

**Gravure Properties Limited**  
Registered No: 198678

Annual report  
for the year ended 31 December 2005



## **Gravure Properties Limited**

### **Directors' report for the year ended 31 December 2005**

The directors present their annual report and the audited financial statements for the year ended 31 December 2005.

#### **Principal activity**

The principal activity of the company, which has not changed during the year, is the renting of property to other group companies.

#### **Review of business and future developments**

The directors do not expect any developments in the company's business in 2006 that are significantly different from its present activities. The directors remain optimistic about the company's future prospects.

#### **Results and dividends**

The results for the year and amounts transferred to reserves are set out in the attached financial statements. A final dividend of £100,000 (2004: £200,000) was paid.

#### **Directors and their interests**

The directors who held office during the year together with their interests in the ordinary shares of the company were as follows:

	<b>Ordinary shares of £1 each</b>	
	<b>2005</b>	<b>2004</b>
J Schor*	<b>9</b>	9
JF Schor*	<b>1</b>	1

\* These shares are held in trust for the Berkshire Printing Group Limited.

Interests of the directors in the shares of the immediate parent company, CPC Packaging (UK) Limited, are shown in the annual report of that company.

#### **Policy and practice on payment of creditors**

The average number of days taken by the company for payment of suppliers is 30 days. (2003: 30 days).

## Gravure Properties Limited

### ~~Independent auditors' report to the members of Gravure Properties Limited~~

*Directors Report*  
*For the year ended*  
*31 December 2005*

#### Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year that 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. The directors are required to prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the company will continue in business.

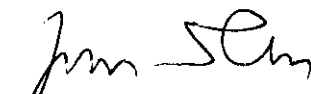
The directors confirm that suitable accounting policies have been used and applied consistently. They also confirm that reasonable and prudent judgements and estimates have been made in preparing the financial statements for the year ended 31 December 2005 and that applicable accounting standards have been followed.

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.

#### Auditors

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and a resolution concerning their reappointment will be proposed at the Annual General Meeting.

By order of the Board

  
J F Schor  
Director

*31 October 2006*

## Independent auditor's report to the members of Gravure Properties Limited

We have audited the financial statements of Gravure Properties Limited for the year ended 31 December 2005 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

### Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). This report, including the opinion, has been prepared for and only for the company's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

### Basis of audit opinion

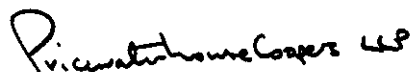
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

### Opinion

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2005 and of its profit for the year then ended; and
- have been properly prepared in accordance with the Companies Act 1985.



PricewaterhouseCoopers LLP  
Chartered Accountants and Registered Auditors  
St. Albans  
31 October 2006

## Gravure Properties Limited

### Profit and loss account for the year ended 31 December 2005

	Notes	2005 £'000	2004 £'000
<b>Turnover</b>		<b>189</b>	189
Depreciation		(18)	(17)
Other operating charges		(1)	(2)
<hr/>			
<b>Operating profit</b>	2	<b>170</b>	170
Other interest receivable and similar income	4	-	1
Profit on disposal of fixed asset		-	164
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<b>Profit on ordinary activities before taxation</b>		<b>170</b>	335
Tax on profit on ordinary activities	5	(51)	(92)
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<b>Profit on ordinary activities after taxation</b>		<b>119</b>	243
Dividends paid		(100)	(200)
<hr/>			
<b>Retained profit for the year</b>		<b>19</b>	43

The results for the period are wholly attributable to continuing operations.

There are no recognised gains or losses for the current and previous year other than as stated above.

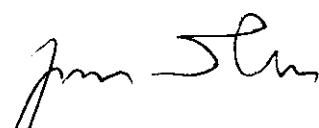
The notes on pages 6 to 11 form part of these financial statements.

# Gravure Properties Limited

## Balance sheet as at 31 December 2005

	Notes	2005 £'000	2004 £'000
<b>Fixed assets</b>			
Tangible assets	6	732	750
<b>Current assets</b>			
Debtors	7	162	61
Cash at bank and in hand		32	42
		194	103
<b>Creditors – Amounts falling due within one year</b>	8	(158)	(100)
<b>Net current assets</b>		36	3
<b>Total assets less current liabilities</b>		768	753
Creditors – Amounts falling due after more than one year	9	(249)	(249)
Provisions for liabilities and charges	10	(91)	(95)
<b>Net assets</b>		428	409
<b>Capital and reserves</b>			
Called up share capital	11	10	10
Profit and loss account	12	418	399
<b>Equity shareholders' funds</b>	13	428	409

Approved by the Board of Directors and signed on its behalf by

  
 J F Schor  
 Director  
 31 October 2006

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

## **Gravure Properties Limited**

### **Notes to the financial statements for the year ended 31 December 2005**

#### **1. Accounting policies**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

##### **Basis of preparation**

These financial statements are prepared on the going concern basis, under the historical cost convention and in accordance with applicable accounting standards.

##### **Turnover**

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers during the year.

##### **Taxation**

The charge for taxation is based on the results for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

##### **Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed by the balance sheet date and which could give rise to an obligation to pay more or less taxation in the future. An asset is recognised to the extent that the likelihood of future economic benefit is more likely than not. Deferred tax is measured on a non-discounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws substantively enacted at the balance sheet date.

