

HIGHFORDS UK LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31ST MARCH, 2007



**REPORT OF THE INDEPENDENT AUDITORS TO THE DIRECTORS OF
HIGHFORDS UK LIMITED
PURSUANT TO SECTION 247B COMPANIES ACT 1985**

We have examined the abbreviated financial statements set out on pages 2 and 3 together with the full financial statements for the year ended 31st March, 2007, prepared under Section 226 of the Companies Act 1985

Respective responsibilities of Directors and Auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements have been properly prepared from those financial statements. The scope of our work for the purposes of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 3 have been properly prepared in accordance with those provisions.

A handwritten signature in black ink, appearing to read 'P M Randall', followed by a stylized flourish or number '26'.

Date 30/01/2008
P M RANDALL & CO
LONDON

CHARTERED ACCOUNTANTS
REGISTERED AUDITOR

HIGHFORDS UK LIMITED
ABBREVIATED BALANCE SHEET

31ST MARCH, 2007

	Note	£	2007	£	£	2006	£
INVESTMENTS	2		27,995,115			27,995,115	
CURRENT ASSETS							
Bank balance		20,601			14,140		
CREDITORS							
Amounts falling due within one year		(9,904)			(12,132)		
NET CURRENT ASSETS							
			<u>10,697</u>		<u>2,008</u>		
			<u>28,005,812</u>		<u>27,997,123</u>		
CAPITAL AND RESERVES							
Called up share capital	3		660,432		660,432		
Share premium			26,181,530		26,181,530		
Profit and loss account			<u>1,163,850</u>		<u>1,155,161</u>		
			<u>28,005,812</u>		<u>27,997,123</u>		

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

These financial statements were approved by the Board on 30/01/2008

Signed on behalf of the board of directors


DIRECTOR

HIGHFORDS UK LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
31ST MARCH, 2007

1 ACCOUNTING POLICIES

The Financial Statements have been prepared in accordance the Financial Reporting Standard for Smaller Entities. A summary of the more important accounting policies, is set out below

a) Accounting Convention

The financial statements have been prepared using the historical cost convention

b) Foreign Currency Translation

Issued share capital is translated into Sterling at the rate of exchange ruling on the date of issue

All other assets and liabilities denominated in foreign currencies are translated into Sterling at the rate of exchange ruling on the balance sheet date

Income received and expenditure incurred in foreign currencies is translated into Sterling at the rate of exchange ruling on the date the transaction took place

c) Investments

The investment are stated at cost. No consolidated financial statements have been prepared as to do so would cause undue cost and delay and would be of no material value to the members of the company

d) Group financial statements

The financial statements present information about the company as an individual undertaking and not about its group. In the director's opinion the company can take advantage of the exemptions relating to small and medium sized groups, provided by section 248 of the Companies Act 1985, not to prepare group financial statements

2 INVESTMENTS

	2007 £	2006 £
At cost	<u>27,995,115</u>	<u>27,995,115</u>

3 SHARE CAPITAL

	Authorised 2007 & 2006 £	Issued and fully paid 2007 & 2006 £
Ordinary shares of £1.00 each	<u>700,000</u>	<u>660,432</u>