

SANCTUARY PRODUCTS LIMITED

DIRECTORS' REPORT

Company No 05604866

The directors submit their report and the unaudited financial statements of the company for the year ended 31 October 2006

The directors who served during the year and at the date of this report were as follows -

Mr C.R. Grimsdell
Mrs A.M.C. Avis
Dr L Wilding

The directors had no disclosable interest in the shares of the company. The interests of the directors in The Sanctuary Spa Holdings Limited are shown in that company's financial statements.

The company has not traded throughout the year. Any expenses incurred have been met by the holding company.

This report is prepared in accordance with the special provisions of part VII of the Companies Act 1985, relating to small companies.

BY ORDER OF THE BOARD

C.R. Grimsdell



SECRETARY

DATE

BALANCE SHEET AT 31 OCTOBER 2006

2006

Debtors - group undertakings

£ 100

The authorised share capital is £1,000 being
1,000 ordinary shares of £1 each

Share capital allotted, called up and fully paid
100 ordinary shares of £1 each

£ 100

In the opinion of the directors, the company's ultimate parent company is The Sanctuary Spa Holdings Limited, incorporated in Great Britain and registered in England and Wales. The directors consider that the company has no ultimate controlling party.

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

The company was entitled to exemption under section 249AA(1) of the Companies Act 1985 from the requirement to have its accounts for the year ended 31 October 2006 audited.

No notice has been deposited under section 249B(2) of the Act requiring an audit in relation to the company's accounts for that financial year.

The directors acknowledge their responsibility for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of its financial year, and of its profit and loss for the financial year, in accordance with section 226 of that Act, which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the company.

Signed on behalf of the Board of Directors on



FRIDAY

