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Report of the Directors and

Consolidated Financial Statements

for the Period

5 August 2008 to 31 December 2008

for

RSL Holdings Limited

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RSL Holdings Limited

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RSL Holdings Limited

Company Information
for the Period 5 August 2008 to 31 December 2008

DIRECTORS:	P J Simpson P C Jenkins
SECRETARY:	P J Simpson
REGISTERED OFFICE:	Simpsons Subaru Blackworth Industrial Estate Highworth Swindon Wiltshire SN6 7NA
REGISTERED NUMBER:	6647621 (England and Wales)
AUDITORS:	Monahans Chartered Accountants Registered Auditor 38 - 42 Newport Street SWINDON Wiltshire SN1 3DR

RSL Holdings Limited

Report of the Directors
for the Period 5 August 2008 to 31 December 2008

The directors present their report with the financial statements of the company and the group for the period 5 August 2008 to 31 December 2008.

INCORPORATION
The group was incorporated on 15 July 2008.

PRINCIPAL ACTIVITY
The principal activity of the group in the period under review was that of garage proprietors.

REVIEW OF BUSINESS
Roger Simpson Limited operates from two premises at Highworth on the North Wiltshire, Gloucestershire border.

The Swindon road site is responsible for the sale of Shell fuels with an ancillary forecourt shop, franchised vehicle sales for Subaru and used car sales. The site at Blackworth is the location for all the after sales, service & parts activities of the business, together with MOT testing and tyre supply and fitment.

The year as a whole was particularly difficult from a trading perspective. All departments were under pressure from a lack of business as a result of the global economic downturn and consumer confidence being at a very low ebb.

Key performance indicators for the service, parts and forecourt departments were maintained reasonably well against our industry peers in terms of gross margins although turnover was disappointing when compared with previous years. The vehicle sales department struggled to generate gross profit for the whole year in the face of low levels of potential customers and a very competitive market place. This was allied to a sustained and significant decline in used car values over the year which are reflected in the much reduced values of used and demonstrator stock at the year end as these reflect against current "trade book" values.

During the year it was necessary to reduce overheads and this was achieved in part with one redundancy, minimising overtime and cutting the time worked by some hourly paid members of staff.

The decision was taken during the year to relinquish the vehicle sales franchises for Daihatsu and Proton although the service and parts franchises have been retained. It was felt that by concentrating on the Subaru franchise and associated used cars would allow for better focus in the future and ultimately improved profitability.

A revamp and modernisation of the forecourt operation is still deemed necessary although plans for this have been shelved until such time as the general economic picture improves.

2008 saw changes at director level with the retirement in an executive capacity of Peter Simpson, our Chairman, although he still remains a director. Anne Simpson retired as a director and Robert Simpson left the company to pursue other interests and resigned as a director. There were a number of extraordinary one off professional and allied costs associated with this process and the necessary re-organisation and these have impacted adversely on the company's overall financial results. These costs will not be repeated in the future and there are no plans to appoint any further directors.

The two remaining directors are cautiously optimistic for the medium to longer term future. Trading conditions remain challenging but they believe the company is well structured and well positioned to react quickly to any improvement in economic conditions.

DIVIDENDS
No dividends will be distributed for the period ended 31 December 2008.

FIXED ASSETS
The movements in fixed assets are set out in the notes to the financial statements.

DIRECTORS
The directors shown below have held office during the whole of the period from 5 August 2008 to the date of this report.

P J Simpson
P C Jenkins

RSL Holdings Limited

Report of the Directors
for the Period 5 August 2008 to 31 December 2008

DIRECTORS - continued
Both the directors, being eligible, offer themselves for election at the forthcoming first Annual General Meeting.

POLITICAL AND CHARITABLE CONTRIBUTIONS
During the year the group made charitable donations totalling £400 (2007 - £75).

TAX STATUS
The directors are advised that the company is a "close company" as defined in the Income and Corporation Taxes Act 1988.

STATEMENT OF DIRECTORS' RESPONSIBILITIES
The directors are responsible for preparing the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group 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;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and the group and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS
So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

AUDITORS
The auditors, Monahans, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

.....
P J Simpson - Secretary

Date: 15.10.2009

Report of the Independent Auditors to the Members of RSL Holdings Limited

We have audited the group and company financial statements of RSL Holdings Limited for the period ended 31 December 2008 on pages six to twenty one. 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 Sections 495 and 496 of the Companies Act 2006. 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 a Report of the Auditors 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 directors and auditors
The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out on page three.

