

Gravure Properties Limited

Registered No: 198678 England and Wales

Annual report

for the year ended 31 December 2006



Gravure Properties Limited

Directors' report for the year ended 31 December 2006

The directors present their annual report and the audited financial statements for the year ended 31 December 2006

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 2007 that are significantly different from its present activities. Turnover was unchanged during the year but operating charges increased from £1,000 to £28,000. 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. No dividend was paid during the year (2005 nil). The directors do not propose a final dividend (2005 £100,000).

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:

	Ordinary shares of £1 each	
	2006	2005
J Schor*	9	9
JF Schor*	1	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 (2005 30 days).

Gravure Properties Limited

Directors' report for the year ended 31 December 2006 (continued)

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 2006 and that applicable accounting standards have been followed.

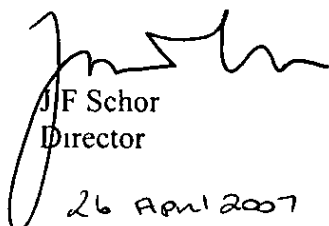
The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as the director is aware, there is no relevant audit information of which the company's auditors are unaware. He has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information, and that he has made such enquiries of his fellow directors and of the company's auditors for that purpose, and taken such steps (if any) for that purpose, as were required by his duty as a director of the company to exercise due care, skill and diligence.

Auditors

Mazars LLP were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

By order of the Board


J.F. Schor
Director
26 April 2007

Gravure Properties Limited

Independent auditors' report to the members of Gravure Properties Limited

We have audited the financial statements of Gravure Properties Limited for the year ended 31 December 2006 which comprise the Profit and Loss Account, the Balance Sheet and related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of 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).

We report to you our opinion as to whether the financial statements give a true and fair view, whether the financial statements are properly prepared in accordance with the Companies Act 1985 and whether the information given in the Directors' Report is consistent with the financial statements. We also report to you if, in our opinion, 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 transactions with the company is not disclosed.

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 judgements 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.

Gravure Properties Limited

Independent auditors' report to the members of Gravure Properties Limited

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 2006 and of its profit for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements



Mazars LLP
Chartered Accountants
and Registered Auditors

26 April 2007

Gravure Properties Limited

Profit and loss account for the year ended 31 December 2006

	Notes	2006 £'000	2005 £'000
Turnover		189	189
Depreciation		(17)	(18)
Other operating charges		(28)	(1)
Operating profit	2	144	170
Other interest receivable and similar income		-	-
Profit on disposal of fixed asset		-	-
Profit on ordinary activities before taxation		144	170
Tax on profit on ordinary activities	4	(26)	(51)
Profit on ordinary activities after taxation		118	119
Dividends paid		-	(100)
Retained profit for the year		118	19

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 2006

	Notes	2006 £'000	2005 £'000
Fixed assets			
Tangible assets	5	715	732
Current assets			
Debtors	6	317	162
Cash at bank and in hand		71	32
		388	194
Creditors – Amounts falling due within one year	7	(245)	(158)
Net current assets		143	36
Total assets less current liabilities		858	768
Creditors – Amounts falling due after more than one year	8	-	(249)
Provisions for liabilities and charges	9	(63)	(91)
Net assets		795	428
Capital and reserves			
Called up share capital	10	259	10
Profit and loss account	11	536	418
Equity shareholders' funds	12	795	428

Approved and authorised for issue by the board of Directors



J F Schor
Director

26 April 2007

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 2006

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 2006 (continued)

2. Operating profit

	2006 £'000	2005 £'000
Operating profit is stated after charging		
Depreciation of tangible fixed assets – owned assets	17	18
Auditors' remuneration – audit services	2	1

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 (2005 nil) Accordingly, there were no staff costs during the year (2005 nil)

4. Taxation

(a) Analysis of charge in the period

	2006 £'000	2005 £'000
Current tax:		
UK corporation tax on profits of the period	54	55
Total current tax	54	55
Deferred tax:		
Origination and reversal of timing differences (ACA and others)	5	(4)
Deferred tax asset	(33)	-
Total deferred tax	(28)	(4)
Tax on profit on ordinary activities	26	51

Gravure Properties Limited

Notes to the financial statements for the year ended 31 December 2006 (continued)

4. 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

	2006 £'000	2005 £'000
Profit on ordinary activities before tax	144	170
Profit on ordinary activities multiplied by standard rate in the UK 30%	43	51
Effects of		
Expenses not deductible for tax purposes	-	-
Accelerated capital allowances / other timing differences	4	4
Other adjustments	7	-
Current tax charge for the period	54	55

5. Tangible assets

	Freehold land £'000	Freehold buildings £'000	Total £'000
Cost			
At 1 January 2006 and 31 December 2006	366	687	1,053
Accumulated depreciation			
At 1 January 2006	-	321	321
Charge for the period	-	17	17
At 31 December 2006	-	338	338
Net book amount			
At 31 December 2006	366	349	715
At 31 December 2005	366	366	732

There were no capital commitments outstanding at the year end (2005 nil)

6. Debtors

	2006 £'000	2005 £'000
VAT receivable	4	-
Amounts owed by group undertakings	313	162
	317	162

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

Gravure Properties Limited

**Notes to the financial statements
for the year ended 31 December 2006 (continued)**

7. Creditors - Amounts falling due within one year

	2006 £'000	2005 £'000
Trade Creditors	26	-
Amounts owed to group undertakings	102	100
Group relief payable	109	55
Accruals and deferred income	8	3
	245	158

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

8. Creditors - Amounts falling due after more than one year

	2006 £'000	2005 £'000
Long-term loans from immediate holding company	-	249

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

9. Provisions for liabilities and charges

The deferred tax liability represents the full potential liability as follows

	2006 £'000	2005 £'000
Accelerated capital allowances	63	91
Other timing differences	-	-
	63	91

Gravure Properties Limited

Notes to the financial statements for the year ended 31 December 2006 (continued)

10. Called up share capital

	2006 £'000	2005 £'000
Authorised		
259,000 ordinary shares of £1 each	259	10
Allotted, called up and fully paid		
259,000 ordinary shares of £1 each	259	10

On 22 March 2006 249,000 ordinary shares of £1 each were issued in exchange for a loan of an equal amount

11. Reserves

	Profit and loss account £'000
At 1 January 2006	418
Profit for the year	118
At 31 December 2006	536

12. Reconciliation of movements in shareholders' funds

	2006 £'000	2005 £'000
Profit for the financial year	118	119
Dividends paid	-	(100)
Retained profit for the year	118	19
Shares allotted (see note 11)	249	-
Opening shareholders' funds	428	409
Closing shareholders' funds	795	428

13. 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