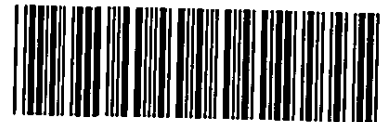


**DOUGHTY HANSON & CO IV LIMITED**

**ANNUAL REPORT  
AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED**

**31 DECEMBER 2009**

SATURDAY



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COMPANIES HOUSE

Registered in England No. 4645557

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# Doughty Hanson & Co IV Limited

## Annual Report and Financial Statements for the year ended 31 December 2009

### Contents

|                                   | <u>Page</u> |
|-----------------------------------|-------------|
| Directors' Report                 | 3 - 5       |
| Independent Auditors' Report      | 6           |
| Profit and Loss Account           | 7           |
| Balance Sheet                     | 8           |
| Cash Flow Statement               | 9           |
| Notes to the Financial Statements | 10 - 15     |

# Doughty Hanson & Co IV Limited

## Directors' Report

The Directors present their Report to the member together with the audited financial statements for the year ended 31 December 2009 which were approved by them on 1 April 2010

### Business review

The principal activity of the Company is, and will continue to be, to act as General Partner of the four Limited Partnerships forming Doughty Hanson & Co IV (the "Fund")

Despite the challenges presented by the current financial and economic outlook, the Directors expect the performance of the Company and the Fund that it operates to remain resilient. The firm's annual review, published in March 2010 and available via the global website, outlines activities throughout the portfolio of investments and again emphasises the focus on developing long-term sustainable businesses and assets

Given the nature of the business, the Company's Directors are of the opinion that analysis using KPIs is not necessary for an understanding of the development, performance or position of the business

### Results and dividends

The results for the year are set out in the profit and loss account on page 7. The Directors do not recommend the payment of a dividend for the year (2008 - £nil)

### Liability insurance

The Company has professional indemnity insurance in place in respect of the duties of the Directors and Officers

### Directors

The Directors of the Company who served during the year were as follows

|               | <b>Appointed</b> |
|---------------|------------------|
| N E Doughty   | 24 March 2003    |
| R P Hanson    | 24 March 2003    |
| M Lever       | 24 March 2003    |
| S C Marquardt | 28 February 2008 |

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# Doughty Hanson & Co IV Limited

## Directors' Report (continued)

### Principal risks and uncertainties

The Company's operations expose it to a variety of risks, the most significant are considered to be exchange risk, legal and regulatory risk and operational risk

### Exchange risk

Exchange risk arises due to currency differences between the income and expense base. The level of this risk has been considered to fall within acceptable parameters to date, but the Company continues to review its exchange rate management policy to ensure they are appropriate.

### Legal and regulatory risk

The Company operates in the UK. The regulatory environment is becoming more complex and demanding and in response to this the Company has maintained its arrangements for regulatory compliance through the retention of recognised professional advisers who advise on the compliance function. Regular internal compliance reviews are undertaken and recommendations are approved and implemented by the Board where appropriate.

### Operational risk

This includes personnel risk, IT risk, and business disruption. These risks are mitigated by the recruitment and retention of suitably qualified staff with remuneration set at an appropriate level, use of appropriate Directors and Officers insurance and business continuity provisions.

### Independent Auditors

PricewaterhouseCoopers LLP have been appointed as the auditors of the Company. In accordance with Section 485 of the Companies Act 2006, a resolution for their appointment will be proposed at the forthcoming Annual General Meeting.

