IG Group Holdings plc

Registered number: 04677092

Interim Accounts

Prepared in accordance with section 272 of the Companies Act 1985

For the six months 1 June 2005 to 30 November 2005

IG Group Holdings plc

Profit and loss account

For the six months ended 30 November 2005

	Note	*Unaudited Six months ended 30 November 2005 £*	*Audited year ended 31 May 2005 £*
Exceptional items	2	-	692,605
Administrative expenses		442,418	551,055
Operating profit/(loss)		(442,418)	(1,243,660)
Income from investments		6,000,000	144,000,000
Interest receivable		6,077	1,651
Interest payable		(54,861)	(11,851,156)
Profit on ordinary activities before taxation		5,508,798	130,906,835
Taxation	4	-	-
Profit on ordinary activities after taxation		5,508,798	130,906,835
Dividends	5	(1,837)	(4,748,603)
Retained profit		5,506,961	126,158,232

IG Group Holdings plc

Reconciliation of shareholders' funds

at 30 November 2005

	Unaudited Six months ended 30 November 2005	*Audited year ended 31 May 2005*
	£	*£*
Profit on ordinary activities after taxation	5,508,798	130,906,835
Dividends	(1,837)	(4,748,603)
Retained profit	5,506,961	126,158,232
Arising on issue of shares	-	125,197,061
Adjustment to costs of share issue	37,454	-
Issue of ordinary share capital	-	6,349
Redemption of preference share capital	-	(35,660,000)
Amortisation of issue costs on preference shares	-	480,368
Net addition to shareholders' funds	5,544,415	216,182,010
Opening shareholders' funds	256,612,610	40,430,600
Closing shareholders' funds	262,157,025	256,612,610

IG Group Holdings plc

Balance sheet

as at 30 November 2005

	Note	*Unaudited 30 November 2005* £	*Audited 31 May 2005* £
Fixed assets			
Investments	6	301,471,137	301,471,137
Current assets			
Debtors	7	210,305	127,814
Cash at bank and in hand		25,021	112,415
		235,326	240,229
Creditors: amounts falling due within one year	8	39,549,438	45,098,756
Net current assets/(liabilities)		(39,314,112)	(44,858,527)
Total assets less current liabilities		262,157,025	256,612,610
Net assets		262,157,025	256,612,610
Capital and reserves			
Ordinary shares	9	16,349	16,349
Preference share capital	10	40,000	40,000
Share Premium account		125,234,515	125,197,061
Profit and loss account – distributable	11	6,269,717	762,756
Profit and loss account – non distributable	11	130,596,444	130,596,444
Shareholders' funds			
Equity		262,117,025	256,572,610
Non-equity		40,000	40,000
Shareholders' funds		262,157,025	256,612,610

Approved by the board of directors and signed on their behalf by:

A R MacKay

T A Howkins

23 January 2006

Notes to the financial statements

at 30 November 2005

1. Accounting policies

Accounting convention

The interim accounts are prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards.

Fixed asset investments

Fixed asset investments are stated at cost, unless, in the opinion of the directors, there has been a permanent diminution in value, in which case an appropriate adjustment is made.

Revenue recognition

Revenue is recognised to the extent that the economic benefits will flow to the group and revenue can be reliably measured. The following specific criteria must be met before revenue is recognised:

Interest

Revenue is recognised as the interest accrues.

Dividends

Revenue is recognised when the shareholder's rights to receive the payment is established.

2. Exceptional items

	Unaudited period ended 30 November 2005	*Audited year ended 31 May 2005*
	£	*£*
Exceptional items	-	692,605

The exceptional costs charged relate to professional fees payable as a result of listing the company on the London Stock Exchange.

3. Employment costs

	Unaudited 30 November 2005	*Audited 31 May 2005*
Average numbers of employees	8	7

	Unaudited 30 November 2005	*Audited 31 May 2005*
	£	*£*
Wages and salaries	25,389	9,288
Social security costs	4,026	1,189
	29,415	10,477

4. Tax charge on profit on ordinary activities

The tax charge is made up as follows:

	Unaudited period ended 30 November 2005	*Audited year ended 31 May 2005*
	£	*£*
Corporation tax	-	-

5. Dividends

	Unaudited period ended 30 November 2005	*Audited year ended 31 May 2005*
	£	*£*
Preference dividends at 8% per annum		
- Paid	237	-
- Provided	1,600	4,748,603
	1,837	4,748,603

6. Fixed asset investments

	Unaudited period ended 30 November 2005	*Audited year ended 31 May 2005*
	£	*£*
Investment in subsidiaries at cost:	301,471,137	301,471,137

Notes to the financial statements

at 30 November 2005

7. Debtors

	Unaudited period ended 30 November 2005 £	*Audited year ended 31 May 2005* £
Amounts due from group companies	18,723	18,735
Other debtors	146,810	84,689
Prepayments and accrued income	44,772	24,390
	210,305	127,943

8. Creditors: amounts falling due within one year

	Unaudited period ended 30 November 2005 £	*Audited year ended 31 May 2005* £
Amounts due to group companies	39,229,520	42,711,339
Accruals and deferred income	199,266	1,439,647
Other taxes and social security costs	-	780,456
Dividends	1,600	-
Loan notes	128,052	167,314
	39,558,438	45,098,756

9. Ordinary share capital

	Unaudited 30 November 2005 £	*Audited 31 May 2005* £
Authorised:		
500,000,000 ordinary shares of 0.005p each	25,000	25,000
	25,000	25,000
Allotted, called up and fully paid:		
327,500,959 ordinary shares of 0.005p each	16,375	16,375
512,075 ordinary shares held by Employee Benefit Trust	(26)	(26)
	16,349	16,349

10. Preference share capital

	Unaudited 30 November 2005 £	*Audited 31 May 2005* £
Authorised:		
Preference shares of £1 each	40,000	40,000
Allotted, called up and fully paid:		
Preference shares of £1 each	40,000	40,000
Less: Issue costs brought forward	-	480,368
Amortised during the year	-	(480,368)
Carrying value of preference share capital	40,000	40,000

The preference shares are entitled to a fixed dividend of 8% paid in preference to any other dividend. On a winding up of the company the preference shareholders have a right to receive, in preference to payments to ordinary shareholders, £1 per share plus, if the company has sufficient distributable reserves, any accrued or unpaid preference dividends. The preference shares have no voting rights, except that they are entitled to vote should the company fail to pay any amount due on redemption of the shares. The preference shares are redeemable at any time at the option of the company. On redemption the preference shares are entitled to £1 per share plus, if the company has sufficient distributable reserves, any accrued or unpaid dividends.

11. Reserves

	Profit and loss account £
At 1 June 2005	131,359,200
Retained profit for the period	5,506,961
At 30 November 2005	136,866,161

The profit and loss account includes £130,596,444 which is non-distributable. This represents profits which arose in IG Group Limited on the disposal of it's investment in subsidiary companies to a fellow group undertaking, Market Data Limited. This profit is eliminated upon consolidation.

12. Publication of non-statutory accounts

The financial information contained in these interim accounts does not constitute statutory accounts as defined in section 240 of the Companies Act 1985. The financial information for the preceding period is based on the statutory accounts of IG Group Holdings Limited for the financial period ended 31 May 2005. Those accounts, upon which the auditors issued an unqualified opinion, have been delivered to the Registrar of Companies. The interim financial information contained in these interim accounts is neither audited nor reviewed.