

Dignity Finance PLC

Interim Results Announcement

29 June 2012

Registered number: 04488292

Dignity Finance PLC

Interim Results Announcement for the period ended 29 June 2012

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Dignity Finance PLC

Interim Management Report for the 26 week period ended 29 June 2012

The directors present their report and the unaudited financial statements of Dignity Finance PLC ('the Company') for the 26 week period ended 29 June 2012. The Company is a subsidiary of Dignity plc and a member of the Dignity plc group ('the Dignity Group').

The company registration number of Dignity Finance PLC is 04488292.

Principal activities

The principal activity of the Company is that of a finance company.

Business review

The directors of Dignity plc manage the Group's operations on a divisional basis. For this reason, the Company's directors believe that analysis using key performance indicators for the Company is not necessary or appropriate for an understanding of the development, performance or position of the business of the Company. The development, performance and position of the Group, which includes the Company, is discussed within the business and financial review section of the Group's 2012 interim report, which does not form part of this report.

Risks

From the perspective of the Company, the principal risks and uncertainties are integrated with the principal risks of the Dignity Group and are not managed separately. Accordingly, the principal risks and uncertainties of the Dignity Group, which include those of the Company, are discussed within the Principal risks and uncertainties report of the Dignity Group's 2011 annual report and the Dignity Group's 2012 interim report, which do not form part of this report.

All risks are managed by the directors of Dignity plc on a group basis. Details of the risks and how they are managed are discussed within the Principal risks and uncertainties report of the Dignity Group's 2011 annual report and the Dignity Group's 2012 interim report, which do not form part of this report.

Financial risk management

Treasury policy

The Company's objective is to raise external finance for the Dignity Group. The Company manages its funding requirements by the careful selection of appropriate financing methods. This approach seeks to minimise interest rate fluctuations.

It is not the Company's policy to actively trade in derivatives.

Interest rate risk

The Company's aim is to minimise the effects of interest rate fluctuations. Apart from cash, which is classed as floating, 100% (2011: 100%) of the financial liabilities carried interest at fixed rates.

Dignity Finance PLC

Interim Management Report for the 26 week period ended 29 June 2012 (continued)

Financial risk management (continued)

Liquidity risk

The Company's objective is to raise external finance for the Dignity Group and consequently seeks to maintain a balance between certainty of funding and a flexible, cost-effective borrowings structure. It therefore seeks facilities that have, for the most part, a maturity of five years or longer.

Currency risk

All the Company's financial assets and liabilities are denominated in Sterling.

Credit risk

The Company uses well-established financial institutions or debt securities with high credit ratings.

Forward-looking statements

Certain statements in this Interim Management Report are forward-looking. Although the Board believes that the expectations reflected in these forward-looking statements are reasonable, it can give no assurance that these expectations will prove to have been correct. Because these statements involve risks and uncertainties, actual results may differ materially from those expressed or implied by these forward-looking statements.

Results and dividends

The profits for the period are shown on page 4. No dividend (June 2011: £nil) was declared or paid by the Company in the period.

Directors' indemnities

During the period, the Group maintained liability insurance for its Directors and Officers. The Directors of this company have the benefit of this indemnity provision in the Group's Articles of Association. The indemnity provision, which is a qualifying third-party indemnity provision as defined by section 234 of the Companies Act 2006, was in force throughout the period and is currently in force.

Directors

The directors of Dignity Finance PLC and their functions are listed below:

M K McCollum – Chief Executive
S L Whittern – Finance Director
A R Davies – Operations Director
R H Portman – Corporate Services Director

Dignity Finance PLC

Interim Management Report for the 26 week period ended 29 June 2012 (continued)

Payment policy

The Company does not directly make any payments and consequently, the average creditor payment period of the Company at 29 June 2012 was nil days (2011: nil days).

Statement of directors' responsibilities

The directors are responsible for preparing the Interim Results Announcement 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 those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and 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 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.

The Directors confirm to the best of their knowledge that:

The interim condensed financial statements have been prepared in accordance with IAS 34 as adopted by the European Union; and

The Interim Management Report includes a fair review of the information as required by:

DTR 4.2.7R of the Disclosure and Transparency Rules, being an indication of important events that have occurred during the first half of 2012 and their impact on the interim condensed financial statements; and a description of the principal risks and uncertainties for the remaining second half of the year; and

DTR 4.2.8R of the Disclosure and Transparency Rules, being related party transactions that have taken place in the first half of 2012 and any material changes in the related party transactions described in the last annual report.