# Doughty Hanson & Co IV Limited

## Directors' Report (continued)

### Statement of Directors' Responsibilities in respect of the Annual Report and the Financial Statements

The Directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the Directors to prepare financial statements for each financial year. Under that law, the Directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law, the Directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the Directors are required to

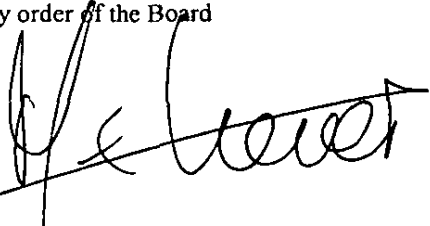
- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors confirm that they have complied with the above requirements in preparing the financial statements.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

So far as each Director is aware, there is no relevant audit information of which the Company's auditors are unaware. Each Director has taken all the steps that he ought to have taken as a Director in order to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

By order of the Board



M Lever  
Director  
1 April 2010

Registered Office  
45 Pall Mall  
London  
SW1Y 5JG

# Doughty Hanson & Co IV Limited

## Independent Auditors' Report to the member of Doughty Hanson & Co IV Limited

We have audited the financial statements of Doughty Hanson & Co IV Limited for the year ended 31 December 2009 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

### Respective responsibilities of Directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page 5 the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with Sections 495 and 496 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

### Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

### Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the Company's affairs as at 31 December 2009 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

### Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.



Graham Phillips (Senior Statutory Auditor)  
For and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London  
1 April 2010

**Doughty Hanson & Co IV Limited**  
**Registered in England No. 4645557**

**Profit and Loss Account**

**For the year ended 31 December 2009**

|  | Notes | 2009<br>£'000       | 2008<br>£'000         |
|--|-------|---------------------|-----------------------|
| <b>Turnover - continuing operations</b>              |       |                     |                       |
| Income from Limited Partnerships                     | 2     | 15,634              | 9,486                 |
| Administrative expenses                              |       | <u>(11,732)</u>     | <u>(7,318)</u>        |
| <b>Operating profit - continuing operations</b>      |       | <b>3,902</b>        | <b>2,168</b>          |
| Interest receivable and similar income               |       | —                   | —                     |
| <b>Profit on ordinary activities before taxation</b> | 3     | <b>3,902</b>        | <b>2,168</b>          |
| Taxation   | 6     | <u>(1,704)</u>      | <u>(3,305)</u>        |
| <b>Profit / (loss) for the financial year</b>        | 13    | <u><b>2,198</b></u> | <u><b>(1,137)</b></u> |

The Company has no recognised gains and losses other than that shown above and therefore no separate statement of recognised gains and losses has been prepared

There is no difference between either profit on ordinary activities before taxation and the profit / (loss) for the financial year stated above and their historical cost equivalents

The notes on pages 10 to 15 form an integral part of these financial statements

**Doughty Hanson & Co IV Limited**  
Registered in England No. 4645557

**Balance Sheet as at 31 December 2009**

|  | Notes | 2009<br>£'000  | 2008<br>£'000  |
|--|-------|----------------|----------------|
| <b>Fixed assets</b>                                  |       |                |                |
| Investments  | 7     | <u>7</u>       | <u>7</u>       |
| <b>Current assets</b>                                |       |                |                |
| Debtors  | 8     | 10,808         | 13,580         |
| Cash at bank and in hand                             |       | <u>-</u>       | <u>-</u>       |
|  |       | 10,808         | 13,580         |
| <b>Creditors</b> amounts falling due within one year | 9     | <u>(1,748)</u> | <u>(8,422)</u> |
| <b>Net current assets</b>                            |       | <u>9,060</u>   | <u>5,158</u>   |
| <b>Total assets less current liabilities</b>         |       | 9,067          | 5,165          |
| <b>Provisions for liabilities and charges</b>        | 10    | <u>(3,487)</u> | <u>(1,783)</u> |
| <b>Net assets</b>                                    |       | <u>5,580</u>   | <u>3,382</u>   |
| <b>Capital and reserves</b>                          |       |                |                |
| Called-up share capital                              | 11    | -              | -              |
| Profit and loss account                              | 13    | <u>5,580</u>   | <u>3,382</u>   |
| <b>Total shareholder's funds</b>                     | 14    | <u>5,580</u>   | <u>3,382</u>   |

The notes on pages 10 to 15 form an integral part of these financial statements

The financial statements on pages 7 to 15 were approved and authorised for issue by the board of Directors on 1 April 2010 and were signed on its behalf by

