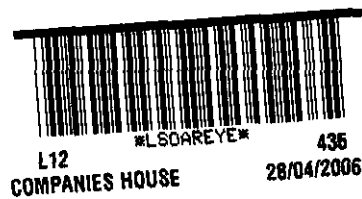


Company Registration No. 3287960 (England and Wales)

COWLEY DESIGNS LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 2 APRIL 2005



ALP

COWLEY DESIGNS LIMITED

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COWLEY DESIGNS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 2 APRIL 2005

The directors present their report and financial statements for the year ended 2 April 2005.

Principal activities

The principal activity of the company is the design, importation and distribution of gifts and household accessories and the manufacture of artificial flower bouquets and other floral items.

Review of the business

The company made an operating loss in the year of £1,249 compared with an operating profit of £478,800 in 2004. Although this is a disappointing result it reflects the significant changes that have been made to build a dynamic business for the future.

During the year, Minkcraft Limited trading as Forever Flowers was acquired by the group in order to grow our distribution into the very strong Garden Centre sector. At the end of the financial year, all the assets and liabilities of Minkcraft, excluding bank accounts, were transferred to Cowley Designs Limited creating goodwill of £848,282. The business has consolidated all of its activities onto one site in Blackpool and the management are now structured to exploit the full potential of the market. Going forward, Cowley Designs Limited has two exciting brands in "Think Pink" and "Forever Flowers" with substantial opportunities to cross network our first class customer base in the UK.

The directors would like to thank all the staff for their continued hard work and commitment during the year.

Directors

The following directors have held office since 4 April 2004:

W S R Lawson
T G Hislop
M N Buswell
L M Hollidge
S J Duggan

Directors' interests

None of the directors had any interests in the shares in the company.

The interests of the directors in the shares of the parent company, Trinity Holdings International Limited, are disclosed in the Report of the Directors of that company.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Nyman Libson Paul be reappointed as auditors of the company will be put to the Annual General Meeting.

COWLEY DESIGNS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 2 APRIL 2005

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;
- 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 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.

By order of the Board



W S R Lawson
Director

24 April 2006



Nyman Libson Paul

Regina House, 124 Finchley Road, London NW3 5JS

COWLEY DESIGNS LIMITED

INDEPENDENT AUDITORS' REPORT TO COWLEY DESIGNS LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 5 to 19, together with the financial statements of the company for the year ended 2 April 2005 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company those matters we are required to state to them in an auditor's report on abbreviated accounts 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, 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 abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 5 to 19 are properly prepared in accordance with that provision.



Nyman Libson Paul

Regina House, 124 Finchley Road, London NW3 5JS

COWLEY DESIGNS LIMITED

INDEPENDENT AUDITORS' REPORT TO COWLEY DESIGNS LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

Other information

On 24 April 2006 we reported, as auditors of Cowley Designs Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 2 April 2005, and our audit report included the following paragraph:

"In forming our opinion, we have considered the adequacy of the disclosures made in note 1 to the financial statements concerning the uncertainty as to the continuation and renewal of the company's bank facilities and therefore its ability to continue as a going concern. In view of the significance of this uncertainty we consider that it should be drawn to your attention but our opinion is not qualified in this respect. "

Nyman Libson Paul

24 April 2006

Chartered Accountants
& Registered Auditors

COWLEY DESIGNS LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 2 APRIL 2005

	Notes	Year ended 2 April 2005 £	Year ended 3 April 2004 £
Gross profit		2,342,601	2,660,406
Administrative expenses		(2,343,850)	(2,181,606)
Operating (loss)/profit	2	(1,249)	478,800
Other interest receivable and similar income		1,990	2,266
Interest payable and similar charges	4	(81,574)	(61,899)
(Loss)/profit on ordinary activities before taxation		(80,833)	419,167
Tax on (loss)/profit on ordinary activities	5	35,529	(113,893)
(Loss)/profit on ordinary activities after taxation		(45,304)	305,274
Dividends	6	-	(75,000)
Retained (loss)/profit for the year	15	(45,304)	230,274

