

ARGYLE TRUST LIMITED
FINANCIAL STATEMENTS

31 DECEMBER 2003



ARGYLE TRUST LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2003

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ARGYLE TRUST LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

The board of directors	J M Bottomley C J Emson
Company secretary	J M Bottomley
Registered office	30 Farringdon Street London EC4A 4HJ
Auditors	Lake Bushells Chartered Accountants & Registered Auditors Key House 342 Hoe Street Walthamstow London E17 9PX
Bankers	Bank of Scotland 38 Threadneedle Street London EC2P 2HL

ARGYLE TRUST LIMITED
THE DIRECTORS' REPORT
YEAR ENDED 31 DECEMBER 2003

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 December 2003.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

During the year, the company continued as an investment company.

RESULTS AND DIVIDENDS

The trading results for the year, and the company's financial position at the end of the year are shown in the attached financial statements.

The directors have not recommended a dividend.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £0.01 each	
	At	At
	31 December 2003	1 January 2003
J M Bottomley	—	—
C J Emson	—	—
	<u>—</u>	<u>—</u>

None of the directors who held office at the end of the financial year had any disclosable interest in the shares of the company or in the shares of any other group company.

No rights to subscribe for shares in or debentures of the company or any other group company were granted to any of the directors or their immediate families, or exercised by them, during the financial year.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 8, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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 which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors 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.

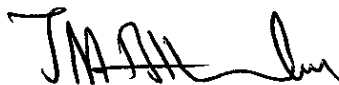
ARGYLE TRUST LIMITED
THE DIRECTORS' REPORT *(continued)*
YEAR ENDED 31 DECEMBER 2003

AUDITORS

A resolution to re-appoint Lake Bushells as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:
30 Farringdon Street
London
EC4A 4HJ

Signed by order of the directors



J M BOTTOMLEY
Company Secretary

Approved by the directors on 16th Jan, 2004

ARGYLE TRUST LIMITED
INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS
YEAR ENDED 31 DECEMBER 2003

We have audited the financial statements on pages 6 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

This report is made solely to the company's shareholders, 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 shareholders 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 shareholders 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 the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 transactions with the company 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 United Kingdom Auditing Standards 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.

ARGYLE TRUST LIMITED


INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS *(continued)*

YEAR ENDED 31 DECEMBER 2003

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2003 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

Key House
342 Hoe Street
Walthamstow
London
E17 9PX


LAKE BUSHELLS
Chartered Accountants
& Registered Auditors

22 July 2004

ARGYLE TRUST LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2003

	Note	2003 £	2002 £
TURNOVER		—	—
Administrative expenses		78	684
Other operating income	2	—	(32,433)
OPERATING (LOSS)/PROFIT	3	(78)	31,749
Interest receivable		668	786
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		590	32,535
Tax on profit on ordinary activities		—	—
RETAINED PROFIT FOR THE FINANCIAL YEAR		<u>590</u>	<u>32,535</u>

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the year as set out above.

The only gain in the year was retained profit.

The notes on pages 8 to 11 form part of these financial statements.


ARGYLE TRUST LIMITED

BALANCE SHEET

31 DECEMBER 2003

	Note	2003 £	2002 £
FIXED ASSETS			
Fixed asset investments	5	37,500	37,500
Other investments	6	5,150	5,150
		<u>42,650</u>	<u>42,650</u>
CURRENT ASSETS			
Debtors	7	75,000	20,000
Cash at bank		29,509	68,919
		<u>104,509</u>	<u>88,919</u>
CREDITORS: Amounts falling due within one year	8	48,915	33,915
NET CURRENT ASSETS		<u>55,594</u>	<u>55,004</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>98,244</u>	<u>97,654</u>
CAPITAL AND RESERVES			
Called-up equity share capital	10	50,000	50,000
Profit and loss account	11	48,244	47,654
SHAREHOLDERS' FUNDS	11	<u>98,244</u>	<u>97,654</u>

These financial statements were approved by the directors on the 16th July 2004 and are signed on their behalf by:



 C J EMSON

The notes on pages 8 to 11 form part of these financial statements.