  
M Lever  
Director



**Doughty Hanson & Co IV Limited**  
**Registered in England No. 4645557**

**Cash Flow Statement**

**For the year ended 31 December 2009**

|   | Notes | 2009<br>£'000 | 2008<br>£'000  |
|---|-------|---------------|----------------|
| <b>Net cash inflow / (outflow) from continuing operating activities</b>         | 15    | -             | 1,590          |
| <b>Returns on investments and servicing of finance</b>                          |       |               |                |
| Interest received   |       | -             | -              |
| Interest paid   |       | <u>-</u>      | <u>-</u>       |
| <b>Net cash inflow from investments and servicing of finance</b>                |       | <u>-</u>      | <u>-</u>       |
| <b>Taxation</b>   |       |               |                |
| Corporation tax refunded  |       | -             | -              |
| Corporation tax paid  |       | <u>-</u>      | <u>(1,583)</u> |
|   |       | <u>-</u>      | <u>(1,583)</u> |
| <b>Capital expenditure and financial investment</b>                             |       |               |                |
| Payments to acquire tangible fixed assets                                       |       | -             | -              |
| Payments to acquire fixed asset investments                                     |       | -             | (7)            |
| Receipts from disposals of fixed asset investments                              |       | -             | -              |
| <b>Net cash outflow from investing activities</b>                               |       | <u>-</u>      | <u>-</u>       |
| <b>Equity dividends paid</b>  |       |               |                |
| UK dividends paid   |       | <u>-</u>      | <u>-</u>       |
| <b>Net cash inflow / (outflow) before use of liquid resources and financing</b> |       | -             | -              |
| <b>Management of liquid resources</b>   |       |               |                |
| Increase in short term deposits with banks                                      |       | <u>-</u>      | <u>-</u>       |
| <b>Financing</b>  |       |               |                |
| Increase in borrowings  |       | <u>-</u>      | <u>-</u>       |
|   |       | <u>-</u>      | <u>-</u>       |
| <b>Movement in net cash</b>   | 16    | <u>-</u>      | <u>-</u>       |

# Doughty Hanson & Co IV Limited

## Notes to the financial statements for the year ended 31 December 2009

### 1 Accounting policies

#### **Basis of accounting**

These financial statements are prepared on the going concern basis, under the historical cost convention and in accordance with the Companies Act 2006 and applicable accounting standards. The principal accounting policies which have been applied consistently are set out below.

The headings and formats adopted in the profit and loss account have been adapted from those specified in the Companies Act 2006 as, in the opinion of the Directors, those adopted more appropriately reflect the nature of the Company's business.

#### **Fixed asset investments**

Investments are valued at cost less provision, if appropriate, for impairment.

#### **Limited Partnerships and Investments**

As at 31 December 2009, the Company managed four private equity Limited Partnerships in which it has a small participating interest, and for which it acts as the General Partner. Investments held through the Limited Partnerships are made with the express intention of capital appreciation.

Through the investments in the Limited Partnerships, the investee companies held by the Limited Partnerships could be considered technically to be subsidiaries. However, investments held by the Fund are not included in the Company Financial Statements since there are severe long term restrictions over the rights of the General Partner in relation to the Limited Partnerships.

#### **Deferred taxation**

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date. No provision is made for taxation on permanent differences. Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered. Deferred tax assets and liabilities recognised have not been discounted.

#### **Income recognition**

Partnership income is recognised as earned in accordance with the Limited Partnership Agreements from the date of signing the individual Limited Partnership Agreements.

#### **Preferential drawings**

Preferential drawings received are taxed when sufficient income and capital receipts are earned in the underlying Limited Partnerships of which the Company acts as General Partner. This timing difference gives rise to a deferred tax liability.

#### **Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at rates of exchange ruling at the end of the financial year. Transactions denominated in foreign currency are translated into sterling at the rate of exchange ruling on the date of transaction. Foreign exchange differences are taken to the profit and loss account in the year in which they arise.