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 have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, have been prepared in accordance with the Companies Act 2006, and give a true and fair view. We also report to you whether in our opinion the information given in the Report of the Directors is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept adequate accounting records, if we have not received all the information and explanations we require for our audit, or if certain disclosures of directors' remuneration specified by law are not made.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit 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 group's and 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 RSL Holdings Limited

Opinion

In our opinion:

- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- the financial statements have been prepared in accordance with the Companies Act 2006;
- the financial statements give a true and fair view of the state of affairs of the company and the group as at 31 December 2008 and of the loss of the group for the period then ended: and
- the information given in the Report of the Directors is consistent with the financial statements.

Steven Fraser (Senior Statutory Auditor)
for and on behalf of Monahans
Statutory Auditors
38 - 42 Newport Street
SWINDON
Wiltshire
SN1 3DR

28 October 2009

RSL Holdings Limited

Consolidated Profit and Loss Account
for the Period 5 August 2008 to 31 December 2008

	Notes	£	£
TURNOVER			2,554,421
Cost of sales			2,384,980
GROSS PROFIT			169,441
Distribution costs		108,049	
Administrative expenses		154,062	
			262,111
			(92,670)
Other operating income			5,584
OPERATING LOSS	3		(87,086)
Interest receivable and similar income			427
			(86,659)
Interest payable and similar charges	4		43,577
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION			(130,236)
Tax on loss on ordinary activities	5		(50,206)
LOSS FOR THE FINANCIAL PERIOD AFTER TAXATION			(80,030)

CONTINUING OPERATIONS
All of the groups operations were acquired during the current period.

The notes form part of these financial statements

RSL Holdings Limited

Consolidated Statement of Total Recognised Gains and Losses for the Period 5 August 2008 to 31 December 2008

	£
LOSS FOR THE FINANCIAL PERIOD	(80,030)
Revaluation of freehold property	
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE PERIOD	(80,030)

The notes form part of these financial statements

RSL Holdings Limited

Consolidated Balance Sheet
31 December 2008

	Notes	£	£
FIXED ASSETS			
Tangible assets	7		2,186,613
Investments	8		-
			2,186,613
CURRENT ASSETS			
Stocks	9	865,114	
Debtors	10	82,165	
Cash at bank and in hand		4,091	
		951,370	
CREDITORS			
Amounts falling due within one year	11	1,193,027	
NET CURRENT LIABILITIES			(241,657)
TOTAL ASSETS LESS CURRENT LIABILITIES			1,944,956
CREDITORS			
Amounts falling due after more than one year	12		(725,638)
PROVISIONS FOR LIABILITIES	15		(3,158)
NET ASSETS			1,216,160
CAPITAL AND RESERVES			
Called up share capital	16		998
Share premium	17		1,295,192
Profit and loss account	17		(80,030)
SHAREHOLDERS' FUNDS	20		1,216,160

The financial statements were approved by the Board of Directors on 15.10.2009 and were signed on its behalf by:

.....
P J Simpson - Director

.....
P C Jenkins - Director

The notes form part of these financial statements

RSL Holdings Limited

Company Balance Sheet
31 December 2008

	Notes	£	£
FIXED ASSETS			
Tangible assets	7		-
Investments	8		1,696,190
			1,696,190
CREDITORS			
Amounts falling due within one year	11	15,980	
NET CURRENT LIABILITIES			(15,980)
TOTAL ASSETS LESS CURRENT LIABILITIES			1,680,210
CREDITORS			
Amounts falling due after more than one year	12		400,000
NET ASSETS			1,280,210
CAPITAL AND RESERVES			
Called up share capital	16		998
Share premium	17		1,295,192
Profit and loss account	17		(15,980)
SHAREHOLDERS' FUNDS	20		1,280,210

The financial statements were approved by the Board of Directors on 15.10.2008 and were signed on its behalf by:

.....
P J Simpson - Director

.....
P C Jenkins - Director

The notes form part of these financial statements

RSL Holdings Limited

Consolidated Cash Flow Statement for the Period 5 August 2008 to 31 December 2008

