

SILVER CROSS HOLDINGS LIMITED
ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 31 DECEMBER 2007



SILVER CROSS HOLDINGS LIMITED

COMPANY INFORMATION

DIRECTORS	D A Halsall W J Lockwood N J Paxton
SECRETARY	W J Lockwood
COMPANY NUMBER	05123060
REGISTERED OFFICE	Micklethorn Broughton Skipton North Yorkshire BD23 3JA
AUDITORS	Tenon Audit Limited Registered Auditor 88-96 Market Street West Preston PR1 2EU LA9 6RY
BANKERS	National Westminster Bank plc PO Box 54 Fishergate Preston Lancashire PR1 2BY

SILVER CROSS HOLDINGS LIMITED

CONTENTS

	Page
Directors' report	1 - 2
Independent auditors' report	3
Profit and loss account	4
Balance sheet	5
Notes to the abbreviated accounts	6 - 11

SILVER CROSS HOLDINGS LIMITED

DIRECTORS' REPORT FOR THE PERIOD ENDED 31 DECEMBER 2007

The directors present their report and the financial statements for the period ended 31 December 2007.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the annual 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 the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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;
- 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 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.

So far as each of the directors is aware at the time the report is approved:

- there is no relevant audit information of which the company's auditors are unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

PRINCIPAL ACTIVITIES

The Groups principal activity are that of manufacturer of prams and related nursery products. The Companies' principal activity is holding Company for the Silver Cross Holdings Limited Group of Companies, with principal activities noted above.

BUSINESS REVIEW

The company continues to act as holding company to the Silver Cross group. The period saw the first royalty payments from subsidiary companies, and consequently the profit before tax was £533,467 compared with a loss of £100,000 in the prior year.

During the period subsidiary companies have been established in Hong Kong and America. The focus in Hong Kong is to market the company's products throughout the world, and principally in the Pacific basin. In America the contract of the existing distributor was terminated by mutual agreement. Silver Cross America was therefore formed as a wholly owned subsidiary of Silver Cross Holdings to take over the distributorship. These two new subsidiaries made a combined loss in the period. The directors believe that when the company's position in these new markets becomes more firmly established that Silver Cross America and Silver Cross Pacific will make a meaningful contribution to the company's results.

At the year end the company had shareholders funds of £164,427 compared with negative shareholders funds of £299,000 at March 2007.

The directors have assessed the main risk facing the company as being the continued uncertainty in the world economy. The company is determined to maintain a conservative financial position with the emphasis on liquidity.

The directors believe that the quality of the company's products, its staff and customer service will promote continued growth and satisfactory trading results in the coming year.

SILVER CROSS HOLDINGS LIMITED

**DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 DECEMBER 2007**

RESULTS

The profit for the period, after taxation, amounted to £470,927 (31 March 2007 - Loss £100,000).

DIRECTORS

The directors who served during the period were:

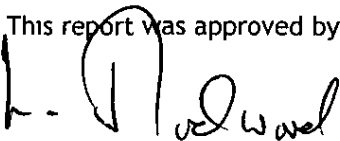
D A Halsall
W J Lockwood
N J Paxton

AUDITORS

The auditors, Bowmans, transferred their audit business to Tenon Audit Limited during the year

In accordance with section 26 of the Companies Act 1989, Tenon Audit Limited has been appointed as auditor to succeed Bowmans, and will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

This report was approved by the board on



W J Lockwood
Secretary

29 APR 2008

and signed on its behalf

SILVER CROSS HOLDINGS LIMITED

INDEPENDENT AUDITORS' REPORT TO SILVER CROSS HOLDINGS LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts of Silver Cross Holdings Limited for the period ended 31 December 2007 set out on page 4, together with the financial statements of the company for the period ended 31 December 2007 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 work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our 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 abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

BASIS OF OPINION

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider 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.

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 4 to 11 have been properly prepared in accordance with that provision.

