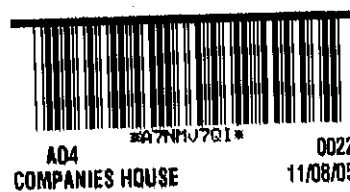


COMPANY REGISTRATION NUMBER 4015761

GRANDREAMS BOOKS LIMITED

FINANCIAL STATEMENTS

31 DECEMBER 2004



**GRANDREAMS BOOKS LIMITED**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2004**

<b>CONTENTS</b>	<b>PAGES</b>
Officers and professional advisers	1
The directors' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 to 6
<b>The following pages do not form part of the financial statements</b>	
Accountants' report to the directors	8
Detailed profit and loss account	9
Notes to the detailed profit and loss account	10

**GRANDREAMS BOOKS LIMITED**  
**OFFICERS AND PROFESSIONAL ADVISERS**

**THE BOARD OF DIRECTORS**

PR Hicks  
AD Hicks

**COMPANY SECRETARY**

RS Kemp

**REGISTERED OFFICE**

4 North Parade  
Bath  
BA1 1LF

**ACCOUNTANTS**

Target Consulting Limited  
Chartered Accountants  
Lawrence House  
Lower Bristol Road  
Bath

**GRANDREAMS BOOKS LIMITED**

**THE DIRECTORS' REPORT**

**YEAR ENDED 31 DECEMBER 2004**

The directors present their report and the unaudited financial statements of the company for the year ended 31 December 2004.

**PRINCIPAL ACTIVITIES**

The company did not trade during the period.

**DIRECTORS**

The directors who served the company during the year were as follows:

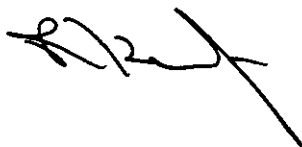
PR Hicks  
AD Hicks

The company is a wholly owned subsidiary and the interests of the group directors are disclosed in the financial statements of the parent company.

**SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Signed by order of the directors



**RS Kemp**  
Company Secretary

Approved by the directors on 28.12.05

**GRANDREAMS BOOKS LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 DECEMBER 2004**

	Note	2004 £	2003 £
<b>TURNOVER</b>		—	—
Administrative expenses		—	(109,293)
<b>OPERATING LOSS</b>		—	(109,293)
Interest receivable		—	1,706
Interest payable and similar charges		—	(52)
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		—	(107,639)
<b>LOSS FOR THE FINANCIAL YEAR</b>		—	(107,639)
Balance brought forward		<u>(468,383)</u>	<u>(360,744)</u>
Balance carried forward		<u><u>(468,383)</u></u>	<u><u>(468,383)</u></u>

The notes on pages 5 to 6 form part of these financial statements.

# GRANDREAMS BOOKS LIMITED

## BALANCE SHEET

31 DECEMBER 2004

	Note	2004 £	£	2003 £
<b>CURRENT ASSETS</b>				
Debtors	3	32,367		32,367
<b>CREDITORS: Amounts falling due within one year</b>	4	<u>750</u>		<u>750</u>
<b>NET CURRENT ASSETS</b>			<u>31,617</u>	<u>31,617</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>31,617</u>	<u>31,617</u>
<b>CAPITAL AND RESERVES</b>				
Called-up equity share capital	6	500,000		500,000
Profit and loss account		(468,383)		(468,383)
<b>SHAREHOLDER'S FUNDS</b>			<u>31,617</u>	<u>31,617</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These financial statements were approved by the directors on the 28.07.05 and are signed on their behalf by:

PR Hicks  
Director

The notes on pages 5 to 6 form part of these financial statements.

**GRANDREAMS BOOKS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2004**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The company did not trade during the period.

**2. PARTICULARS OF EMPLOYEES**

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

**3. DEBTORS**

	2004 £	2003 £
Trade debtors	31,459	31,459
Amounts owed by group undertakings	567	567
Other debtors	341	341
	<u>32,367</u>	<u>32,367</u>

**4. CREDITORS: Amounts falling due within one year**

	2004 £	2003 £
Other creditors	<u>750</u>	<u>750</u>

**GRANDREAMS BOOKS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 DECEMBER 2004**

**5. RELATED PARTY TRANSACTIONS**

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

**6. SHARE CAPITAL**

**Authorised share capital:**

	2004 £	2003 £
1,000,000 Ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>

**Allotted, called up and fully paid:**

	2004 No	£	2003 No	£
Ordinary shares of £1 each	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>

**7. ULTIMATE PARENT COMPANY**

The ultimate parent company is Robert Frederick Limited.