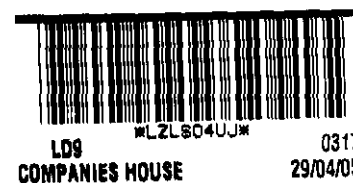


"Registered"

PHILIP MORRIS MANAGEMENT SERVICES LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 JUNE 2004

Company Registration Number 04007532



PHILIP MORRIS MANAGEMENT SERVICES LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2004

CONTENTS	PAGES
Officers and professional advisers	1
The director's report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 to 6
The following page does not form part of the financial statements	
Accountants' report to the director	8

PHILIP MORRIS MANAGEMENT SERVICES LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The director	Ms N.A. Morris
Company secretary	Mr P.P. Morris
Registered office	13 The Paddocks Penarth South Glamorgan CF64 5BW
Accountants	Seymour Taylor Chartered Accountants 57 London Road High Wycombe Buckinghamshire HP11 1BS

PHILIP MORRIS MANAGEMENT SERVICES LIMITED**THE DIRECTOR'S REPORT****YEAR ENDED 30 JUNE 2004**

The director has pleasure in presenting her report and the unaudited financial statements of the company for the year ended 30 June 2004.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was business & management consultancy services.

THE DIRECTOR AND HER INTERESTS IN THE SHARES OF THE COMPANY

The director who served the company during the year together with her beneficial interests in the shares of the company was as follows:

	Ordinary Shares of £1 each	
	At 30 June 2004	At 1 July 2003
Ms N.A. Morris	—	—

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



Ms N.A. Morris
Director

Approved by the director on 14 April 2005

PHILIP MORRIS MANAGEMENT SERVICES LIMITED**PROFIT AND LOSS ACCOUNT****YEAR ENDED 30 JUNE 2004**

	Note	2004 £	2003 £
TURNOVER		—	11,994
Administrative expenses		(1,536)	(11,326)
OPERATING (LOSS)/PROFIT	2	(1,536)	668
Interest receivable		100	62
Interest payable and similar charges		(956)	(581)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(2,392)	149
Tax on (loss)/profit on ordinary activities		—	—
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		(2,392)	149
Equity dividends paid		—	(795)
LOSS FOR THE FINANCIAL YEAR		(2,392)	(646)
Balance brought forward		6,985	7,631
Balance carried forward		<u>4,593</u>	<u>6,985</u>

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

PHILIP MORRIS MANAGEMENT SERVICES LIMITED**BALANCE SHEET****30 JUNE 2004**

	Note	2004 £	£	2003 £	£
CURRENT ASSETS					
Cash at bank and in hand		6,213		14,718	
CREDITORS: Amounts falling due within one year	3	<u>1,520</u>		<u>7,633</u>	
NET CURRENT ASSETS			4,693		7,085
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>4,693</u>		<u>7,085</u>
CAPITAL AND RESERVES					
Called-up equity share capital	5		100		100
Profit and loss account			<u>4,593</u>		<u>6,985</u>
SHAREHOLDERS' FUNDS			<u>4,693</u>		<u>7,085</u>

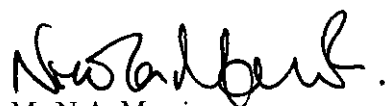
The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of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

The director acknowledges her responsibility 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 and signed by the director on 14 April 2005.



Ms N.A. Morris
Director

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

PHILIP MORRIS MANAGEMENT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 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).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

2. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging:

	2004	2003
	£	£
Director's emoluments	—	—
Staff pension contributions	—	2,754
Loss on disposal of fixed assets	—	4,201
	<u>—</u>	<u>6,955</u>

3. CREDITORS: Amounts falling due within one year

	2004	2003
	£	£
Bank loans and overdrafts	466	—
Trade creditors	282	798
Corporation tax	—	441
Hire purchase agreements	—	5,654
Directors current accounts - PM	8	—
Accruals and deferred income	764	740
	<u>772</u>	<u>6,835</u>
	<u>1,520</u>	<u>7,633</u>

4. RELATED PARTY TRANSACTIONS

The company was under the control of its director Ms N.A. Morris and its shareholder Mr P.P. Morris throughout the current and previous year.

PHILIP MORRIS MANAGEMENT SERVICES LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30 JUNE 2004**

5. SHARE CAPITAL**Authorised share capital:**

	2004	2003
	£	£
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	2004		2003	
	No	£	No	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

PHILIP MORRIS MANAGEMENT SERVICES LIMITED
MANAGEMENT INFORMATION
YEAR ENDED 30 JUNE 2004

The following page does not form part of the statutory financial statements.

PHILIP MORRIS MANAGEMENT SERVICES LIMITED**ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE UNAUDITED
FINANCIAL STATEMENTS OF PHILIP MORRIS MANAGEMENT
SERVICES LIMITED****YEAR ENDED 30 JUNE 2004**

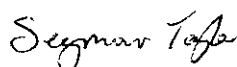
In accordance with our terms of engagement, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss Account, Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the company's director, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's director that we have done so, and state those matters that we have agreed to state to her in this 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 director, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the Balance Sheet for the year ended 30 June 2004 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



SEYMOUR TAYLOR
Chartered Accountants

57 London Road
High Wycombe
Buckinghamshire
HP11 1BS

14 April 2005