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

COWLEY DESIGNS LIMITED

ABBREVIATED BALANCE SHEET AS AT 2 APRIL 2005

	Notes	2005 £	£	2004 £	£
Fixed assets					
Intangible assets	7	875,782		-	
Tangible assets	8	405,724		226,796	
			1,281,506		226,796
Current assets					
Stocks	9	1,385,067		749,112	
Debtors: amounts falling due within one year	10	1,024,432		449,948	
Debtors: amounts falling due after more than one year	10	1,648,384		1,468,945	
Cash at bank and in hand		21,967		391,432	
		4,079,850		3,059,437	
Creditors: amounts falling due within one year	11	(2,888,080)		(819,536)	
Net current assets		1,191,770		2,239,901	
Total assets less current liabilities		2,473,276		2,466,697	
Creditors: amounts falling due after more than one year	12	(68,252)		(16,369)	
		2,405,024		2,450,328	
Capital and reserves					
Called up share capital	14	1,650,000		1,650,000	
Profit and loss account	15	755,024		800,328	
Shareholders' funds - equity interests	16	2,405,024		2,450,328	

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board on 24 April 2006 and signed on its behalf by:



W S R Lawson
Director

COWLEY DESIGNS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 2 APRIL 2005

	Year ended 2 April 2005 £	Year ended 3 April 2004 £
Net cash inflow/(outflow) from operating activities	(477,706)	357,451
Returns on investments and servicing of finance		
Interest received	1,990	2,266
Interest paid	(81,574)	(61,899)
Net cash outflow for returns on investments and servicing of finance	(79,584)	(59,633)
Taxation	(115,068)	(25,792)
Capital expenditure		
Payments to acquire tangible assets	(122,844)	(89,173)
Receipts from sales of tangible assets	8,936	750
Net cash outflow for capital expenditure	(113,908)	(88,423)
Acquisitions and disposals		
Cash acquired on transfer of business from group company	118	-
Equity dividends paid	-	(75,000)
Net cash (outflow)/inflow before management of liquid resources and financing	(786,148)	108,603
Financing		
Capital element of hire purchase contracts	(18,931)	(17,587)
Net cash outflow from financing	(18,931)	(17,587)
(Decrease)/increase in cash in the year	(805,079)	91,016

COWLEY DESIGNS LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 2 APRIL 2005

1	Reconciliation of operating (loss)/profit to net cash inflow from operating activities	2005	2004
		£	£
	Operating (loss)/profit	(1,249)	478,800
	Depreciation of tangible assets	69,807	49,073
	Loss/(profit) on disposal of tangible assets	531	(750)
	Decrease in stocks	62,440	115,969
	Increase in debtors	(421,788)	(145,671)
	Decrease in creditors within one year	(187,447)	(139,970)
	Net cash (outflow)/inflow from operating activities	(477,706)	357,451

2	Analysis of net (debt)/funds	4 April 2004	Cash flow	Other non-cash changes	2 April 2005
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	391,432	(369,465)	-	21,967
	Bank overdrafts	(22,549)	(435,614)	-	(458,163)
		<u>368,883</u>	<u>(805,079)</u>	<u>-</u>	<u>(436,196)</u>
	Bank deposits	-	-	-	-
	Debt:				
	Finance leases	(34,048)	18,931	(107,470)	(122,587)
	Net funds/(debt)	<u>334,835</u>	<u>(786,148)</u>	<u>(107,470)</u>	<u>(558,783)</u>

3	Reconciliation of net cash flow to movement in net (debt)/funds	2005	2004
		£	£
	(Decrease)/increase in cash in the year	(805,079)	91,016
	Cash outflow from decrease in debt and lease financing	18,931	17,587
	Change in net debt resulting from cash flows	(786,148)	108,603
	New finance leases and leases transferred from group company	(107,470)	-
	Movement in net (debt)/funds in the year	(893,618)	108,603
	Opening net funds	334,835	226,232
	Closing net (debt)/funds	(558,783)	334,835

