

CONSOLIDATED PROFIT & LOSS ACCOUNT
For the 6 months ended 30 June 2002

| | 6 months to 30 June 2002 £'million (unaudited) | 6 months to 30 June 2001 £'million (unaudited) | Year to 31 December 2001 £'million (audited) |
|--------------------------|---|---|---|
| Notes | | | |
| Turnover | 69.7 | 81.7 | 165.8 |
| Cost of Sales - ordinary | (40.9) | (47.3) | (93.1) |

| | | | | |
|--|---|--------|--------|---------|
| Cost of Sales - exceptional | 2 | 2.2 | (0.4) | (5.2) |
| Gross Profit | | 31.0 | 34.0 | 67.5 |
| Net operating expenses - ordinary | | (38.5) | (43.4) | (85.1) |
| Net operating expenses - exceptional | 2 | (0.4) | — | (0.8) |
| Operating loss | | (7.9) | (9.4) | (18.4) |
| Profit/(Loss) on disposals | 3 | 1.0 | — | (0.9) |
| Loss on ordinary activities before interest | | (6.9) | (9.4) | (19.3) |
| Net interest payable and similar charges - ordinary | | (0.5) | (1.1) | (1.9) |
| Net interest payable and similar charges - exceptional | 2 | (0.3) | — | — |
| Loss on ordinary activities before taxation | | (7.7) | (10.5) | (21.2) |
| Taxation | | (0.3) | — | (0.8) |
| Loss on ordinary activities after taxation | | (8.0) | (10.5) | (22.0) |
| Equity minority interests | | (0.1) | (0.4) | (0.4) |
| Loss absorbed for the period | | (8.1) | (10.9) | (22.4) |
| Loss per share | 4 | (3.3p) | (9.1p) | (18.7p) |
| Diluted loss per share | 4 | (3.3p) | (9.1p) | (18.7p) |
| Adjusted loss per share* | 5 | (3.7p) | (9.1p) | (18.0p) |

The above results are derived from continuing operations. The results of the Caithness Glass operation, disposed in 2001, have not been separately disclosed as they are not material to the results.

* Adjusted to exclude profit/(loss) on disposals.

CONSOLIDATED BALANCE SHEET
As at 30 June 2002

| | Notes | 30 June 2002 £'million (unaudited) | 30 June 2001 £' million (unaudited) | 31 December 2001 £'million (audited) |
|---|-------|---|--|---|
| Fixed assets: | | | | |
| Intangible assets | 6 | 1.1 | — | — |
| Tangible assets | | 33.4 | 41.5 | 36.3 |
| Investments | | 0.2 | 0.2 | — |
| | | 34.7 | 41.7 | 36.3 |
| Current assets: | | | | |
| Stocks | | 40.9 | 55.0 | 43.3 |
| Debtors: amounts falling due after more than one year | | 18.7 | 0.2 | 22.7 |
| Debtors: amounts falling due within one year | | 3.9 | 3.8 | 5.9 |
| Cash at bank and in hand | | 63.5 | 81.9 | 71.9 |
| Creditors: amounts falling due within one year: | | | | |
| Other | | (18.9) | (24.6) | (26.5) |
| Borrowings | 7 | (2.0) | (34.7) | (30.1) |
| | | (20.9) | (59.3) | (56.6) |
| Net current assets | | 42.6 | 22.6 | 15.3 |
| Total assets less current liabilities | | 77.3 | 64.3 | 51.6 |
| Creditors: amounts falling due after more than one year: | | | | |
| Other | 7 | (0.2) | (1.0) | (0.8) |
| Borrowings | | (16.9) | (0.2) | (0.1) |
| | | (17.1) | (1.2) | (0.9) |
| Provisions for liabilities and charges | | (7.1) | (9.5) | (7.8) |
| Net assets | | 53.1 | 53.6 | 42.9 |

| | | | | |
|----------------------------|---|--------|--------|--------|
| Capital and reserves: | | | | |
| Called up share capital | | 85.6 | 83.1 | 83.1 |
| Share premium account | | 50.1 | 33.9 | 33.9 |
| Capital reserve | | 1.1 | 1.1 | 1.1 |
| Profit and loss account | | (84.8) | (66.1) | (76.4) |
| Equity shareholders' funds | 8 | 52.0 | 52.0 | 41.7 |
| Equity minority interests | | 1.1 | 1.6 | 1.2 |
| | | 53.1 | 53.6 | 42.9 |