By order of the Board

S L Whittern
Finance Director

Dignity Finance PLC

Profit and loss account (unaudited) for the 26 week period ended 29 June 2012

| | | 26 week period ended 29 June 2012 | 26 week period ended 1 July 2011 |
|--|------|---|--|
| | Note | £'000 | £'000 |
| Operating result | 3 | - | - |
| Interest receivable and similar income | 4 | (12,728) | 13,001 |
| Interest payable and similar charges | 4 | 12,713 | (12,985) |
| Net interest receivable and similar income | 4 | 15 | 16 |
| Profit on ordinary activities before taxation | | 15 | 16 |
| Tax on profit on ordinary activities | 5 | (4) | - |
| Profit for the financial period | 12 | 11 | 16 |

The profits have been derived wholly from continuing activities.

Statement of total recognised gains and losses

There were no other recognised gains or losses other than those included within the profit for the period, as shown above. Therefore no separate statement of total recognised gains and losses has been presented.

Note of historical profit and loss

There is no material difference between the results disclosed in the profit and loss account and the results on an unmodified cost basis.

Dignity Finance PLC

Balance sheet (unaudited) as at 29 June 2012

| | Note | 29 June 2012 £'000 | 30 December 2011 (audited) £'000 |
|--|------|--------------------------|---|
| Current assets | | | |
| Debtors (including £320,052,000 (30 December 2011: £325,163,000)) due after more than one year | 6 | 330,162 | 334,975 |
| Cash at bank and in hand | | 54 | 39 |
| Total current assets | | 330,216 | 335,014 |
| Creditors: amounts falling due within one year | 7 | (10,072) | (9,770) |
| Net current assets | | 320,144 | 325,244 |
| Creditors: amounts falling due after more than one year | 8 | (320,052) | (325,163) |
| Net assets | | 92 | 81 |
| Capital and reserves | | | |
| Called up share capital | 10 | 50 | 50 |
| Profit and loss reserve | 11 | 42 | 31 |
| Shareholders' funds | 12 | 92 | 81 |

The financial statements on pages 4 to 16 were approved by the board of directors on and were signed on its behalf by:

S L Whittern
Director

Dignity Finance PLC

Registered number: 04488292

Dignity Finance PLC

Notes to the financial statements (unaudited) for the 26 week period ended 29 June 2012

1 Principal accounting policies

Basis of accounting

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

The Company has taken advantage of the exemptions contained within Financial Reporting Standard ('FRS') 1 (revised 1996), 'Cash flow statements' and has not prepared a cash flow statement, as the Company is included in the consolidated accounts of Dignity plc, which include a consolidated cash flow statement.

The Company is a wholly owned subsidiary of Dignity plc and has taken advantage of the exemption provided within FRS 8, Related Party Disclosures, not to disclose transactions with subsidiary undertakings, whose voting rights are wholly controlled within the Group.

Taxation including deferred taxation

Deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, except that deferred tax assets are only recognised to the extent that they are regarded as more likely than not to be recoverable.

Deferred tax is measured at the tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted, by the balance sheet date. Deferred tax is measured on a non-discounted basis.

Financial Instruments

Debt finance

All borrowings and loans are stated at the fair value of consideration received or paid after deduction of issue costs. The issue costs and interest payable or receivable on debt finance are charged / credited to the profit and loss account, as finance costs or income, on a constant-yield basis over the term of the borrowings, or over a shorter period where it is more likely than not that the lender will require earlier repayment using the effective interest method.

Early termination costs

Premiums and discounts arising on the early repayment of borrowings are written-off to the profit and loss account as incurred.

Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and demand deposits.

Dividends Policy

Dividends payable are only recognised when they are appropriately approved.

2 Turnover

The Company is a finance company and has no turnover (2011: £nil).

3 Operating result

Auditors' remuneration is borne by a fellow subsidiary of the Group, and are not material to disclose separately.