	Notes	£	£
Net cash inflow from operating activities	1		64,465
Returns on investments and servicing of finance	2		(43,150)
Capital expenditure	2		(30,288)
			(8,973)
Financing	2		9,457
Increase in cash in the period			484

	Notes		
Reconciliation of net cash flow to movement in net debt	3		
Increase in cash in the period		484	
Cash inflow from increase in debt		(9,457)	
Change in net debt resulting from cash flows			(8,973)
Movement in net debt in the period			(8,973)
Net debt at 5 August			-
Net debt at 31 December			(8,973)

The notes form part of these financial statements

RSL Holdings Limited

Notes to the Consolidated Cash Flow Statement
for the Period 5 August 2008 to 31 December 2008

1. RECONCILIATION OF OPERATING LOSS TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	£
Operating loss	(87,086)
Depreciation charges	19,507
Loss on disposal of fixed assets	1,992
Decrease in stocks	141,471
Decrease in debtors	39,552
Decrease in creditors	(50,971)
Net cash inflow from operating activities	64,465

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	£
Returns on investments and servicing of finance	
Interest received	427
Interest paid	(28,295)
Interest element of hire purchase or finance lease rentals payments	(15,282)
Net cash outflow for returns on investments and servicing of finance	(43,150)
Capital expenditure	
Purchase of tangible fixed assets	(30,288)
Net cash outflow for capital expenditure	(30,288)
Financing	
Loan movement	9,457
Net cash inflow from financing	9,457

The notes form part of these financial statements

RSL Holdings Limited

Notes to the Consolidated Cash Flow Statement
for the Period 5 August 2008 to 31 December 2008

3. ANALYSIS OF CHANGES IN NET DEBT

	At 5.8.08 £	Cash flow £	Acquisition of Roger Simpson Limited £	Other non-cash changes £	At 31.12.08 £
Net cash:					
Cash at bank and in hand	-	(83,871)	87,962		4,091
Bank overdraft	-	84,355	(254,455)		(170,100)
	-	484	(166,493)		(166,009)
Debt:					
Debts falling due within one year	-	(10,362)	(56,000)	-	(66,362)
Debts falling due after one year	-	905	(326,543)	(400,000)	(725,638)
	-	(9,457)	(382,543)	(400,000)	(792,000)
Total	-	(8,973)	(549,036)	(400,000)	(958,009)

The notes form part of these financial statements

Notes to the Consolidated Financial Statements for the Period 5 August 2008 to 31 December 2008

1. ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Basis of consolidation
The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company. Consolidation has been performed on the acquisition basis of accounting.

Turnover
Turnover represents net invoiced sales of new and used cars, vehicle parts and servicing and forecourt sales, 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.

Freehold property	- 2% on straight line basis
Garage & w'shop equipment	- 20% on reducing balance
Office fixtures & equip't	- 10% on reducing balance
Motor vehicles	- 25% on reducing balance

Stocks
Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Under supply agreements the group has access to 'consignment stock' during the consignment period. Where the nature of this supply agreement transfers risks and rewards to the group which in substance gives the group control over the stock during the consignment period and liabilities in respect of holding costs the group recognises this stock in the balance sheet together with an equivalent liability.

Deferred tax
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

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.

Pension costs and other post-retirement benefits
The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate.

Pension scheme arrangements
Contributions in respect of the group's defined contribution and self administered pension schemes are charged to profit and loss in the year in which they are payable.

Revaluation of properties
A full valuation of all freehold properties is carried out at least once every five years.

2. STAFF COSTS

	£
Wages and salaries	216,236
Social security costs	11,801
Other pension costs	1,360
	229,397

continued...

2. STAFF COSTS - continued

The average monthly number of employees during the period was as follows:

Sales	3
Forecourt, parts and workshop	14
Administration	4
	21

3. OPERATING LOSS

The operating loss is stated after charging:

	£
Hire of plant and machinery	8,191
Depreciation - owned assets	52,809
Loss on disposal of fixed assets	1,992
Auditors' remuneration	3,600
Directors' remuneration	47,665
Directors' pension contributions to money purchase schemes	1,360

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	3

4. INTEREST PAYABLE AND SIMILAR CHARGES

	£
Bank interest	4,992
Bank loan interest	4,526
Mortgage interest	3,777
Debenture interest	15,000
Stocking charges	15,282
	43,577

5. TAXATION

Analysis of the tax credit

The tax credit on the loss on ordinary activities for the period was as follows:

	£
Current tax:	
Over provision in prior year	(5,938)
Deferred tax	(44,268)
Tax on loss on ordinary activities	(50,206)

continued...