Tenon Audit Limited

TENON AUDIT LIMITED

Registered Auditor

88-96 Market Street West
Preston
PR1 2EU
LA9 6RY

30 APR 2008

Date:

SILVER CROSS HOLDINGS LIMITED

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 31 DECEMBER 2007**

	Note	Period ended 31 December 2007 £000	Year ended 31 March 2007 £000
Administrative expenses		(75)	(100)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		533	(100)
Tax on profit/(loss) on ordinary activities	4	(70)	-
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION	11	463	(100)

All amounts relate to continuing operations.

There were no recognised gains and losses for period ended 31 December 2007 or the year ended 31 March 2007 other than those included in the profit and loss account

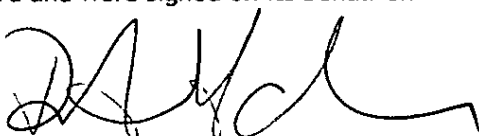
The notes on pages 6 to 11 form part of these financial statements.

SILVER CROSS HOLDINGS LIMITED

**ABBREVIATED BALANCE SHEET
AS AT 31 DECEMBER 2007**

	Note	31 December 2007		31 March 2007	
		£000	£000	£000	£000
FIXED ASSETS					
Intangible fixed assets	5		125		200
Fixed asset investments	6		59		53
			<u>184</u>		<u>253</u>
CURRENT ASSETS					
Debtors	7	167		1	
CREDITORS: amounts falling due within one year	8	<u>(187)</u>		<u>(311)</u>	
NET CURRENT LIABILITIES			<u>(20)</u>		<u>(310)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>164</u>		<u>(57)</u>
CREDITORS: amounts falling due after more than one year	9		<u>-</u>		<u>(242)</u>
NET ASSETS/(LIABILITIES)			<u><u>164</u></u>		<u><u>(299)</u></u>
CAPITAL AND RESERVES					
Called up share capital	10		1		1
Profit and loss account	11		163		(300)
SHAREHOLDERS' FUNDS	12		<u><u>164</u></u>		<u><u>(299)</u></u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to medium-sized companies, were approved and authorised for issue by the board and were signed on its behalf on


D A Halsall
Director

29 APR 2008

The notes on pages 6 to 11 form part of these financial statements.

SILVER CROSS HOLDINGS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE PERIOD ENDED 31 DECEMBER 2007

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The company is exempt from the requirement to prepare group accounts by virtue of section 248 of the Companies Act 1985. These financial statements therefore present information about the company as an individual undertaking and not about its group.

1.2 CASH FLOW STATEMENT

The company has not presented a cash flow statement on the grounds that it has no cash transactions. To assist the user of the financial statements the net cash flow from operating activities note has been included.

1.3 INTANGIBLE FIXED ASSETS AND AMORTISATION

Intellectual property is stated at cost and is written off over its' expected useful economic life or over the period of five years, whichever is the shorter. The carrying values of intangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

1.4 INVESTMENTS

Investments in subsidiaries are valued at cost less provision for impairment.

1.5 DEFERRED TAXATION

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

SILVER CROSS HOLDINGS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 31 DECEMBER 2007**

2. OPERATING PROFIT/(LOSS)

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

	Period ended 31 December 2007 £000	Year ended 31 March 2007 £000
Amortisation - intangible fixed assets	75	100

During the period, no director received any emoluments (2007 - £NIL).

3. STAFF COSTS

The company has no employees other than the directors, who did not receive any remuneration (Year ended 31 March 2007 - £NIL).