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Notes to the financial statements (unaudited) for the 26 week period ended 29 June 2012 (continued)

4 Net interest receivable and similar income

| | 26 week period ended 29 June 2012 | 26 week period ended 1 July 2011 |
|---|--|---|
| | £'000 | £'000 |
| Release of premium on secured loan notes | 954 | 977 |
| Other finance income | 217 | 223 |
| Interest receivable on intercompany loans | 11,557 | 11,801 |
| Interest receivable and similar income | 12,728 | 13,001 |
| Interest payable on secured loan notes | (11,542) | (11,785) |
| Release of premium on intercompany loan | (954) | (977) |
| Amortisation of issue costs | (217) | (223) |
| Interest payable and similar charges | (12,713) | (12,985) |
| Net interest receivable and similar income | 15 | 16 |

5 Tax on profit on ordinary activities

| | 26 week period ended 29 June 2012 | 26 week period ended 1 July 2011 |
|---|--|---|
| | £'000 | £'000 |
| Current tax – current period | 4 | - |
| Tax charge on profit on ordinary activities | 4 | - |

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Notes to the financial statements (unaudited) for the 26 week period ended 29 June 2012 (continued)

6 Debtors

| | 29 June 2012 | 30 December 2011 |
|---|-------------------------|---------------------|
| | £'000 | £'000 |
| Amounts falling due within one year | | |
| Called up share capital not paid | 37 | 37 |
| Amounts owed by group undertakings | 10,073 | 9,775 |
| | 10,110 | 9,812 |
| Amounts falling due after more than one year | | |
| Amounts owed by group undertakings | 320,052 | 325,163 |

On 11 April 2003, the Company used the proceeds of the A notes and the B notes described in note 8 to loan Dignity (2002) Limited, a fellow group company, £210,000,000. The issue costs charged to Dignity (2002) Limited totalled £8,733,000 and are being released to the profit and loss account over the period of the loan. In order to show the Company's net debtor, the loan and the issue costs have been offset.

On 21 February 2006, the Company used the proceeds of the £45,550,000 Class A secured notes (the 'Further A notes'), £32,500,000 Class B secured notes (the 'Further B notes') and the premium on the Further A notes of £3,589,000 and Further B notes of £10,680,000 described in note 8 to loan Dignity (2002) Limited, a fellow group company. There were no costs associated with the raising of this debt.

On 27 September 2010, the Company used the proceeds of the £48,650,000 Class A Secured Notes (the 'Second Further A notes'), £33,100,000 Class B Secured Notes (the 'Second Further B notes') and the premium on the Second Further A notes of £5,721,000 and Second Further B notes of £8,156,000 described in note 8 to loan Dignity (2002) Limited, a fellow group Company. There were no costs associated with the raising of this debt.

The terms of both intercompany loans described above mirror the terms of the A notes and the B notes (as described in note 8), except that interest accrues at a rate which is 0.01% higher than the A notes, the B notes, the Further A notes, the Further B notes, the Second Further A notes and the Second Further B notes.

7 Creditors: amounts falling due within one year

| | 29 June 2012 | 30 December 2011 |
|---------------------------------------|-------------------------|---------------------|
| | £'000 | £'000 |
| Corporation tax | 4 | 2 |
| Class A Secured Notes (see note 8) | 8,199 | 7,873 |
| Premium on Secured Notes (see note 8) | 1,869 | 1,895 |
| | 10,072 | 9,770 |

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Notes to the financial statements (unaudited) for the 26 week period ended 29 June 2012 (continued)

8 Creditors: amounts falling due after more than one year

| | 29 June 2012 | 30 December 2011 |
|-----------------------------|-------------------------|---------------------|
| | £'000 | £'000 |
| Class A and B Secured Notes | 300,929 | 305,112 |
| Premium on Secured Notes | 19,123 | 20,051 |
| | 320,052 | 325,163 |

On 11 April 2003, the Company issued £110,000,000 Class A secured notes (the 'A notes') and £100,000,000 Class B secured notes (the 'B notes').

The A notes carry interest at 6.31%, payable half yearly in arrears. The A notes are repayable in instalments ending in December 2023. The issue costs of the A notes totalled £4,574,000. The B notes carry interest at 8.151%, payable half yearly in arrears. The B notes are repayable in instalments ending in December 2030. The issue costs of the B notes totalled £4,159,000.

In order to show the Company's net borrowing, the notes and the issue costs have been offset. Both the A notes and the B notes are secured by first ranking security in respect of the undertakings and assets of Dignity (2002) Limited and its subsidiaries.

