the reported loss for the current period.

The loss for the period arises solely from continuing operations.

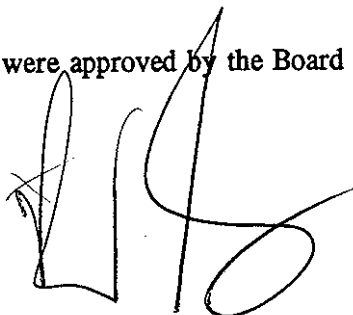
Virgin Bride Limited

Balance sheet at 31 January 1996

| | Note | £ | 1996 £ |
|---|------|----------|-----------|
| Fixed assets | | | |
| Tangible assets | 6 | | 1,588 |
| Creditors: amounts falling due within one year | 7 | (38,060) | |
| Net current liabilities | | | (38,060) |
| Net liabilities | | | (36,472) |
| Capital and reserves | | | |
| Called up share capital | 8 | | 2 |
| Profit and loss account | | | (36,474) |
| Equity shareholders' funds | 9 | | (36,472) |

The financial statements were approved by the Board of Directors on 21st November 1996, and signed on its behalf by:

X
R C N Branson
Director



Virgin Bride Limited

Notes

(forming part of the financial statements)

1 Accounting policies

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Going concern

The accounts have been prepared on a going concern basis, on the grounds that Voyager Investments (BVI) Limited, the ultimate parent company, has confirmed that it will continue to provide support in order that the company is able to meet its commitments as they fall due.

Fixed assets and depreciation

Depreciation is provided by the Company, to write off the cost less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic life as follows:

Office equipment - 25% on a straight line basis per annum.

Cash flow statement

Under Financial Reporting Standard 1, the company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a wholly owned subsidiary undertaking.

2 Turnover

The turnover and operating losses are attributable to the principal activity of the company.

3 Loss on ordinary activities before taxation

The loss on ordinary activities before taxation is stated after charging:

| | |
|---|-------|
| | 1996 |
| | £ |
| Depreciation - owned assets | 34 |
| Auditors' remuneration - audit services | 1,000 |

4 Taxation

No tax charge arises due to the losses incurred during the period.

Virgin Bride Limited

Notes (continued)

5 Staff numbers and costs

No directors received any emoluments from the company.

The company had no employees during the period. Included in administration expenses is an amount of £20,538, being recharges from a group company in respect of payroll costs for services provided.

6 Tangible fixed assets

| | Office equipment £ |
|-----------------------|--------------------------|
| <i>Cost</i> | |
| Additions | 1,622 |
| | <hr/> |
| At 31 January 1996 | 1,622 |
| | <hr/> |
| <i>Depreciation</i> | |
| Charge for period | (34) |
| | <hr/> |
| At 31 January 1996 | (34) |
| | <hr/> |
| <i>Net book value</i> | |
| At 31 January 1996 | 1,588 |
| | <hr/> |

7 Creditors: amounts falling due within one year

| | 1996 £ |
|------------------------------------|-----------|
| Amounts owed to group undertakings | 37,060 |
| Accruals | 1,000 |
| | <hr/> |
| | 38,060 |
| | <hr/> |

Virgin Bride Limited

Notes (continued)

8 Called up share capital

| | 1996 £ |
|---|--------------|
| <i>Authorised</i> | |
| Ordinary shares of £1 each | <u>1,000</u> |
| <i>Allotted, called up and fully paid</i> | |
| Ordinary shares of £1 each | <u>2</u> |

The 2 ordinary shares were issued on incorporation at par.

9 Reconciliation of movement in shareholders' funds

| | 1996 £ |
|------------------------------|---------------|
| Loss for the period | (36,474) |
| New share capital subscribed | <u>2</u> |
| Closing shareholders' funds | <u>36,472</u> |

10 Ultimate parent company

The ultimate parent undertaking is Voyager Investments (BVI) Limited, a company incorporated in the British Virgin Islands.