

Company Statement of Recognised Income and Expense Year ended 31 December 2006

All figures in £ millions	2006	2005
Profit/(loss) for the year	78	(362)
Total recognised income and expense for the year	78	(362)
Effect of transition adjustment on adoption of IAS 39	–	(3)

Company Balance Sheet As at 31 December 2006

All figures in £ millions	Notes	2006	2005
Assets			
Non-current assets			
Investments in subsidiaries	2	7,103	6,883
Amounts due from subsidiaries		460	289
Financial assets – Derivative financial instruments	5	36	79
Other financial assets		1	1
		7,600	7,252
Current assets			
Amounts due from subsidiaries		1,372	691
Current income tax assets		73	67
Cash and cash equivalents (excluding overdrafts)	3	153	598
Financial assets – Derivative financial instruments	5	50	–
Other assets		1	3
Total assets		9,249	8,611

Company Balance Sheet *Continued*

As at 31 December 2006

All figures in £ millions	Notes	2006	2005
Liabilities			
Non-current liabilities			
Financial liabilities – Borrowings	4	(761)	(1,261)
Financial liabilities – Derivative financial instruments	5	(19)	(22)
Amounts due to subsidiaries		(519)	(591)
		(1,299)	(1,874)
Current liabilities			
Other liabilities		(17)	(1)
Financial liabilities – Borrowings	4	(784)	(366)
Amounts due to subsidiaries		(3,194)	(2,274)
Total liabilities		(5,294)	(4,515)
Net assets		3,955	4,096
Equity			
Share capital	6	202	201
Share premium	6	2,487	2,477
Treasury shares	7	(65)	(55)
Other reserves	8	447	447
Retained earnings	8	884	1,026
Total equity attributable to equity holders of the Company		3,955	4,096

These financial statements have been approved for issue by the board of directors on 9 March 2007 and signed on its behalf by

Robin Freestone, *Chief financial officer*