At 29 June 2012, £79,648,000 of the principal of the A notes and £100,000,000 of the principal of the B notes was outstanding (30 December 2011: £81,842,000 and £100,000,000).

At 29 June 2012, £1,717,000 and £2,611,000 of the issue costs in respect of the A notes and the B notes respectively remained unamortised (30 December 2011: £1,848,000 and £2,696,000).

On 21 February 2006, the Company issued £45,550,000 Class A secured notes (the 'Further A notes') and £32,500,000 Class B secured notes (the 'Further B notes').

There were no costs associated with the raising of this debt.

The Further A notes and Further B notes were issued at a premium of £3,589,000 and £10,680,000 respectively, which is being released in proportion to the interest cost in the notes. At 29 June 2012, £1,682,000 and £7,513,000 respectively remained unamortised (30 December 2011: £1,812,000 and £7,756,000).

At 29 June 2012, £32,982,000 of the principal of the Further A notes and £32,500,000 of the principal of the Further B notes was outstanding (30 December 2011: £33,890,000 and £32,500,000).

On 27 September 2010, the Company issued £48,650,000 Class A Secured Notes (the 'Second Further A notes') and £33,100,000 Class B Secured Notes (the 'Second Further B notes').

There were no costs associated with the raising of this debt.

The Second Further A notes and Second Further B notes were issued at a premium of £5,721,000 and £8,156,000 respectively, which is being released in proportion to the interest cost in the notes. At 29 June 2012, £4,475,000 and £7,322,000 respectively remain unamortised (30 December 2011: £4,819,000 and £7,559,000).

At 29 June 2012, £35,226,000 of the principal of the Second Further A notes and £33,100,000 of the principal of the Second Further B notes was outstanding (30 December 2011: £36,197,000 and £33,100,000).

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Notes to the financial statements (unaudited) for the 26 week period ended 29 June 2012 (continued)

9 Financial instruments

Fair values of non-derivative financial assets and financial liabilities

Where market values are not available, fair values of financial assets and financial liabilities have been calculated by discounting expected future cash flows at relevant interest rates. The carrying values of short term borrowings approximate to book value.

Fair value estimation

On 1 January 2009, the Company adopted the amendment to FRS 29 for financial instruments that are measured in the balance sheet at fair value. This requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

All assets and liabilities are held at amortised cost and disclosed using level 1, other than intercompany loans that are disclosed using level 2.

(a) Fair value of current and non-current financial assets and liabilities

| | 29 June 2012 | | 30 December 2011 | |
|---|--------------|------------|------------------|------------|
| | Book value | Fair value | Book value | Fair value |
| | £'000 | £'000 | £'000 | £'000 |
| Long term borrowings | (320,052) | (412,531) | (325,163) | (412,029) |
| Fair values of other financial assets and financial liabilities: | | | | |
| Primary financial instruments held or issued to finance the group's operations: | | | | |
| Short term borrowings | (10,068) | (11,858) | (9,768) | (11,392) |
| Amounts owed by group undertakings | 330,162 | 428,799 | 334,975 | 428,049 |
| Cash and cash equivalents | 54 | 54 | 39 | 39 |

The fair value of the class A and B secured notes are based on the closing price as quoted on the Irish Stock Exchange.

The trade and other receivables includes an intercompany loan of £334,448,000 (30 December 2011: £339,475,000) which relates to the fair value of the Class A and B notes, adjusted for the margin chargeable under the IBLA.

Dignity Finance PLC

Notes to the financial statements (unaudited) for the 26 week period ended 29 June 2012 (continued)

9 Financial instruments (continued)

(b) Financial instruments held for trading purposes and hedges

The Company has no financial instruments held as hedges. The Company does not trade in financial instruments.

(c) Interest risk rate of financial assets and liabilities

The interest rate risk profile of the Company's financial liabilities was as follows:

| | Total | Floating rate financial liabilities | Fixed rate financial liabilities | Financial liabilities on which no interest is paid |
|--|----------------|---|--|--|
| | £'000 | £'000 | £'000 | £'000 |
| Financial liabilities at 29 June 2012 | 330,120 | - | 309,128 | 20,992 |
| Financial liabilities at 30 December 2011 | 334,931 | - | 312,985 | 21,946 |

All the Company's creditors falling due within one year (other than bank and other borrowings) are excluded from the above table due to the exclusion of short-term items.