5. **TAXATION - continued**

Factors affecting the tax credit
The tax assessed for the period is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	£
Loss on ordinary activities before tax	(130,236)
Loss on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20.750% (- 19.750%)	
Effects of:	
Depreciation in excess of capital allowances	82
Disallowable expenses for tax purposes	6,042
Losses carried forward	14,663
Effect of change of tax rate on losses carried back	299
Current tax credit	(5,938)

6. **LOSS OF PARENT COMPANY**
As permitted by Section 408 of the Companies Act 2006, the profit and loss account of the parent company is not presented as part of these financial statements. The parent company's loss for the financial year was £(15,980).

7. **TANGIBLE FIXED ASSETS**

Group

	Freehold property £	Garage & w'shop equipment £	Office fixtures & equip't £	Motor vehicles £	Totals £
COST OR VALUATION					
At 5 August 2008	1,900,000	135,758	324,073	8,943	2,368,774
Additions	-	4,984	16,623	8,681	30,288
Disposals	-	(7,932)	(35,686)	(5,400)	(49,018)
Revaluations	150,000	-	-	-	150,000
At 31 December 2008	2,050,000	132,810	305,010	12,224	2,500,044
DEPRECIATION					
At 5 August 2008	125,267	108,120	223,070	8,258	464,715
Charge for period	31,800	6,551	12,566	1,892	52,809
Eliminated on disposal	-	(7,162)	(34,505)	(5,359)	(47,026)
Revaluation adjustments	(157,067)	-	-	-	(157,067)
At 31 December 2008	-	107,509	201,131	4,791	313,431
NET BOOK VALUE					
At 31 December 2008	2,050,000	25,301	103,879	7,433	2,186,613
At 4 August 2008	1,774,733	27,638	101,003	685	1,904,059

Included in cost or valuation of land and buildings is freehold land of £475,000 which is not depreciated.

continued...

7. **TANGIBLE FIXED ASSETS - continued**

Group

Cost or valuation at 31 December 2008 is represented by:

	Freehold property	Garage & w'shop equipment	Office fixtures & equip't	Motor vehicles	Totals
	£	£	£	£	£
Valuation in 2003	716,734	-	-	-	716,734
Valuation in 2009	150,000	-	-	-	150,000
Cost	1,183,266	132,810	305,010	12,224	1,633,310
	2,050,000	132,810	305,010	12,224	2,500,044

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

	£
Cost	1,183,266
Aggregate depreciation	194,475

Freehold land and buildings were valued on an open market basis on 12 June 2009 by Hinton Newport - Chartered Surveyors.

8. **FIXED ASSET INVESTMENTS**

Company

	Shares in group undertakings
	£
COST	
Additions	1,696,190
At 31 December 2008	1,696,190
NET BOOK VALUE	
At 31 December 2008	1,696,190

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

Subsidiary

Roger Simpson Limited
Nature of business: Motor dealership

	% holding
Class of shares:	
Ordinary £1	100.00

	£
Aggregate capital and reserves	1,632,140
Loss for the period	(83,261)

continued...

9. STOCKS

	Group
	£
Vehicles	436,959
Petrol, oil, spares etc	214,756
Consignment stock	213,399
	865,114

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group
	£
Trade debtors	45,958
Tax	5,938
Prepayments and accrued income	30,269
	82,165

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	Company
	£	£
Bank loans and overdrafts (see note 13)	236,462	-
Trade creditors	508,433	-
Amounts owed to group undertakings	-	15,980
Social security and other taxes	53,193	-
Other creditors	7,933	-
Consignment stock	213,399	-
Directors' current accounts	100,442	-
Accrued expenses	73,165	-
	1,193,027	15,980

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group	Company
	£	£
Bank loans (see note 13)	325,638	-
Other loans (see note 13)	400,000	400,000
	725,638	400,000

continued...

