

# Galaxy Securitisation Holdings Limited

## Report and Accounts 31 December 2004

Registered office

25 Gresham Street  
London  
EC2V 7HN

Company number

3961947

*Directors*

J L Davies  
M P Kilbee  
D K Potts

*Company Secretary*

D A Saunders



# Report of the Directors

## Principal activity

The Company operates as a holding company. It has not traded during the year.

## Results

During the year ended 31 December 2004, the Company did not trade or incur any liabilities and consequently made neither profit nor loss (2003: £nil).

## Directors

The names of the directors of the Company, all of whom held office throughout the year, are shown on page 1.

Reference is made on page 6 in note 3 to the interests of the directors in the share and loan capital of Lloyds TSB Group plc, the ultimate parent company, and its subsidiaries.

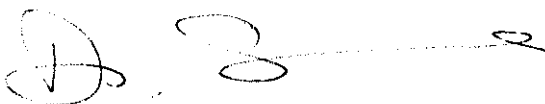
## Policy and practice on payment of creditors

The Company follows "The Better Payment Practice Code" published by the Department of Trade and Industry, regarding the making of payments to suppliers. A copy of the code and information about it may be obtained from The DTI Publications Order Line 0870-1502500 quoting ref. URN 04/606.

The Company's policy is to agree terms of payment with suppliers and these normally provide for settlement within 30 days after the date of the invoice, except where other arrangements have been negotiated. It is the policy of the Company to abide by the agreed terms of payment, provided the supplier performs according to the terms of the contract.

As the Company owed no amounts to trade creditors as at 31 December 2004, the number of days required to be shown in this report, to comply with the provisions of the Companies Act 1985, is nil.

On behalf of the board



D A Saunders  
Company Secretary

15 June

2005

# Report of the independent auditors to the members of Galaxy Securitisation Holdings Limited

We have audited the financial statements which comprise, the balance sheet and the related notes.

## **Respective responsibilities of directors and auditors**

The directors are responsible for preparing the annual report including, as described below, the financial statements. The United Kingdom Companies Act 1985 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 as at the end of the year and of the profit or loss for that year. In preparing those 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; and
- 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 accounting records which disclose with reasonable accuracy at any time the financial position of the Company and which 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.

Our responsibilities, as independent auditors, are established in the United Kingdom by statute, and the Auditing Standards issued by the Auditing Practices Board. 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 United Kingdom 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 is not disclosed.

## **Basis of audit opinion**

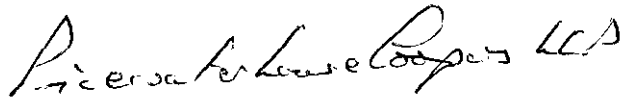
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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.

# Report of the independent auditors to the members of Galaxy Securitisation Holdings Limited *(continued)*

## Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the Company as at 31 December 2004 and have been properly prepared in accordance with the Companies Act 1985.



PricewaterhouseCoopers LLP  
Chartered Accountants and Registered Auditors

One Kingsway  
Cardiff  
CF10 3PW

15<sup>th</sup> June 2005

## Balance sheet

31 December 2004

	Note	2004 £	Restated 2003 £
<b>Current assets</b>			
Investments	5	2	2
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<b>Capital and reserves</b>			
Called up share capital	6	2	2
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The balance sheet at 31 December 2003 has been restated to reflect a reclassification of investments (see note 5).

The notes on pages 6 and 7 form part of these financial statements.



Director

# Notes to the financial statements

31 December 2004

## 1. Principal accounting policies

### Accounting convention

The accounts have been prepared on the historical cost basis of accounting and in accordance with applicable Accounting Standards.

As an intermediate holding company, the Company has taken advantage of the exemption from preparing consolidated financial statements under Section 228 of the Companies Act 1985.

### Investments

Investments are stated in the balance sheet at cost less any provision for impairment.

### Cash flow statement

As permitted by Financial Reporting Standard 1 (revised) "Cash Flow Statements", no cash flow statement is presented in these accounts, as the Company is a wholly owned subsidiary of Lloyds TSB Group plc which presents such a statement in its own accounts.

### Related party transactions

Advantage has been taken of the exemption available under Financial Reporting Standard 8 "Related Party Disclosures" not to disclose details of transactions with Lloyds TSB Group plc or other group or associated undertakings as the consolidated accounts of Lloyds TSB Group plc in which the Company is included are publicly available.

## 2. Results

During the year ended 31 December 2004, the Company did not trade or incur any liabilities and consequently has made neither profit nor loss (2003: £nil).

## 3. Directors' interests

All of the directors are also directors of Chartered Trust Group Limited and reference is made in the report and accounts of that company to their interests in the share and loan capital of Lloyds TSB Group plc, the ultimate parent company.

## 4. Directors' emoluments

No remuneration was paid or is payable by the Company to the directors (2003: £nil). The directors are employed by other companies in the Lloyds TSB group and consider that their services to this Company are incidental to their other activities within the group.

## 5. Investments

A balance of £2 previously recorded in error at 31 December 2003 as cash has been restated as an investment.

There were no subsequent movements on investments during the year.

The subsidiary undertaking below is incorporated in Great Britain and is wholly owned:

**Number of ordinary shares  
of £1 each at 31 December  
2003 and 2004**

## Notes to the financial statements

31 December 2004

### 6. Called up share capital

The share capital of the company comprises:	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
Authorised:		
Ordinary shares of £1 each	<b>100</b>	<b>100</b>
<hr/>		
Authorised, issued, called up and fully paid:		
Ordinary shares of £1 each	<b>2</b>	<b>2</b>
<hr/>		

The immediate parent company is Black Horse Limited. The company regarded by the directors as the ultimate parent company is Lloyds TSB Group plc, which is also the parent undertaking of the largest group of undertakings for which group accounts are drawn up and of which the Company is a member. Lloyds TSB Asset Finance Division Limited is the parent undertaking of the smallest such group of undertakings. Copies of the group accounts of both may be obtained from the Company Secretary's Office, Lloyds TSB Group plc, 25 Gresham Street, London EC2V 7HN.

### 7. Date of approval

The directors approved the accounts on 15 June 2005