Interest rate composition of financial liabilities

| | Fixed rate financial liabilities | Financial liabilities on which no interest is paid |
|---|---|---|
| Sterling | Weighted average interest rate | Weighted average period for which rate is fixed |
| | % | Years |
| Financial liabilities 29 June 2012 | 7.3 | 15.3 |
| Financial liabilities at 30 December 2011 | 7.3 | 15.7 |

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Notes to the financial statements (unaudited) for the 26 week period ended 29 June 2012 (continued)

9 Financial instruments (continued)

(c) Interest risk rate of financial assets and liabilities (continued)

The interest rate risk profile of the Company's financial assets was as follows:

| | Total | Floating rate financial assets | Fixed rate financial assets | Financial assets on which no interest is paid |
|---|----------------|--------------------------------------|-----------------------------------|---|
| | £'000 | £'000 | £'000 | £'000 |
| Financial assets at 29 June 2012 | 330,216 | 54 | 330,120 | 42 |
| Financial assets at 30 December 2011 | 335,014 | 39 | 334,931 | 44 |

The fixed rate financial assets includes an intercompany loan to the Company's intermediate parent company, Dignity (2002) Limited, of £334,448,000 (30 December 2011: £339,475,000) which relates to the fair value of the Class A and B notes, adjusted for the margin chargeable under the IBLA.

(d) Maturity of financial liabilities

The tables below analyse the Company's financial liabilities, which will be settled on a net basis into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts disclosed in the tables are the contractual undiscounted cash flows, including interest costs yet to be incurred.

29 June 2012

| | In less than one year | In more than one year but not more than two years | In more than two years but not more than three years | In more than three years but not more than five years | In more than five years | Total |
|--|--------------------------|--|---|--|-------------------------------|----------------|
| | £'000 | £'000 | £'000 | £'000 | £'000 | £'000 |
| Cash liabilities | | | | | | |
| Class A and B Secured Notes (gross) | 8,621 | 9,297 | 10,023 | 22,454 | 263,061 | 313,456 |
| Interest payable on Notes | 22,694 | 22,140 | 21,542 | 41,101 | 163,123 | 270,600 |
| Total | 31,315 | 31,437 | 31,565 | 63,555 | 426,184 | 584,056 |

Dignity Finance PLC

Notes to the financial statements (unaudited) for the 26 week period ended 29 June 2012 (continued)

9 Financial instruments (continued)

(d) Maturity of financial liabilities (continued)

30 December 2011

| | In less than one year | In more than one year but not more than two years | In more than two years but not more than three years | In more than three years but not more than five years | In more than five years | Total |
|--|--------------------------|--|---|--|-------------------------------|----------------|
| | £'000 | £'000 | £'000 | £'000 | £'000 | £'000 |
| Cash liabilities | | | | | | |
| Class A and B Secured Notes (gross) | 8,302 | 8,953 | 9,653 | 21,625 | 268,996 | 317,529 |
| Interest payable on Notes | 22,956 | 22,422 | 21,846 | 41,782 | 173,134 | 282,140 |
| Total | 31,258 | 31,375 | 31,499 | 63,407 | 442,130 | 599,669 |

The amounts disclosed in the tables below represent the anticipated amortisation profile for the issue costs and premium relating to the issue of the A and B Secured Notes.

29 June 2012

| | In less than one year | In more than one year but not more than two years | In more than two years but not more than three years | In more than three years but not more than five years | In more than five years | Total |
|-----------------------------|-----------------------------|--|---|--|----------------------------|---------------|
| | £'000 | £'000 | £'000 | £'000 | £'000 | £'000 |
| Non-cash liabilities | | | | | | |
| Issue costs | 422 | 407 | 390 | 727 | 2,382 | 4,328 |
| Premium on Secured Notes | (1,869) | (1,814) | (1,755) | (3,315) | (12,239) | (20,992) |
| Total | (1,447) | (1,407) | (1,365) | (2,588) | (9,857) | 16,664 |

