Company Registration Number 5131386

CORE BUSINESS (UK) LIMITED

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

31 MAY 2005

CORE BUSINESS (UK) LIMITED

FINANCIAL STATEMENTS

PERIOD FROM 18 MAY 2004 TO 31 MAY 2005

Contents

The following page does not form part of the financial statements

CORE BUSINESS (UK) LIMITED

COMPANY INFORMATION

The board of directors	Stirling Murray Linda Murray
Company secretary	Linda Murray
Date of incorporation	18 May 2004
Registered office	Lynton House 7-12 Tavistock Square London WC1H 9BQ
Auditors	BSG Valentine Chartered Accountants & Registered Auditors Lynton House 7-12 Tavistock Square London WC1H 9BQ

CORE BUSINESS (UK) LIMITED

THE DIRECTORS' REPORT

PERIOD FROM 18 MAY 2004 TO 31 MAY 2005

The directors have pleasure in presenting their report and the financial statements of the company for the period from 18 May 2004 to 31 May 2005.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of brand development consultancy.

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the period together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 May 2005	**At 18 May 2004** or later date of appointment
Stirling Murray	65	–
Linda Murray	35	–

Stirling Murray was appointed as a director on 23 November 2004.
Linda Murray was appointed as a secretary on 23 November 2004.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements 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 of the company for that period.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 7, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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 to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors 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.

AUDITORS

A resolution to re-appoint BSG Valentine as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

CORE BUSINESS (UK) LIMITED

THE DIRECTORS' REPORT *(continued)*

PERIOD FROM 18 MAY 2004 TO 31 MAY 2005

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.

Registered office:
Lynton House
7-12 Tavistock Square
London
WC1H 9BQ

Signed by order of the directors

B.L. Murray

LINDA MURRAY
Company Secretary

Approved by the board on 01..105

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF
CORE BUSINESS (UK) LIMITED

PERIOD FROM 18 MAY 2004 TO 31 MAY 2005

We have audited the financial statements on pages 5 to 9 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out on page 7.

This report is made solely to the company's shareholders, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report 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 United Kingdom Auditing Standards 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 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.

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 May 2005 and of its profit for the period then ended, and have been properly prepared in accordance with the Companies Act 1985.

BSG Valentine

BSG VALENTINE
Chartered Accountants
& Registered Auditors

Lynton House
7-12 Tavistock Square
London WC1H 9BQ

Our audit was completed on 9 | 11 | 05 and our opinion was expressed at that date.

CORE BUSINESS (UK) LIMITED

PROFIT AND LOSS ACCOUNT

PERIOD FROM 18 MAY 2004 TO 31 MAY 2005

	Note	Period from 18 May 04 to 31 May 05 £
TURNOVER		135,510
Cost of sales		(6,651)
GROSS PROFIT		128,859
Administrative expenses		(41,879)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		86,980
Tax on profit on ordinary activities		(16,756)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		70,224
Equity dividends paid		(65,000)
RETAINED PROFIT FOR THE FINANCIAL PERIOD		5,224

The notes on pages 7 to 9 form part of these financial statements.

CORE BUSINESS (UK) LIMITED

BALANCE SHEET

AS AT 31 MAY 2005

	Note	£	31 May 05 £
FIXED ASSETS			
Tangible assets	3		686
Investments	4		1,714
			2,400
CURRENT ASSETS			
Debtors	5	22,649	
Cash at bank		11,123	
		33,772	
CREDITORS: Amounts falling due within one year	6	(30,848)	
NET CURRENT ASSETS			2,924
TOTAL ASSETS LESS CURRENT LIABILITIES			5,324
CAPITAL AND RESERVES			
Called-up equity share capital	8		100
Profit and loss account			5,224
SHAREHOLDERS' FUNDS			5,324

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 by the directors on the 9/11/05 and are signed on their behalf by:

STIRLING MURRAY

The notes on pages 7 to 9 form part of these financial statements.

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 period, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment - 33.33 % Straight line method

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	Period from 18 May 04 to 31 May 05
	£
Directors' emoluments	4,700
Depreciation of owned fixed assets	343
Auditors' fees	5,000
Net profit on foreign currency translation	(46)

3. TANGIBLE FIXED ASSETS

	Equipment £
COST	
Additions	1,029
At 31 May 2005	1,029
DEPRECIATION	
Charge for the period	343
At 31 May 2005	343
NET BOOK VALUE	
At 31 May 2005	686

4. INVESTMENTS

Investment in shares

	£
COST	
Additions	1,714
At 31 May 2005	1,714
NET BOOK VALUE	
At 31 May 2005	1,714

As at 31 May 2005 investments comprise an investment in an associated undertaking. The company's investment in its associated company of £1,714 represents the cost of acquisition of the 50% of the issued share capital of Re-Think Cosmetics Limited which provides brand development consultancy.

5. DEBTORS

	31 May 05 £
Trade debtors	12,033
Other debtors	10,616
	22,649

6. CREDITORS: Amounts falling due within one year

	31 May 05 £
Corporation tax	16,756
Other taxation and social security	4,975
Other creditors	9,117
	30,848

CORE BUSINESS (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 18 MAY 2004 TO 31 MAY 2005

7. RELATED PARTY TRANSACTIONS

The company was under the control of Mr and Mrs Murray throughout the current period, who are also the directors and majority shareholders.

8. SHARE CAPITAL

Authorised share capital:

	31 May 05
	£
1,000,000 Ordinary shares of £1 each	1,000,000

Allotted, called up and fully paid:

	No	£
Ordinary shares of £1 each	100	100

During the period the company issued 100 Ordinary shares at par.