13. LOANS

An analysis of the maturity of loans is given below:

	Group £	Company £
Amounts falling due within one year or on demand:		
Bank overdrafts	170,100	-
Bank loans	66,362	-
	236,462	-
Amounts falling due between one and two years:		
Bank loans - 1-2 years	75,007	-
Amounts falling due between two and five years:		
Bank loans - 2-5 years	243,118	-
Amounts falling due in more than five years:		
Repayable otherwise than by instalments		
Debenture more 5yrs non-inst	400,000	400,000
Repayable by instalments		
Bank loans more 5 yr by instal	7,513	-

14. SECURED DEBTS

The following secured debts are included within creditors:

	Group £	Company £
Bank overdraft	170,100	-
Bank loans	392,000	-
Other loans	400,000	400,000
Director's current account	100,442	-
	1,062,542	400,000

The bank loans and overdraft are secured by a mortgage over the group's freehold land and buildings.

The directors current account and the debenture are secured by a legal charge over the group's freehold land and buildings.

15. PROVISIONS FOR LIABILITIES

	Group £
Deferred tax	
Accelerated capital allowances	3,158

continued...

15. PROVISIONS FOR LIABILITIES - continued

Group

	Deferred tax £
Subsidiary's balance at 1 January 2008	47,426
(Released)/Provided in year	(44,268)
Balance at 31 December 2008	3,158

In accordance with Financial Reporting Standard 19 deferred tax has not been provided on the revalued properties. If the properties were sold for their revalued amount a tax liability of £84,725 would be payable.

16. CALLED UP SHARE CAPITAL

Allotted and issued:

Number:	Class:	Nominal value:	£
998	Share capital 1	£1	998

17. RESERVES

Group

	Profit and loss account £	Share premium £	Totals £
Deficit for the period	(80,030)		(80,030)
Share for share exchange	-	1,295,192	1,295,192
At 31 December 2008	(80,030)	1,295,192	1,215,162

Company

	Profit and loss account £	Share premium £	Totals £
Deficit for the period	(15,980)		(15,980)
Share for share exchange	-	1,295,192	1,295,192
At 31 December 2008	(15,980)	1,295,192	1,279,212

continued...

18. PENSION COMMITMENTS

The group operates two pension schemes, the assets of which are held separately from those of the company. The first is a defined contribution scheme which is independently administered and the second is a self administered scheme. The pension costs for both schemes represent contributions payable by the company as follows:-

	2008	2007
	£	£
Defined contribution scheme	1,360	1,420
Self administered scheme	Nil	Nil

Both schemes are defined contribution schemes and therefore the benefits from the schemes will depend upon the assets available at any particular time. The self administered scheme was established in 1992 and requires an actuarial valuation every three years. Fees of £1,040 (2007 - £1,180) were paid on behalf of the pension scheme in the year.

The members of the self administered scheme are P J Simpson, P C Jenkins and R J Simpson.

19. TRANSACTIONS WITH DIRECTORS

Interest is paid on the directors' current accounts at the Bank of England base rate plus 2.5%. During the year interest of £7,695 (2007 - £8,154) was paid to P J Simpson.

As part of the restructuring process the P J Simpson received a Debenture form the group of £400,000, interest of £15,000 was paid on this during the period.

The directors current account and debenture are secured by a first legal charge over the group's freehold land and buildings.

During the year P J Simpson purchased a car from the group for a cost of £15,413. The transaction was carried out on an arms length basis.

20. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	£
Loss for the financial period	(80,030)
Share for share exchange	1,296,190
Net addition to shareholders' funds	1,216,160
Opening shareholders' funds	-
Closing shareholders' funds	1,216,160
Equity interests	1,216,160

continued...

20. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS - continued

Company

	£
Loss for the financial period	(15,980)
Share for share exchange	1,296,190
Net addition to shareholders' funds	1,280,210
Opening shareholders' funds	-
Closing shareholders' funds	1,280,210
Equity interests	1,280,210

21. CONSIGNMENT STOCK

In accordance with Financial Reporting Standard 5, the group's consignment stock has been included in the balance sheet. The consignment stock as at 31 December 2008 was £213,399 (2007 - £128,453)