COWLEY DESIGNS LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 2 APRIL 2005

4	Effects of transfer of trade from group company	2005 £	2004 £
	Intangible assets	27,500	-
	Tangible assets	70,058	-
	Stocks	698,395	-
	Trade Debtors	501,522	-
	Corporation Tax	2,714	-
	Other debtors and prepayments	28,875	-
	Hire purchase contracts	(42,170)	-
	Trade creditors	(66,341)	-
	Other taxes and social security costs	(77,365)	-
	Accruals	(38,081)	-
	Cash and cash equivalents	118	-
	Goodwill	848,282	-
		<u>1,953,507</u>	<u></u>
	Inter-company balance	<u>1,953,507</u>	<u></u>

COWLEY DESIGNS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 2 APRIL 2005

1 Accounting policies

1.1 Accounting convention and basis of preparation

The financial statements are prepared under the historical cost convention.

Accounts are drawn up for periods of 52 weeks (and when necessary 53 weeks) ending on the Saturday closest to 31 March.

The financial statements have been prepared on the going concern basis which assumes that the company and its group members will have adequate resources to continue in operational existence for the foreseeable future.

The company meets its day to day working capital requirements through a group multi-option bank facility which includes an overdraft facility.

The directors have prepared detailed financial forecasts for the period to March 2009. On the basis of this information and discussions with the company's bankers, the directors consider that the company will continue to operate within the facility currently agreed and within that which they confidently expect will be agreed on 30 June 2006, when the company's bankers are due to consider renewing the facility for a further period.

On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that would result from a withdrawal of the group multi-option facility by the company's bankers.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade and settlement discounts.

1.3 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of twenty years.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	25% per annum
Fixtures, fittings & equipment	20-25% per annum as appropriate
Motor vehicles	33% per annum

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

COWLEY DESIGNS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 2 APRIL 2005

1 Accounting policies continued

1.6 Stock

Stock is valued at the lower of cost and net realisable value. Costs includes materials, freight and duty and direct labour where applicable. Net realisable value is based on estimated selling price less all further costs to completion.

1.7 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with FRS 17: Retirement benefits.

1.8 Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes, with provision only being made for material items.

1.9 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Operating (loss)/profit	2005 £	2004 £
Operating (loss)/profit is stated after charging:		
Depreciation of tangible assets	69,807	49,073
Loss on disposal of tangible assets	531	-
Operating lease rentals	227,058	203,671
Operating lease rentals		
- Plant and machinery	4,454	26,493
Auditors' remuneration	15,250	11,250
Remuneration of auditors for non-audit work	5,050	5,958
and after crediting:		
Profit on disposal of tangible assets	-	(750)

3 Investment income	2005 £	2004 £
Bank interest	1,990	2,266

4 Interest payable	2005 £	2004 £
On bank loans and overdrafts	80,182	59,814
Hire purchase interest	1,392	2,085
	81,574	61,899

COWLEY DESIGNS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 2 APRIL 2005

5	Taxation	2005	2004
		£	£
	Domestic current year tax		
	U.K. corporation tax	(35,845)	114,752
	Adjustment for prior years	316	(859)
		<u>(35,529)</u>	<u>113,893</u>
	Current tax charge		
		<u>(35,529)</u>	<u>113,893</u>
	Factors affecting the tax charge for the year		
	(Loss)/profit on ordinary activities before taxation	(80,833)	419,167
		<u>(80,833)</u>	<u>419,167</u>
	(Loss)/profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2004: 30.00%)	(24,250)	125,750
		<u>(24,250)</u>	<u>125,750</u>
	Effects of:		
	Non deductible expenses	5,492	4,879
	Depreciation	21,101	14,497
	Capital allowances	(35,180)	(21,117)
	Adjustments to previous periods	316	(859)
	Marginal relief	(3,008)	(9,257)
		<u>(11,279)</u>	<u>(11,857)</u>
	Current tax charge	<u>(35,529)</u>	<u>113,893</u>
		<u>(35,529)</u>	<u>113,893</u>
6	Dividends	2005	2004
		£	£
	Ordinary interim paid	-	75,000
		<u>-</u>	<u>75,000</u>