4. TAXATION

	Period ended 31 December 2007 £000	Year ended 31 March 2007 £000
UK corporation tax charge on profits for the period	70	-

FACTORS AFFECTING TAX CHARGE FOR THE PERIOD

The tax assessed for the period is lower than the standard rate of corporation tax in the UK (30%). The differences are explained below:

	Period ended 31 December 2007 £000	Year ended 31 March 2007 £000
Profit/(loss) on ordinary activities before tax	533	(100)
Profit/(loss) on ordinary activities multiplied by standard rate of corporation tax in the UK of 30% (2007 - 19%)	160	(19)
EFFECTS OF:		
Expenses not deductible for tax purposes	-	19
Utilisation of tax losses	(60)	-
Adjustments to tax charge in respect of prior periods	(30)	-
CURRENT TAX CHARGE FOR THE PERIOD (see note above)	70	-

SILVER CROSS HOLDINGS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 31 DECEMBER 2007**

4. TAXATION (continued)**FACTORS THAT MAY AFFECT FUTURE TAX CHARGES**

There were no factors that may affect future tax charges

5. INTANGIBLE FIXED ASSETS

	Intellectual property £000
COST	
At 1 April 2007 and 31 December 2007	500
AMORTISATION	
At 1 April 2007	300
Charge for the period	75
At 31 December 2007	375
NET BOOK VALUE	
At 31 December 2007	125
At 31 March 2007	200

6. FIXED ASSET INVESTMENTS

	Shares in group under- takings £000
COST OR VALUATION	
At 1 April 2007	53
Additions	6
At 31 December 2007	59

SILVER CROSS HOLDINGS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE PERIOD ENDED 31 DECEMBER 2007

6. FIXED ASSET INVESTMENTS (continued)

SUBSIDIARY UNDERTAKINGS

The following were subsidiary undertakings of the company

Silver Cross (UK) Limited	100% England - Manufacturer of prams and related nursery products
Silver Cross (Pacific) Limited	100% Hong Kong - Distributor of prams and related nursery products
Silver Cross (America) Limited	100% USA - Distributor of prams and related nursery products

The aggregate of the share capital and reserves as at 31 December 2007 and of the profit or loss for the period ended on that date for the subsidiary undertakings were as follows:

	Aggregate of share capital and reserves £000	Profit/(loss) £000
Silver Cross (UK) Limited	1,538,084	568,650
Silver Cross (Pacific) Limited	25,947	19,527
Silver Cross (America) Limited	205,819	(69,100)

7. DEBTORS

	31 December 2007 £000	31 March 2007 £000
DUE WITHIN ONE YEAR		
Amounts owed by group undertakings	167	-
Called up share capital not paid	-	1
	<u>167</u>	<u>1</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 December 2007 £000	31 March 2007 £000
Corporation tax	100	-
Other creditors	87	311
	<u>187</u>	<u>311</u>

SILVER CROSS HOLDINGS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 31 DECEMBER 2007**

**9. CREDITORS:
AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31 December 2007 £000	31 March 2007 £000
Other creditors	-	242

10. SHARE CAPITAL

	31 December 2007 £	31 March 2007 £
AUTHORISED, ALLOTTED, CALLED UP AND FULLY PAID		
550 A Ordinary shares of £1 each	550	550
450 B Ordinary shares of £1 each	450	450
	<u>1,000</u>	<u>1,000</u>

11. RESERVES

	Profit and loss account £000
At 1 April 2007	(300)
Profit retained for the period	463
	<u>163</u>
At 31 December 2007	

12. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	31 December 2007 £000	31 March 2007 £000
Opening shareholders' funds	(299)	(199)
Profit/(loss) for the period	463	(100)
	<u>164</u>	<u>(299)</u>

SILVER CROSS HOLDINGS LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED 31 DECEMBER 2007**

13. NET CASH FLOW FROM OPERATING ACTIVITIES

	Period ended 31 December 2007 £000	Year ended 31 March 2007 £000
Operating profit/(loss)	533	(100)
Amortisation of intangible fixed assets	75	100
Decrease in debtors	1	-
Increase in amounts owed by group undertakings	(143)	-
Decrease in creditors	(466)	-
NET CASH INFLOW FROM OPERATIONS	-	-

14. ANALYSIS OF CHANGES IN NET FUNDS

	1 April 2007 £000	Cash flow £000	Other non-cash changes £000	31 December 2007 £000
NET FUNDS	-	-	-	-

15. TRANSACTIONS WITH DIRECTORS

At the year end D A Halsall was owed £86,778 (31 March 2007 £442,400).