ARGYLE TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2003

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention.

Cash flow statement

The company has not prepared a cash flow since it is a wholly owned subsidiary undertaking of another U.K. company preparing group accounts in which there is a consolidated cash flow statement.

Investments in subsidiaries

Investments in subsidiaries are valued at the lower of cost or directors valuation.

Group accounts

Under section 228 of the Companies Act 1995 the company has taken advantage of the exemption from preparing group accounts on the grounds that it is a wholly owned subsidiary undertaking of Anstake Limited who will be preparing group accounts.

2. OTHER OPERATING INCOME

	2003	2002
	£	£
Other operating income	—	<u>32,433</u>

3. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging:

	2003	2002
	£	£
Directors' emoluments	—	—
Auditors' remuneration		
- as auditors	<u>—</u>	<u>—</u>

Audit fees incurred by the company are paid by the immediate parent undertaking, Sterling Trust Limited.

ARGYLE TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2003

4. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial year amounted to:

	2003	2002
	No	No
Number of administrative staff	<u>2</u>	<u>2</u>

No salaries or wages have been paid to employees, including the directors, during the year.

5. FIXED ASSET INVESTMENTS

	Cost B/fwd £
COST	
At 1 January 2003 and 31 December 2003	<u>37,500</u>
AMORTISATION	<u>-</u>
NET BOOK VALUE	
At 31 December 2003	<u>37,500</u>
At 31 December 2002	<u>37,500</u>

All subsidiaries are wholly owned unless otherwise stated and set out below. The companies are all registered in England and Wales.

Monomulti Limited (50% owned by Sterling Credit Nominees Limited)
Sterling Credit Nominees Limited
Trident Investment Company

Monomulti Limited and Sterling Credit Nominees Limited are dormant companies and valued at £nil.

Trident Investment Company is an unlimited private company. Its principal activity is that of an Investment Company. The investment is valued at the lower of cost and net realisable value.

6. OTHER INVESTMENTS

Investments in gilts	£
COST	
At 1 January 2003 and 31 December 2003	<u>5,150</u>
NET BOOK VALUE	
At 31 December 2003	<u>5,150</u>
At 31 December 2002	<u>5,150</u>

The market value of the investment in gilts at 31 December 2003 was £4,948 (2002:£5,149).

ARGYLE TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2003

7. DEBTORS

	2003	2002
	£	£
Loan to parent undertaking	<u>75,000</u>	<u>20,000</u>

8. CREDITORS: Amounts falling due within one year

	2003	2002
	£	£
Other creditors:		
Amounts due to subsidiary undertakings	<u>48,915</u>	<u>33,915</u>

9. RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemptions available under FRS8, Related Party Transactions, not to disclose transactions or balances with parent undertaking and subsidiary undertakings where the holdings exceeds 90%.

10. SHARE CAPITAL

Authorised share capital:

	2003	2002
	£	£
5,000,000 Ordinary shares of £0.01 each	<u>50,000</u>	<u>50,000</u>

Allotted, called up and fully paid:

	2003		2002	
	No	£	No	£
Ordinary shares of £0.01 each	<u>5,000,000</u>	<u>50,000</u>	<u>5,000,000</u>	<u>50,000</u>

11. RECONCILIATION OF SHAREHOLDERS' FUNDS AND MOVEMENT ON RESERVES

	Share capital	Profit and loss	Total share-
	£	account	holders' funds
	£	£	£
Balance brought forward	50,000	47,654	97,654
Retained profit for the year	—	590	590
Balance carried forward	<u>50,000</u>	<u>48,244</u>	<u>98,244</u>

ARGYLE TRUST LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2003

12. IMMEDIATE PARENT UNDERTAKING AND ULTIMATE PARENT UNDERTAKING

The company's immediate parent undertaking as at 31 December 2003 was Sterling Trust Limited, a company registered in England and Wales. The ultimate parent undertaking as at 31 December 2003 was Anstake Holdings Limited, a company registered in England and Wales.

Copies of the consolidated group accounts for both immediate and ultimate parent undertakings will be available at 30 Farringdon Street, London, EC4A 4HJ and from Companies House.