COWLEY DESIGNS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 2 APRIL 2005

7 Intangible fixed assets

	Goodwill £
Cost	
At 4 April 2004	-
Transfer from group company	50,000
Additions	848,282
	<hr/>
At 2 April 2005	898,282
	<hr/>
Amortisation	
At 4 April 2004	-
Transfer from group company	22,500
	<hr/>
At 2 April 2005	22,500
	<hr/>
Net book value	
At 2 April 2005	875,782
	<hr/>
At 3 April 2004	-
	<hr/>

On 2 April 2005, the trade together with all the assets and liabilities (excluding bank accounts) of the company's fellow subsidiary Minkcraft Limited, were transferred to the company creating goodwill of £848,282.

COWLEY DESIGNS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 2 APRIL 2005

8 Tangible fixed assets

	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 4 April 2004	92,713	332,241	23,435	448,389
Transfer from group company	-	-	141,791	141,791
Additions	65,300	122,844	-	188,144
Disposals	-	-	(18,935)	(18,935)
At 2 April 2005	158,013	455,085	146,291	759,389
Depreciation				
At 4 April 2004	48,296	164,782	8,515	221,593
Transfer from group company	-	-	71,733	71,733
On disposals	-	-	(9,468)	(9,468)
Charge for the year	11,705	55,024	3,078	69,807
At 2 April 2005	60,001	219,806	73,858	353,665
Net book value				
At 2 April 2005	98,012	235,279	72,433	405,724
At 3 April 2004	44,417	167,459	14,920	226,796

Included above are assets held under finance leases or hire purchase contracts as follows:

	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Net book values				
At 2 April 2005	64,850	23,464	46,709	135,023
At 3 April 2004	-	29,329	11,045	40,374
Depreciation charge for the year				
At 2 April 2005	450	5,865	-	6,315
At 3 April 2004	-	5,866	6,312	12,178

COWLEY DESIGNS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 2 APRIL 2005

9	Stocks	2005 £	2004 £
	Raw materials and consumables	235,940	210,207
	Finished goods and goods for resale	1,149,127	538,905
		<u>1,385,067</u>	<u>749,112</u>

10	Debtors	2005 £	2004 £
	Trade debtors	855,317	379,210
	Amounts owed by parent undertakings	1,648,384	1,468,945
	Corporation tax	38,505	-
	Other debtors	-	123
	Prepayments and accrued income	130,610	70,615
		<u>2,672,816</u>	<u>1,918,893</u>

Amounts falling due after more than one year and included in the debtors above are:

	2005 £	2004 £
Amounts owed by parent undertakings	<u>1,648,384</u>	<u>1,468,945</u>

COWLEY DESIGNS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 2 APRIL 2005

11 Creditors: amounts falling due within one year	2005 £	2004 £
Bank overdraft (secured)	458,163	22,549
Net obligations under hire purchase contracts (secured)	54,335	17,679
Trade creditors	410,448	395,907
Amounts owed to fellow subsidiary undertakings	1,716,686	-
Corporation tax	-	114,752
Other taxes and social security costs	127,671	101,111
Other creditors	-	126
Accruals and deferred income	120,777	167,412
	<u>2,888,080</u>	<u>819,536</u>

The bank overdraft is secured by a fixed and floating charge over the assets of the company and its parent and fellow subsidiary undertakings.

