



**GENAVCO HOLDINGS
LIMITED**

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

2 FEBRUARY 2008

GENAVCO HOLDINGS LIMITED

FINANCIAL STATEMENTS

For the period ended 2 FEBRUARY 2008

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GENAVCO HOLDINGS LIMITED

REPORT OF THE DIRECTORS

The directors present their report together with the audited financial statements for the 52 weeks ended 2 February 2008

Principal activity

Throughout the period under review, the company acted as the holding company for its insurance broking subsidiary, Genavco Insurance Limited, a company registered in England and Wales

Business review

There was a profit for the period after taxation amounting to £ nil (2007 £nil) The directors paid a dividend during the period of £ nil (2007 £nil)

Directors

The present membership of the Board is set out below All served on the Board throughout the period

Mr P K Winstone
Mr M J McClymont
Mr D Meur
Mr A Tanna

Statement of directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

Company law required 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 and of the profit or loss of the company for that period In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

In so far as the directors are aware

- there is no relevant audit information of which the company's auditors are unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information

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

GENAVCO HOLDINGS LIMITED

REPORT OF THE DIRECTORS

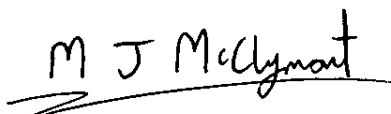
Statement of directors' responsibilities (continued)

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Auditors

Grant Thornton UK LLP, having offered themselves for reappointment as auditors, shall be deemed to be reappointed for the next financial year in accordance with section 386 of the Companies Act 1985.

BY ORDER OF THE BOARD



M J McClymont
Company Secretary

17 June 2008

87 - 135 Brompton Road
Knightsbridge
London
SW1X 7XL

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF GENAVCO HOLDINGS LIMITED

We have audited the financial statements of Genavco Holdings Limited for the period ended 2 February 2008 which comprise the principal accounting policies, the profit and loss account, the balance sheet and notes 1 to 10. 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 the directors and auditors

The directors' responsibilities for preparing the directors' report and the financial statements in accordance with United Kingdom law and accounting standards (United Kingdom Generally Accepted Accounting Practice) are set out in the statement of directors' responsibilities.

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 and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is consistent with the financial statements.

In addition we report to you 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 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.

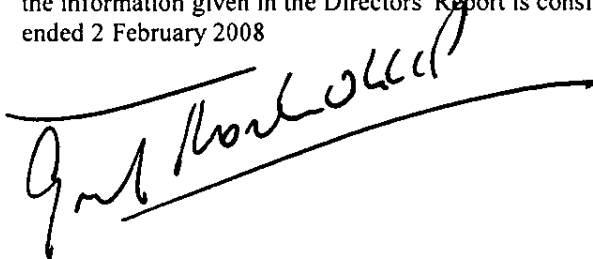
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity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

**REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF
GENAVCO HOLDINGS 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 2 February 2008 and of its profit for the period then ended,
- 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 for the period ended 2 February 2008

A handwritten signature in black ink, appearing to read 'Grant Thornton', is written over a horizontal line that extends to the right.

**GRANT THORNTON UK LLP
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS**

**LONDON
17 JUNE 2008**

GENAVCO HOLDINGS LIMITED

PRINCIPAL ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards

The principal accounting policies of the company have remained unchanged from the previous period

The company is exempt from preparing consolidated financial statements under section 228 of the Companies Act 1985. These financial statements therefore present information about the company as an individual undertaking and not about its group.

GENAVCO HOLDINGS LIMITED

PROFIT AND LOSS ACCOUNT

For the period ended 2 FEBRUARY 2008

	Note	52 weeks ended 2 February 2008 £	53 weeks ended 3 February 2007 £
Operating profit		-	-
Income from shares in group undertakings		-	-
Profit on ordinary activities before taxation		-	-
Tax on profit on ordinary activities	2	-	-
Profit on ordinary activities after taxation	5	-	-

All transactions arise from continuing operations

There were no recognised gains or losses other than the result for the financial period

The accompanying accounting policies and notes form an integral part of these financial statements

GENAVCO HOLDINGS LIMITED

BALANCE SHEET AT 2 FEBRUARY 2008

	Note	At 2 February 2008 £	At 3 February 2007 £
Fixed assets			
Investments	3	<u>100,000</u>	<u>100,000</u>
Total assets less current liabilities		<u>100,000</u>	<u>100,000</u>
Capital and reserves			
Called up share capital	4	<u>100,000</u>	<u>100,000</u>
Profit and loss account	5	<u>-</u>	<u>-</u>
Equity shareholders' funds	6	<u>100,000</u>	<u>100,000</u>

The financial statements were approved by the Board of Directors on 17 June 2008



D Meur - Managing Director

The accompanying accounting policies and notes form an integral part of these financial statements

GENAVCO HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 2 FEBRUARY 2008

1 DIRECTORS AND EMPLOYEES

No director received any emoluments in respect of his services to the company (2007 £nil)

The directors received a total of £189,384 in remuneration from the subsidiary, Genavco Insurance Limited, in respect of their services to that company (2007 £183,024)

There were no employees during the period (2007 nil)

2 TAX ON PROFIT ON ORDINARY ACTIVITIES

	52 weeks ended 2 February 2008 £	53 weeks ended 3 February 2007 £
Profit on ordinary activities before tax	-	-
Profit on ordinary activities multiplied by standard rate of corporation tax in the United Kingdom of 30 % (2007 30%)	-	-
Income - non taxable	-	-
Current tax charge for period	-	-

3 FIXED ASSET INVESTMENTS

	At 2 February 2008 £	At 3 February 2007 £
Investment in subsidiary 500,000 shares (100%) at cost in Genavco Insurance Limited	100,000	100,000

4 CALLED UP SHARE CAPITAL

	At 2 February 2008 £	At 3 February 2007 £
Authorised 100,000 ordinary shares of £1 each	100,000	100,000
Allotted, called up and fully paid 100,000 ordinary shares of £1 each	100,000	100,000

GENAVCO HOLDINGS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 2 FEBRUARY 2008

5 RESERVES

	Profit and loss account £
At 4 February 2007	-
Profit for the financial period	-
Dividends	-
At 2 February 2008	-

6 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2008 £	2007 £
Profit for the financial period	-	-
Dividends	-	-
Shareholders' funds at 4 February 2007	100,000	100,000
Shareholders' funds at 2 February 2008	100,000	100,000

7 CAPITAL COMMITMENTS

The company had no capital commitments at 2 February 2008 or 3 February 2007

8 CONTINGENT ASSETS/LIABILITIES

The Harrods Holdings Group's cash netting facility is guaranteed by Genavco Holdings Limited and other group companies

There were no other contingent liabilities at 2 February 2008 or 3 February 2007

9 TRANSACTIONS WITH RELATED PARTIES

The company is a wholly owned subsidiary of Harrods Holdings Limited and, as permitted by Financial Reporting Standard 8 "Related party disclosures" transactions with other entities in the Harrods Holdings Group are not disclosed

10 ULTIMATE PARENT UNDERTAKING

The company's immediate parent undertaking is Harrods (UK) Limited. The immediate parent undertaking of Harrods (UK) Limited is Harrods Holdings Limited, a company registered in England and Wales which is the parent undertaking of the Harrods Holdings Group and which is both the smallest and the largest group which consolidates the results of the company. The group accounts will be filed with the Registrar of Companies in due course.

The ultimate parent undertaking is Mafco Holdings Limited, a company incorporated in Bermuda. All interests in the company continue to be controlled and held for the benefit of the Fayed family.