##### **Tangible fixed assets**

Depreciation is provided on cost in equal instalments over the estimated useful lives of the assets. The rates of depreciation are as follows:

Freehold buildings	-	2.5% per annum
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##### **Cash flow statement and related party disclosures**

The company is a wholly-owned subsidiary of The Berkshire Printing Group Limited and is included in the consolidated financial statements of Compagnie Pour la Communication S.A., which are publicly available. Consequently, the company has taken advantage of the exemption from preparing a cash flow statement under the terms of FRS 1 (revised 1996). The company is also exempt under the terms of FRS 8 from disclosing related party transactions with entities that are part of the Compagnie Pour la Communication S.A. group.

## Gravure Properties Limited

### Notes to the financial statements for the year ended 31 December 2005 (continued)

#### 2. Operating profit

	2005 £'000	2004 £'000
<b>Operating profit is stated after charging</b>		
Depreciation of tangible fixed assets – owned assets	18	17
Auditors' remuneration – audit services	1	2

#### 3. Directors and employees

No emoluments including pension contributions or benefits-in-kind were received by the directors in respect of their services to the company.

There were no employees during the year (2004: nil). Accordingly, there were no staff costs during the year (2004: nil).

#### 4. Interest

	2005 £'000	2004 £'000
Other interest receivable and similar income – bank interest	-	1

#### 5. Taxation

##### (a) Analysis of charge in the period

	2005 £'000	2004 £'000
<b>Current tax:</b>		
UK corporation tax on profits of the period	55	101
Adjustment in respect of prior period	-	(5)
Total current tax	55	96
<b>Deferred tax:</b>		
Origination and reversal of timing differences (ACA and others)	(4)	(4)
Total deferred tax	(4)	(4)
<b>Tax on profit on ordinary activities</b>	<b>51</b>	<b>92</b>



# Gravure Properties Limited

## Notes to the financial statements for the year ended 31 December 2005 (continued)

### 5. Taxation (continued)

#### (b) Factors affecting tax charge in the period

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

	2005 £'000	2004 £'000
Profit on ordinary activities before tax	170	335
Profit on ordinary activities multiplied by standard rate in the UK 30%	51	101
Effects of:		
Expenses not deductible for tax purposes	-	4
Accelerated capital allowances / other timing differences	4	(4)
Adjustments in respect of previous period	-	(5)
<b>Current tax charge for the period</b>	<b>55</b>	<b>96</b>

### 6. Tangible assets

	Freehold land £'000	Freehold buildings £'000	Total £'000
<b>Cost</b>			
<b>At 1 January 2005 and 31 December 2005</b>	<b>366</b>	<b>687</b>	<b>1,053</b>
<b>Accumulated depreciation</b>			
At 1 January 2005	-	303	303
Charge for the period	-	18	18
<b>At 31 December 2005</b>	<b>-</b>	<b>320</b>	<b>320</b>
<b>Net book amount</b>			
<b>At 31 December 2005</b>	<b>366</b>	<b>366</b>	<b>732</b>
At 31 December 2004	366	384	750

There were no capital commitments outstanding at the year end (2004: nil).

## Gravure Properties Limited

### Notes to the financial statements for the year ended 31 December 2005 (continued)

#### 7. Debtors

	2005 £'000	2004 £'000
VAT receivable	-	1
Amounts owed by group undertakings	162	60
	<b>162</b>	<b>61</b>

Amounts owed by group undertakings are unsecured, interest free and have no fixed date of repayment.

#### 8. Creditors - Amounts falling due within one year

	2005 £'000	2004 £'000
Amounts owed to group undertakings	100	-
Group relief payable	55	96
Accruals and deferred income	3	4
	<b>158</b>	<b>100</b>

Amounts owed to group undertakings are unsecured, interest free and have no fixed date of repayment.

#### 9. Creditors - Amounts falling due after more than one year

	2005 £'000	2004 £'000
Long-term loans from immediate holding company	249	249

Long-term loans are interest free and have no fixed repayment period.

#### 10. Provisions for liabilities and charges

The deferred tax liability represents the full potential liability as follows:

	2005 £'000	2004 £'000
Accelerated capital allowances	91	99
Other timing differences	-	(4)
	<b>91</b>	<b>95</b>

**Gravure Properties Limited**

**Notes to the financial statements  
for the year ended 31 December 2005 (continued)**

**10. Provisions for liabilities and charges (continued)**

The movement in deferred tax

	2005 £'000	2004 £'000
At beginning of year	95	99
Credited to the profit and loss account	(4)	(4)
At end of year	91	95

**11. Called up share capital**

	2005 £'000	2004 £'000
<b>Authorised:</b>		
10,000 ordinary shares of £1 each	10	10
<b>Allotted, called up and fully paid:</b>		
10,000 ordinary shares of £1 each	10	10

**12. Reserves**

	Profit and loss account £'000
At 1 January 2005	399
Profit for the year	19
At 31 December 2005	418

**13. Reconciliation of movements in shareholders' funds**

	2005 £'000	2004 £'000
Profit for the financial year	119	243
Dividends paid	(100)	(200)
Retained profit for the year	19	43
Opening shareholders' funds	409	366
Closing shareholders' funds	428	409

**Gravure Properties Limited**

**Notes to the financial statements  
for the year ended 31 December 2005 (continued)**

**14. Ultimate parent undertaking**

The company's immediate parent company is The Berkshire Printing Group Limited, a company registered in England and Wales.

The company's ultimate parent company is Compagnie Pour la Communication S.A., a company registered in France. Copies of the group financial statements of Compagnie Pour la Communication S.A. are available from Groupe CPC, 52 rue Galilée, 75008 Paris.