12 Creditors: amounts falling due after more than one year	2005 £	2004 £
Net obligations under hire purchase contracts (secured)	<u>68,252</u>	<u>16,369</u>
Net obligations under hire purchase contracts		
Repayable within one year	60,209	19,513
Repayable between one and five years	77,111	18,025
	<u>137,320</u>	<u>37,538</u>
Finance charges and interest allocated to future accounting periods	(14,733)	(3,490)
	<u>122,587</u>	<u>34,048</u>
Included in liabilities falling due within one year	(54,335)	(17,679)
	<u>68,252</u>	<u>16,369</u>

13 Pension costs

Defined contribution

	2005 £	2004 £
Contributions payable by the company for the year	<u>31,563</u>	<u>18,259</u>

COWLEY DESIGNS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 2 APRIL 2005

14 Share capital	2005	2004
	£	£
Authorised		
1,650,000 Ordinary of £1 each	1,650,000	1,650,000
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
1,650,000 Ordinary of £1 each	1,650,000	1,650,000
	<u> </u>	<u> </u>
15 Statement of movements on profit and loss account		
		Profit and loss account £
Balance at 4 April 2004		800,328
Retained loss for the period		(45,304)
		<u> </u>
Balance at 2 April 2005		755,024
		<u> </u>
16 Reconciliation of movements in shareholders' funds	2005	2004
	£	£
(Loss)/Profit for the financial year	(45,304)	305,274
Dividends	-	(75,000)
	<u> </u>	<u> </u>
Net (depletion in)/addition to shareholders' funds	(45,304)	230,274
Opening shareholders' funds	2,450,328	2,220,054
	<u> </u>	<u> </u>
Closing shareholders' funds	2,405,024	2,450,328
	<u> </u>	<u> </u>

17 Contingent liabilities

The company is party to an unlimited cross guarantee with its parent undertaking Trinity Holdings International Limited and its fellow subsidiary Minkcraft Limited in respect of bank facilities. At the balance sheet date the maximum liability amounted to £1,677,132 (2004: £22,549).

At the balance sheet date the company also had open letters of credit totalling £12,252 (2004: £30,943).

COWLEY DESIGNS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 2 APRIL 2005

18 Financial commitments

At 2 April 2005 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings			Other
	2005	2004	2005	2004
	£	£	£	£
Expiry date:				
Between two and five years	-	-	62,137	48,121
In over five years	244,900	167,400	-	-
	<u>244,900</u>	<u>167,400</u>	<u>62,137</u>	<u>48,121</u>

19 Directors' emoluments

	2005	2004
	£	£
Emoluments for qualifying services	187,282	259,876
Company pension contributions to money purchase schemes	11,120	10,461
	<u>198,402</u>	<u>270,337</u>

Emoluments disclosed above include the following amounts paid to the highest paid director:

Emoluments for qualifying services	<u>79,910</u>	<u>95,868</u>
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COWLEY DESIGNS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 2 APRIL 2005

20 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2005 Number	2004 Number
Production	48	48
Distribution	25	24
Administration	6	6
	<u>79</u>	<u>78</u>

Employment costs

	£	£
Wages and salaries	1,077,646	1,133,182
Social security costs	118,187	136,598
Other pension costs	31,563	18,259
	<u>1,227,396</u>	<u>1,288,039</u>

21 Ultimate parent company

The ultimate parent company is Trinity Holdings International Limited, a company registered in England and Wales. Copies of the parent company's financial statements can be obtained from Cornford Road, Blackpool, Lancashire, FY4 4QQ.

The ultimate controlling party is T G Hislop.

22 Related party transactions

During the year the company made interest free loans to its ultimate parent company, Trinity Holdings International Limited. The company was also charged a management fee of £445,000 (2004: £426,000) and paid a dividend of £- (2004: £75,000) to Trinity Holdings International Limited. The balance owing to the company by Trinity Holdings International Limited at the year end was £1,648,384 (2004: £1,468,945).

The net assets of the company's fellow subsidiary Minkcraft Limited (excluding bank accounts) were transferred to the company at the balance sheet date for £1,953,507 creating goodwill of £848,282. At the balance sheet date the company owed Minkcraft Limited £1,716,686 (2004: £-).