# Doughty Hanson & Co IV Limited

## Notes to the financial statements for the year ended 31 December 2009

### 1 Accounting policies (continued)

#### Deferred income

Preferential drawings received from the Limited Partnership prior to the period to which they relate are accounted for as deferred income

### 2 Turnover

Income from Limited Partnerships represents preferential drawings and carried interest from the four Limited Partnerships constituting Doughty Hanson & Co IV

|                                  | 2009<br>£'000 | 2008<br>£'000 |
|----------------------------------|---------------|---------------|
| Income from Limited Partnerships | <u>15,634</u> | <u>9,486</u>  |

### 3 Profit on ordinary activities before taxation is stated after charging:

|  | 2009<br>£'000 | 2008<br>£'000 |
|--|---------------|---------------|
| Remuneration of the auditors                                   |               |               |
| Statutory audit  | 15            | 15            |
| Taxation advisory fees   | 2             | 8             |
| Management fee charged by Doughty Hanson & Co Managers Limited | 11,705        | 7,258         |

### 4 Employee information

There were no employees of the Company during the year. Services are provided to the Company by Doughty Hanson & Co Managers Limited, a fellow subsidiary.

### 5 Directors' emoluments

The emoluments of the Directors are paid by the parent company which makes no recharge to the Company. The Directors are also directors of the parent company and a number of fellow subsidiaries and it is not possible to make an accurate apportionment of their emoluments in respect of each of the subsidiaries. Accordingly, the above details include no emoluments in respect of the Directors. Their total emoluments are included in the aggregate of directors' emoluments included in the financial statements of the parent company.

# Doughty Hanson & Co IV Limited

## Notes to the financial statements for the year ended 31 December 2009

### 6 Taxation

|   | 2009<br>£'000 | 2008<br>£'000 |
|---|---------------|---------------|
| <b>Current tax</b>                          |               |               |
| UK Corporation tax                          | -             | -             |
| Adjustments in respect of prior years       | <u>-</u>      | <u>1,583</u>  |
|   | <u>-</u>      | <u>1,583</u>  |
| <b>Deferred tax (note 10)</b>               |               |               |
| Unutilised losses carried forward           | (2,971)       | -             |
| Short term timing differences               | 4,757         | 1,723         |
| Effect of foreign exchange movements        | 40            | -             |
| Effect of change in tax rate                | -             | (1)           |
| Adjustments in respect of prior years       | <u>(122)</u>  | <u>-</u>      |
|   | <u>1,704</u>  | <u>1,722</u>  |
| <b>Tax on profit on ordinary activities</b> | <u>1,704</u>  | <u>3,305</u>  |

The tax assessed for the year differs from the standard rate of United Kingdom corporation tax of 28% (2008 – 28.5%) The differences are explained below

|  | 2009<br>£'000 | 2008<br>£'000 |
|--|---------------|---------------|
| Profit on ordinary activities before tax   | <u>3,902</u>  | <u>2,168</u>  |
| Profit on ordinary activities multiplied by the standard rate of corporation tax in the United Kingdom of 28% (2008 – 28.5%) | 1,093         | 618           |
| Unutilised losses carried forward  | 2,971         | -             |
| Group relief surrendered   | 693           | 1,136         |
| Short term timing differences  | (4,757)       | (1,723)       |
| Permanent differences  | -             | (31)          |
| Adjustments in respect of prior years  | <u>-</u>      | <u>1,583</u>  |
| <b>Current tax charge for the year</b>   | <u>-</u>      | <u>1,583</u>  |

The standard rate of Corporation Tax in the UK changed from 30% to 28% with effect from 1 April 2008 Accordingly the Company's profits for the prior accounting period are taxed at an effective rate of 28.5%

### 7 Fixed asset investments

|             | 2009<br>£'000 | 2008<br>£'000 |
|-------------|---------------|---------------|
| Investments | <u>7</u>      | <u>7</u>      |

Investments represents a 1.519% share holding in Woodyard Limited, the Special Limited Partner in Doughty Hanson & Co IV

