

EC 2544

PAPER PEOPLE LIMITED

**Directors' Report and Financial Statements
for the year ended 31 December 2003**
Registered No. 568210

PAPER PEOPLE LIMITED
Directors' Report

Directors' report as at 31 December 2003

The directors present their report and the unaudited financial statements as at 31 December 2003.

Principal activities

The Company did not trade during the year.

Directors

The directors holding office during the year were:

J H Arrowsmith
C R Bennett
L Cant (resigned 31 August 2003)
J H Cubbon
G A Harrison

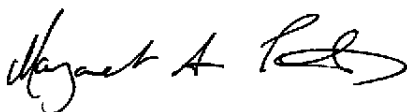
Directors' interests in share capital and share option schemes

According to the Company's register, at 31 December 2003 no director of the Company, nor members of his family as defined by the Companies Act 1985, had any interest in the shares of the Company or of any other body corporate within the group of companies to which the company belongs.

Auditors

For the year ended 31 December 2003 the Company was entitled to the exemption under Section 249AA(1) of the Companies Act 1985 from the requirement to appoint auditors. Accordingly, as a dormant company, the Company has not appointed auditors.

By order of the board



Margaret A Porter
Secretary

22 April 2004

Registered office:
St Clement House
Alencon Link
Basingstoke
Hampshire RG21 7SB

PAPER PEOPLE LIMITED
Balance sheet

Balance sheet as at 31 December 2003

	Note	2003 £	2002 £
Current assets			
Amounts owed by fellow subsidiary undertakings		<u>4,100</u>	<u>4,100</u>
Net assets		<u>4,100</u>	<u>4,100</u>
 Capital and reserves			
Called-up share capital	2	<u>4,100</u>	<u>4,100</u>
Shareholders' funds (equity interests)		<u>4,100</u>	<u>4,100</u>

For the year ended 31 December 2003 the Company was entitled to the exemption under Section 249AA(1) of the Companies Act 1985 from the requirement to appoint auditors.

The sole member has not required the Company to obtain an audit in accordance with Section 249(B)(2) of the Companies Act 1985.

The directors acknowledge their responsibility for:

- (i) ensuring the Company keeps accounting records which comply with Section 221; 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 Section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the Company.

The financial statements on pages 2-3 were approved by the board of directors on 22 April 2004 and signed on its behalf by:


G A Harrison
Director

The notes on page 3 form part of these accounts.

Notes to the financial statements as at 31 December 2003

1. General

The financial statements have been prepared in accordance with accounting standards applicable in the United Kingdom. The Company has not prepared a profit and loss account as there were no transactions during the year ended 31 December 2003 or in the previous financial year. Any expenses incurred by the Company have been borne by the shareholder.

2. Called-up share capital

	2003	2002
	£	£
Authorised		
10,000 ordinary shares of £1 each	10,000	10,000
Allotted, called-up and fully paid		
4,100 ordinary shares of £1 each	4,100	4,100

3. Directors' emoluments

None of the directors received any emoluments for their services during the year ended 31 December 2003.

4. Immediate and ultimate parent company

The immediate parent company is Antalis Limited, a company registered in England. The first intermediate parent company for which consolidated accounts are prepared is Worms et Cie S.A., a company registered in France. A copy of the consolidated financial statements of that company can be obtained from the Secretary at the following address:

25 Avenue Franklin D. Roosevelt
75008 Paris

Further parent companies for which group accounts are prepared are IFIL – Finanziaria di Partecipazioni S.p.A., and IFI -Istituto Finanziario Industriale S.p.A., both companies registered in Italy. A copy of the consolidated financial statements of those companies can be obtained from the Secretary, at the following address:

Corso Matteotti 26
10121 Turin

The ultimate parent company and controlling party is Giovanni Agnelli e C. Sapaz, a company registered in Italy, acting for members of the Agnelli family.