30 December 2011

| | In less than one year | In more than one year but not more than two years | In more than two years but not more than three years | In more than three years but not more than five years | In more than five years | Total |
|-----------------------------|--------------------------|--|---|--|----------------------------|-----------------|
| | £'000 | £'000 | £'000 | £'000 | £'000 | £'000 |
| Non-cash liabilities | | | | | | |
| Issue costs | 429 | 415 | 399 | 745 | 2,556 | 4,544 |
| Premium on Secured Notes | (1,895) | (1,842) | (1,785) | (3,382) | (13,042) | (21,946) |
| Total | (1,466) | (1,427) | (1,386) | (2,637) | (10,486) | (17,402) |

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Notes to the financial statements (unaudited) for the 26 week period ended 29 June 2012 (continued)

9 Financial instruments (continued)

(e) Trade receivables

The Company has no trade receivables at the beginning or at the end of the period.

(f) Borrowing facilities

The Company has the following undrawn committed borrowing facilities available at 29 June 2012, all of which were at floating interest rates, in respect of which all conditions precedent had been met at that date:

| | 29 June 2012 | 30 December 2011 |
|------------------------------------|-------------------------|---------------------|
| | £'000 | £'000 |
| Expiring within one year | 55,000 | 50,000 |
| Expiring between one and two years | - | 5,000 |
| | 55,000 | 55,000 |

£50,000,000 of the amount above is a liquidity facility relating to the Class A and B Secured Notes. This facility may only be used to repay interest and principal on the Secured Notes in the event of insufficient cash to service these instruments. The facility is subject to annual renewal. However, if the bank providing the facility does not renew it, then the provider is required to place £50,000,000 in a bank account, which the Company may access as if it represented a borrowing facility on the same terms. The facility is available on these terms until the Secured Notes have been repaid in full.

The remaining £5,000,000 facility expires in April 2013. Both these facilities incur commitment fees at market rates.

10 Called up share capital

| | 29 June 2012 | 30 December 2011 |
|--|-------------------------|---------------------|
| | £'000 | £'000 |
| Allotted, called up and not fully paid | | |
| 50,000 Ordinary shares of £1 each (two shares fully paid, 49,998 quarter paid) | 50 | 50 |

The amount of paid up share capital at 29 June 2012 was £12,502 (30 December 2011: £12,502).

Dignity Finance PLC

Notes to the financial statements (unaudited) for the 26 week period ended 29 June 2012 (continued)

11 Profit and loss reserve

| | £'000 |
|---|-----------|
| Profit as at 31 December 2010 | 36 |
| Profit for 26 weeks ended 1 July 2011 | 16 |
| Profit as at 1 July 2011 | 52 |
| Profit for 26 weeks ended 30 December 2011 | 14 |
| Dividends paid | (35) |
| Profit as at 30 December 2011 | 31 |
| Profit for 26 weeks ended 29 June 2012 | 11 |
| Profit as at 29 June 2012 | 42 |

In December 2011, the Company paid a dividend of £35,000 (£0.70 per Ordinary Share).

12 Reconciliation of movements in shareholders' funds

| | £'000 |
|---|-----------|
| Shareholders' funds as at 31 December 2010 | 86 |
| Profit for 26 weeks ended 1 July 2011 | 16 |
| Shareholders' funds as at 1 July 2011 | 102 |
| Profit for 26 weeks ended 30 December 2011 | 14 |
| Dividends paid | (35) |
| Shareholders' funds as at 30 December 2011 | 81 |
| Profit for 26 weeks ended 29 June 2012 | 11 |
| Shareholders' funds as at 29 June 2012 | 92 |

Dignity Finance PLC

Notes to the financial statements (unaudited) for the 26 week period ended 29 June 2012 (continued)

12 Ultimate parent company and controlling party

The Company's ultimate holding company and controlling party at 29 June 2012 and 30 December 2011 was Dignity plc.

The parent company of the smallest group in which the financial statements of the Company are consolidated is Dignity (2002) Limited. Copies of the consolidated financial statements of the Dignity (2002) Limited group are available from 4 King Edwards Court, King Edwards Square, Sutton Coldfield, West Midlands, B73 6AP.

The parent company of the largest group in which financial statements of the Company are consolidated is Dignity plc. Copies of the consolidated financial statements of Dignity plc are available from 4 King Edwards Court, King Edwards Square, Sutton Coldfield, West Midlands, B73 6AP, the Company's Registered office.

The immediate parent company is Dignity Finance Holdings Limited.