# Doughty Hanson & Co IV Limited

## Notes to the financial statements for the year ended 31 December 2009

### 7 Fixed asset investments (continued)

The Company has four wholly owned subsidiaries which act as nominees for the four Limited Partnerships constituting Doughty Hanson & Co IV. These subsidiaries are as follows:

Doughty Hanson & Co IV Nominees One Limited, a company incorporated in England  
Doughty Hanson & Co IV Nominees Two Limited, a company incorporated in England  
Doughty Hanson & Co IV Nominees Three Limited, a company incorporated in England  
Doughty Hanson & Co IV Nominees Four Limited, a company incorporated in England

The above nominee companies hold, as nominee, interests in a number of companies for the beneficial ownership of the Limited Partnerships of Doughty Hanson & Co IV together with the co-investment vehicles (collectively "Fund IV")

Investments held by the Fund are not included in the Company financial statements since there are severe long term restrictions over the rights of the General Partner in relation to the Limited Partnerships

### 8 Debtors

|  | 2009<br>£'000        | 2008<br>£'000        |
|--|----------------------|----------------------|
| Amounts owed by fellow subsidiary undertakings | 10,622               | 13,389               |
| Amount due from related undertaking            | 182                  | 191                  |
| Other debtors                                  | <u>4</u>             | <u>-</u>             |
|  | <b><u>10,808</u></b> | <b><u>13,580</u></b> |

Amounts owed by fellow subsidiary undertakings are repayable on demand and are interest free

### 9 Creditors: amounts falling due within one year

|                              | 2009<br>£'000       | 2008<br>£'000       |
|------------------------------|---------------------|---------------------|
| Sundry creditors             | 25                  | 25                  |
| Trade creditors              | 31                  | 2                   |
| Accruals and deferred income | <u>1,692</u>        | <u>8,395</u>        |
|                              | <b><u>1,748</u></b> | <b><u>8,422</u></b> |

# Doughty Hanson & Co IV Limited

## Notes to the financial statements for the year ended 31 December 2009

|    |   |                     |                     |
|----|---|---------------------|---------------------|
| 10 | <b>Provisions for liabilities and charges</b>   | <b>2009</b>         | <b>2008</b>         |
|    |   | <b>£'000</b>        | <b>£'000</b>        |
|    | <b>Deferred tax</b>   |                     |                     |
|    | Balance at 1 January  | 1,783               | 61                  |
|    | Profit and loss account   | <u>1,704</u>        | <u>1,722</u>        |
|    | <b>Balance</b>  | <b><u>3,487</u></b> | <b><u>1,783</u></b> |
|    | Deferred tax provided in the financial statements is as follows   |                     |                     |
|    |   | <b>2009</b>         | <b>2008</b>         |
|    |   | <b>£'000</b>        | <b>£'000</b>        |
|    | Unutilised losses carried forward   | (2,971)             | -                   |
|    | Short term timing differences   | <u>6,458</u>        | <u>1,783</u>        |
|    |   | <b><u>3,487</u></b> | <b><u>1,783</u></b> |
|    | There are no unprovided amounts   |                     |                     |
| 11 | <b>Share capital</b>  | <b>2009</b>         | <b>2008</b>         |
|    |   | £                   | £                   |
|    | <b>Authorised</b>   |                     |                     |
|    | 1,000 Ordinary Shares of £1 each  | <u>1,000</u>        | <u>1,000</u>        |
|    | <b>Allotted, called up and issued</b>   |                     |                     |
|    | 1 Ordinary Share of £1 each   | <u>1</u>            | <u>1</u>            |
|    | The Company was incorporated on 23 January 2003 with issued share capital of £1   |                     |                     |
| 12 | <b>Ultimate parent company</b>  |                     |                     |
|    | The ultimate parent company is DHC Limited, registered in the Cayman Islands, which trades from 45 Pall Mall, London SW1Y 5JG. The controlling parties are Nigel Doughty and Richard Hanson. DHC Limited and all of its subsidiary companies, other than overseas operating companies, are subject to UK Corporation Tax. Overseas operating subsidiaries are subject to taxation in Germany, USA, Sweden and Italy. The controlling parties are UK domiciled and therefore subject to UK taxation. |                     |                     |
| 13 | <b>Profit and loss account</b>  | <b>2009</b>         | <b>2008</b>         |
|    |   | <b>£'000</b>        | <b>£'000</b>        |
|    | Opening profit and loss account   | 3,382               | 4,519               |
|    | Profit / (loss) for the financial year  | <u>2,198</u>        | <u>(1,137)</u>      |
|    | Closing profit and loss account   | <b><u>5,580</u></b> | <b><u>3,382</u></b> |

