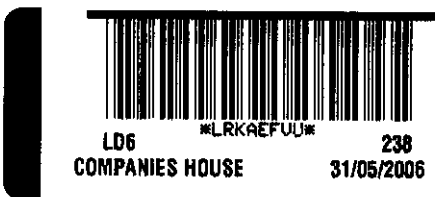


CH

Registered number
04790469

City & General Group Limited
Report and Accounts
For the year ended 31 March 2005



City & General Group Limited
Report and accounts
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City & General Group Limited Directors' Report

The directors present their report and accounts for the year ended 31 March 2005.

Principal activities

The company's principal activity during the year was as a nominee company used for financing.

Results and dividends

The profit for the year, after taxation was £237 (2004: £7,136) and has been transferred to reserves.

The directors do not recommend the payment of a final dividend.

Directors

The directors who served during the year and their interests in the share capital of the company were as follows:

	£1 Ordinary shares	
	31 Mar 2005	1 Apr 2004
T S Cole	400	400
S R Collins	200	200
M N Steinberg	400	400

Directors' responsibilities

Company law requires the directors to prepare accounts 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 for that period. In preparing those accounts, the directors are required to:


- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for maintaining 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 accounts 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.

Small company special provisions

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 24 March 2006.



M N Steinberg
Director

City & General Group Limited
Profit and Loss Account
for the year ended 31 March 2005

	Notes	2005 £	2004 £
Turnover	2	-	-
Administrative expenses		(1,326)	(1,413)
Operating loss	3	<u>(1,326)</u>	<u>(1,413)</u>
Interest receivable		1,931	11,607
Interest payable	4	(74)	-
Profit on ordinary activities before taxation		<u>531</u>	<u>10,194</u>
Tax on profit on ordinary activities	5	(294)	(3,058)
Retained profit for the financial year	9	<u>237</u>	<u>7,136</u>

Continuing operations

None of the company's activities were acquired or discontinued during the above financial periods

Recognised gains and losses

The company had no recognised gains or losses other than the profit for the above financial periods

City & General Group Limited
Balance Sheet
as at 31 March 2005

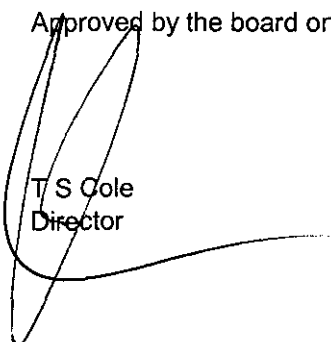
	Notes	2005 £	2004 £
Current assets			
Debtors	6	33,581	4,409,930
Cash at bank and in hand		2,202	12,605
		<u>35,783</u>	<u>4,422,535</u>
Creditors: amounts falling due within one year			
	7	(27,410)	(4,414,399)
Net current assets		<u>8,373</u>	<u>8,136</u>
		<u>8,373</u>	<u>8,136</u>
Capital and reserves			
Called up share capital	8	1,000	1,000
Profit and loss account	9	7,373	7,136
Equity Shareholders' funds	10	<u>8,373</u>	<u>8,136</u>

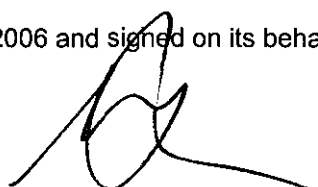
The directors are satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- i) ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985; and
- (ii) preparing accounts 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 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

Approved by the board on 24 March 2006 and signed on its behalf by:


T S Cole
Director


M N Steinberg
Director

City & General Group Limited
Notes to the Accounts
for the year ended 31 March 2005

1 Accounting policies

Accounting convention

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Cash flow statement

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to prepare a cash flow statement on the grounds that it is a small company.

Deferred taxation

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse.

2 Turnover

There was no turnover during the year

3 Operating loss

2005	2004
£	£

This is stated after charging:

Auditors' remuneration	-	588
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4 Interest payable

2005	2004
£	£

Bank loans and overdrafts	74	-
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5 Taxation

2005	2004
	£

UK corporation tax @ 30%	294	3,058
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The company had no provided deferred tax at 31 March 2005.

6 Debtors

2005	2004
£	£

Other debtors	33,581	4,409,930
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City & General Group Limited
Notes to the Accounts
for the year ended 31 March 2005

7 Creditors: amounts falling due within one year			2005	2004
			£	£
Corporation tax			3,352	3,058
Other creditors			21,500	4,388,419
Accruals and deferred income			2,558	22,922
			<u>27,410</u>	<u>4,414,399</u>
8 Share capital			2005	2004
			£	£
Authorised:				
Ordinary shares of £1 each			<u>1,000</u>	<u>1,000</u>
	2005	2004	2005	2004
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Movement in share capital			2005	2004
			£	£
At 1 April 2004			1,000	-
Shares issued			-	1,000
At 31 March 2005			<u>1,000</u>	<u>1,000</u>
9 Profit and loss account			2005	2004
			£	£
At 1 April 2004			7,136	-
Retained profit			237	7,136
At 31 March 2005			<u>7,373</u>	<u>7,136</u>
10 Reconciliation of movement in shareholders' funds			2005	2004
			£	£
At 1 April 2004			8,136	-
Profit for the financial year			237	7,136
Shares issued			-	1,000
At 31 March 2005			<u>8,373</u>	<u>8,136</u>

City & General Group Limited
Notes to the Accounts
for the year ended 31 March 2005

11 Related parties

The following were related party transactions entered into by the company during the year.

1. The company received £4,409,930 loan repayment from City & General Securities Limited.
2. The company repaid a loan of £2,520,000 to Sky Finance Limited.
3. The company repaid loans to the directors amounting to £1,890,000.
4. The company received a loan of £21,500 from City & General Estate Company Limited.

No interest was charged on any of the above loans.

The directors have a beneficial interest in all of the above companies.

12 Controlling party

The company is controlled by the directors. No one director controls the company.