

	Note	2004 £m	2003 £m
Fixed assets			
Investments:			
Shares in subsidiary undertakings	29	5,629	4,000
Loans to subsidiary undertakings	29	2,129	2,526
		7,758	6,526
Current assets			
Debtors:			
Amounts owed by subsidiary undertakings		1,085	1,072
Other debtors		38	32
Cash at bank and in hand		325	156
		1,448	1,260
Less liabilities: amounts falling due within one year			
Debenture loans	32	(130)	–
Commercial paper	32	(1,228)	(1,041)
Other borrowings	32	(3)	–
Amounts owed to subsidiary undertakings		(621)	(17)
Tax payable		(170)	(184)
Final dividend		(252)	(214)
Sundry creditors		(36)	(29)
Accruals and deferred income		(44)	(44)
		(2,484)	(1,529)
Net current liabilities		(1,036)	(269)
Total assets less current liabilities		6,722	6,257
Less liabilities: amounts falling due after more than one year			
Subordinated liabilities	32	(1,429)	(1,336)
Debenture loans	32	(800)	(940)
Other borrowings	32	(9)	–
Amounts owed to subsidiary undertakings		(1,959)	(2,359)
		(4,197)	(4,635)
Total net assets		2,525	1,622
Capital and reserves			
Share capital	28	119	100
Share premium	28	1,558	553
Profit and loss account	30	848	969
Shareholders' funds		2,525	1,622

The financial statements on pages 56 to 95 were approved by the Board of directors on 1 March 2005.



SIR DAVID CLEMENTI
CHAIRMAN



JONATHAN BLOOMER
GROUP CHIEF EXECUTIVE



PHILIP BROADLEY
GROUP FINANCE DIRECTOR