# Doughty Hanson & Co IV Limited

## Notes to the financial statements for the year ended 31 December 2009

|    |  |  |  |  |
|----|--|--|--|--|
| 14 | <b>Reconciliation of movements in shareholder's funds</b>                              | <b>2009</b><br><b>£'000</b>                                  | <b>2008</b><br><b>£'000</b>                |  |
|    | Opening shareholder's funds  | 3,382  | 4,519                                      |  |
|    | Profit / (loss) for the financial year   | <u>2,198</u>   | <u>(1,137)</u>                             |  |
|    | Closing shareholder's funds  | <u>5,580</u>   | <u>3,382</u>                               |  |
| 15 | <b>Reconciliation of operating profit to net cash inflow from operating activities</b> | <b>2009</b><br><b>£'000</b>                                  | <b>2008</b><br><b>£'000</b>                |  |
|    | Operating profit   | 3,902  | 2,168                                      |  |
|    | Decrease / (increase) in debtors   | 2,772  | (7,347)                                    |  |
|    | (Decrease) / increase in creditors, accruals and deferred income                       | <u>(6,674)</u>   | <u>6,769</u>                               |  |
|    | Net cash inflow from operating activities  | <u>---</u>   | <u>1,590</u>                               |  |
| 16 | <b>Reconciliation to net cash</b>  | <b>2009</b><br><b>£'000</b>                                  | <b>2008</b><br><b>£'000</b>                |  |
|    | Net cash at 1 January  | -  | -  |  |
|    | Movement in net cash   | <u>---</u>   | <u>---</u>                                 |  |
|    | Net cash at 31 December  | <u>---</u>   | <u>---</u>                                 |  |
| 17 | <b>Reconciliation of movement in net cash</b>  | <b>At 1</b><br><b>January</b><br><b>2009</b><br><b>£'000</b> | <b>Cash</b><br><b>Flow</b><br><b>£'000</b> | <b>At 31</b><br><b>December</b><br><b>2009</b><br><b>£'000</b> |
|    | Cash at bank and in hand   | <u>---</u>   | <u>---</u>                                 | <u>---</u>   |
|    |  | <u>---</u>   | <u>---</u>                                 | <u>---</u>   |
| 18 | <b>Related parties</b>   |  |  |  |

The Company is the General Partner in the four Limited Partnerships constituting Doughty Hanson & Co IV. This entitles the Company to a share of income and capital distributions made in accordance with the Limited Partnership Agreements. During the year, the Company received £15,633,667 by way of preferential drawings (2008 - £8,729,725) and £nil (2008 - £755,787) by way of carried interest.

The Company settles expenses on behalf of The Fund and recharges these to the Fund. During the year £1,265,554 (2008 - £1,054,932) has been recharged in relation to such expenses and at 31 December 2009 £182,149 (2008 - £190,929) was due from the Fund.

A management fee for the year of £11,705,219 (2008 - £7,258,413) is payable by the Company to Doughty Hanson & Co Managers Limited in respect of the provision of investment management services relating to the Fund. This balance is not specifically settled and becomes part of the ongoing intercompany trading balance between the two group entities on which no interest is payable. At 31 December 2009 a balance of £10,622,493 (2008 - £13,389,193) was due from Doughty Hanson & Co Managers Limited.