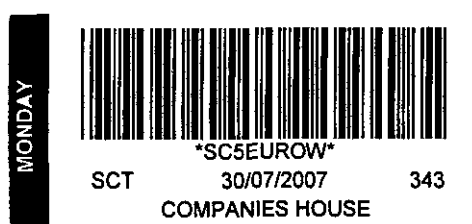
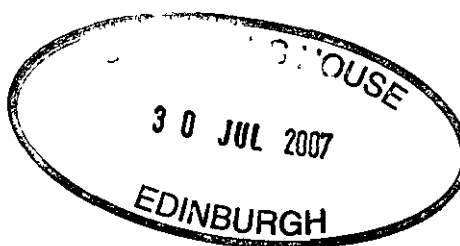


REGISTERED NUMBER: SC242849 (Scotland)

Abbreviated Audited Accounts
for the year ended 30 September 2006
for
M8 Group Limited



**Contents of the Abbreviated Accounts
for the year ended 30 September 2006**

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M8 Group Limited

**Company Information
for the year ended 30 September 2006**

DIRECTORS:

L Jensen
K Hague
J McFarlane

SECRETARY:

K Hague

REGISTERED OFFICE:

Unit 10, Lindsay Square
Deans Industrial Estate
LIVINGSTON
West Lothian
EH54 8RL

REGISTERED NUMBER:

SC242849 (Scotland)

**Report of the Independent Auditors to
M8 Group Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages three to six, together with the financial statements of M8 Group Limited for the year ended 30 September 2006 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 246 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 Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with those provisions 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 Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with those provisions.



The Glen Drummond Practice
Chartered Accountants and Registered Auditor
Argyll House
Quarrywood Court
LIVINGSTON
West Lothian
EH54 6AX

19 July 2007

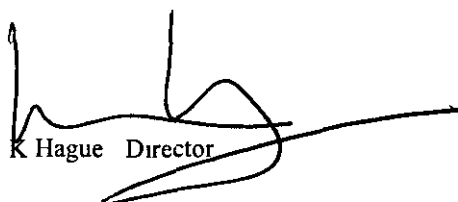
M8 Group Limited

**Abbreviated Balance Sheet
30 September 2006**

	Notes	2006 £	2005 £
FIXED ASSETS			
Tangible assets	2	14,475	20,294
Investments	3	10,000	10,000
		<u>24,475</u>	<u>30,294</u>
CURRENT ASSETS			
Debtors		1,398,371	796,228
Cash at bank		132	132
		<u>1,398,503</u>	<u>796,360</u>
CREDITORS			
Amounts falling due within one year	4	1,340,267	642,834
NET CURRENT ASSETS		<u>58,236</u>	<u>153,526</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>82,711</u>	<u>183,820</u>
CREDITORS			
Amounts falling due after more than one year		(1,852)	105,248
NET ASSETS		<u><u>84,563</u></u>	<u><u>78,572</u></u>
CAPITAL AND RESERVES			
Called up share capital	5	11,667	11,667
Share premium		498,343	498,343
Profit and loss account		(425,447)	(431,438)
SHAREHOLDERS' FUNDS		<u><u>84,563</u></u>	<u><u>78,572</u></u>

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

The financial statements were approved by the Board of Directors on 19 July 2007 and were signed on its behalf by


K Hague Director

The notes form part of these abbreviated accounts

**Notes to the Abbreviated Accounts
for the year ended 30 September 2006**

1 ACCOUNTING POLICIES

Basis of preparing the financial statements

The directors believe that the Group as a whole has adequate resources to continue in operation for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the accounts.

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Exemption from preparing consolidated financial statements

The financial statements contain information about M8 Group Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 248 of the Companies Act 1985 from the requirements to prepare consolidated financial statements.

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Plant and machinery etc	33% on reducing balance, 25% on reducing balance, 20% on cost and not provided
-------------------------	---

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

2 TANGIBLE FIXED ASSETS

	Total £
COST	
At 1 October 2005	27,114
Additions	1,602
	<hr/>
At 30 September 2006	28,716
	<hr/>
DEPRECIATION	
At 1 October 2005	6,818
Charge for year	7,423
	<hr/>
At 30 September 2006	14,241
	<hr/>
NET BOOK VALUE	
At 30 September 2006	14,475
	<hr/>
At 30 September 2005	20,296
	<hr/>

**Notes to the Abbreviated Accounts continued
for the year ended 30 September 2006**

3 FIXED ASSET INVESTMENTS

	Unlisted investments £
COST	
At 1 October 2005	
and 30 September 2006	10,000
NET BOOK VALUE	
At 30 September 2006	10,000
At 30 September 2005	10,000

The company's investments at the balance sheet date in the share capital of companies include the following

PetPlanet.co.uk Ltd

Nature of business retail of pet supplies

	% holding	2006 £	2005 £
Class of shares	100.00		
Ordinary			
Aggregate capital and reserves		335,338	318,906
Profit/(Loss) for the year		16,432	(47,480)

Chromespire Limited

Nature of business dormant company

	% holding	2006 £	2005 £
Class of shares	100.00		
Ordinary			
Aggregate capital and reserves		31,449	31,479
Loss for the year		(30)	(30)

Greenfingers Trading Ltd

Nature of business retail of gardening products

	% holding	2006 £	2005 £
Class of shares	100.00		
Ordinary			
Aggregate capital and reserves		126,531	54,879
Profit for the year		71,652	23,053

4 CREDITORS

The following secured debts are included within creditors

	2006 £	2005 £
Bank overdrafts	1,170,551	372,827

**Notes to the Abbreviated Accounts continued
for the year ended 30 September 2006**

4 CREDITORS continued

Creditors include the following debts falling due in more than five years

	2006 £	2005 £
Repayable otherwise than by instalments		
Other loans more 5yrs non inst		116,667
	<u> </u>	<u> </u>

5 CALLED UP SHARE CAPITAL

Authorised Number	Class	Nominal value	2006 £	2005 £
1,000,000	Ordinary	10p	100,000	100,000
			<u> </u>	<u> </u>
Allotted, issued and fully paid Number	Class	Nominal value	2006 £	2005 £
116,667	Ordinary	10p	11,667	11,667
			<u> </u>	<u> </u>

6 TRANSACTIONS WITH DIRECTORS

J McFarlane, director, has advanced £9,200 (2005 £1,689) to the company and Kevin Hague, director, has advanced £68,279 (2005 £180,607) to the company. There is no interest due and no fixed repayment terms.

J McFarlane has also advanced a further £13,306 to the company on which interest is charged at 5% per annum. This remains unpaid at 30 September 2006. Interest of £5,927 (2005 £4,572) remains unpaid the year end.

7 RELATED PARTY DISCLOSURES

M8 Group Ltd has provided cross letters of guarantee for the overdrafts of the other group companies, PetPlanet co uk Ltd, Greenfingers Trading Limited and Chromespire Limited, the latter was dormant throughout the year. The group overdraft at the year end was £118,892.

Management charges of £337,500 and £328,000 were charged to the subsidiary companies Petplanet co uk Limited and Greenfingers Limited respectively.

Purchase transactions from Petplanet co uk amounted to £74,656.

At the year end the following amounts were due to M8 Group

PetPlanet co uk Ltd £ 726,950 (2005 £389,450)

Greenfingers Trading Ltd £ 626,605 (2005 £298,605)

At the year end the following amounts were due by M8 Group

Chromespire Limited £2,221 (2005 £2,164)

A loan of £116,667 due to Calico Publishing, a company in which Kevin Hague is a shareholder, was written off on 12 July 2006.