

Men From The North Limited

REPORT AND FINANCIAL STATEMENTS

for the year ended

30 September 2006



Company Registration No 3117899

Men From The North Limited

DIRECTORS AND OFFICERS

DIRECTORS

PF Wallace

COMPANY SECRETARY

SEA Standing

REGISTERED OFFICE

Sanctuary House
45-53 Sinclair Road
London W14 0NS

COMPANY NUMBER

3117899

Men From The North Limited

DIRECTORS' REPORT

The director submits his report and the financial statements of Men From The North Limited for the year ended 30 September 2006

PRINCIPAL ACTIVITIES AND RESULTS

The company is dormant and ceased trading with effect from 1 October 2003

DIRECTORS AND DIRECTORS' INTERESTS

The directors who held office during the year are

EJN Cook (resigned 18 September 2006)
MJ Haxby (resigned 31 March 2006)
PF Wallace (appointed 31 March 2006)

None of the directors held any beneficial interest in the shares of the company

The shareholding of the directors in The Sanctuary Group plc, the ultimate parent company, is as follows

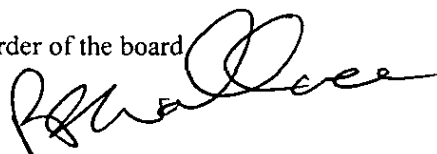
Ordinary shares of 2p each	2006	2005
EJN Cook	-	-
MJ Haxby	1,448	1,448
PF Wallace	-	-
Options over Ordinary shares of 2p each	2006	2005
EJN Cook	383	383
MJ Haxby	2,269	2,269
PF Wallace	-	-

On 20 March 2006 each authorised and issued existing ordinary share of 12 5p in the capital of The Sanctuary Group plc was subdivided and converted into one ordinary share of 0 01p and one deferred share of 12 49p. Immediately following this subdivision the issued and the authorised but unissued ordinary shares of 0 01p each were consolidated into ordinary shares of 2p each on the basis of one ordinary share for every 200 subdivided shares.

AUDITORS

In accordance with section 250 of the Companies Act 1985, as amended by the Companies Act 1989, the company has resolved not to appoint auditors.

By order of the board



PF Wallace
Director

24 July 2007

Men From The North Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

The financial statements are required by law to 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 these financial statements, 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 UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- 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 that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that its 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

Men From The North Limited

BALANCE SHEET

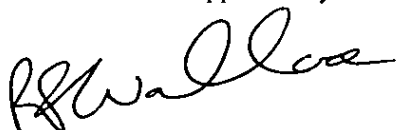
30 September 2006

	<i>Notes</i>	2006 £	2005 £
CURRENT ASSETS			
Cash at bank		10,823	10,823
		<u>10,823</u>	<u>10,823</u>
CREDITORS Amounts falling due within one year	1	(2,522)	(2,522)
NET CURRENT ASSETS		<u>8,301</u>	<u>8,301</u>
TOTAL ASSETS		<u>8,301</u>	<u>8,301</u>
CAPITAL AND RESERVES			
Called up share capital	2	2	2
Profit and loss account		8,299	8,299
EQUITY SHAREHOLDERS' FUNDS		<u>8,301</u>	<u>8,301</u>

- a) For the year ended 30 September 2006, the company was entitled to exemption under section 249AA(1) of the Companies Act 1985
- b) No notice has been deposited with the company under section 242B(2) of the Act requiring an audit to be carried out
- c) The directors acknowledge their responsibility for

- i Ensuring the company keeps accounting records which comply with section 221, Companies Act 1985, 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 and loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of the Companies Act

The accounts were approved by the board on 24 July 2007 and signed on its behalf by


PF Wallace
Director

Men From The North Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared on the historical cost basis of accounting, and in accordance with applicable Accounting Standards in the United Kingdom applied on a consistent basis

DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

CASHFLOW STATEMENT

The company is a wholly owned subsidiary of the ultimate parent company, The Sanctuary Group plc, and is included in the consolidated financial statements of The Sanctuary Group plc. Consequently, the company has taken advantage of the exemption from preparing a cashflow statement under the terms of Financial Reporting Standard No 1 (revised 1996).

Men From The North Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2006

1	CREDITORS Amounts falling due within one year	2006 £	2005 £
	Amount owed to parent and subsidiary undertakings	2,522	2,522
		<u>2,522</u>	<u>2,522</u>
2	SHARE CAPITAL	2006 £	2005 £
	Authorised 1,000 ordinary shares of £1 each	1,000	1,000
	Allotted, issued and fully paid 2 ordinary shares of £1 each	<u>2</u>	<u>2</u>

3 CONTINGENT LIABILITIES

The company has a number of contingent liabilities arising from third party claims. The directors are of the opinion that, while the outcome of the claims cannot be predicted with any certainty, they do not expect any liability that may arise to have a material impact on the company's results, cash flow or financial condition.

The bank overdrafts of the Group undertakings are secured by cross-guarantees between group companies. At 30 September 2006 the net liability of the group including the company amounted to £71,169,000 (2005 £114,292,000).

4 RELATED PARTY TRANSACTIONS

There were no material related party transactions as defined in Financial Reporting Standard No 8, Related Party Transactions.

5 IMMEDIATE PARENT COMPANY

The immediate parent company is Sanctuary Records Group Limited, a company incorporated and registered in the United Kingdom.

6 ULTIMATE PARENT COMPANY

The ultimate parent company and largest group to consolidate these financial statements is The Sanctuary Group plc, incorporated in the United Kingdom. Copies of The Sanctuary Group plc consolidated financial statements can be obtained from Companies House, Crown Way, Cardiff CF4 3UZ.