

LLOYD & WHYTE PORTUGAL LIMITED
(formerly Brendon (Personal Insurance) Services Limited)

COMPANY NUMBER: 1951502

REPORTS AND UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2004

WHITES
Chartered Accountants
9 The Crescent
TAUNTON
Somerset
TA1 4EA



LLOYD & WHYTE PORTUGAL LIMITED
(formerly Brendon (Personal Insurance) Services Limited)

DIRECTORS

M A Pyke
Mrs A J Barden
D C Harris
M M Pyke

SECRETARY

D C Harris

REGISTERED OFFICE

9 The Crescent
TAUNTON
Somerset
TA1 4EA

REPORTS AND ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2004

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LLOYD & WHYTE PORTUGAL LIMITED
(formerly Brendon (Personal Insurance) Services Limited)

REPORT OF THE DIRECTORS

The directors present their report with the accounts of the company for the year ended 31 December 2004.

PRINCIPAL ACTIVITY

The principal activity of the company is that of insurance broking. All trade was carried out in Portugal.

On 23 September 2005, the company changed its name from Brendon (Personal Insurance) Services Limited to Lloyd & Whyte Portugal Limited.

DIRECTORS

The directors in office during the year and their beneficial interests in the issued ordinary share capital were as follows:

	Ordinary Shares of £1 each	
	31 December 2004	1 January 2004
M A Pyke	-	100
Mrs A J Barden	-	-
D C Harris	-	-
M M Pyke	-	-

SMALL COMPANY EXEMPTIONS

The directors' report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

BY ORDER OF THE BOARD:



.....
D C Harris
Secretary

LLOYD & WHYTE PORTUGAL LIMITED
(formerly Brendon (Personal Insurance) Services Limited)

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2004

	Note	2004 £	2003 £
TURNOVER	2	107,204	89,927
Administrative expenses		(123,802)	(103,381)
Other operating income		2,960	1,517
		<hr/>	<hr/>
OPERATING LOSS	3	(13,638)	(11,937)
Write off of inter-company loan		130,041	-
Interest received		-	93
Interest payable		(809)	(422)
		<hr/>	<hr/>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		115,594	(12,266)
Taxation		(1,817)	(5,081)
		<hr/>	<hr/>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION		113,777	(17,347)
Retained loss at 1 January 2004		(93,828)	(76,481)
		<hr/>	<hr/>
RETAINED PROFIT/(LOSS) AT 31 DECEMBER 2004		<u>19,949</u>	<u>(93,828)</u>

LLOYD & WHYTE PORTUGAL LIMITED
(formerly Brendon (Personal Insurance) Services Limited)

BALANCE SHEET AS AT 31 DECEMBER 2004

	Note	2004 £	2003 £
FIXED ASSETS			
Tangible assets	4	16,260	6,669
CURRENT ASSETS			
Debtors	5	16,033	16,000
Cash at bank and in hand		28,313	20,139
		<hr/>	<hr/>
		44,346	36,139
CREDITORS: amounts falling due within one year	6	(40,557)	(136,536)
		<hr/>	<hr/>
NET CURRENT ASSETS/ (LIABILITIES)		3,789	(100,397)
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		20,049	(93,728)
		<hr/>	<hr/>
CAPITAL AND RESERVES			
Called-up share capital	7	100	100
Profit and loss account		19,949	(93,828)
		<hr/>	<hr/>
		20,049	(93,728)
		<hr/>	<hr/>

LLOYD & WHYTE PORTUGAL LIMITED
(formerly Brendon (Personal Insurance) Services Limited)

BALANCE SHEET AS AT 31 DECEMBER 2004
(Continued)

The financial statements were approved by the board of directors on 14.11.05

For the year in question, the company was entitled to exemption from an audit under Section 249A(1) of the Companies Act 1985. No notice has been deposited under Section 249B(2) of the Act in relation to the accounts for the financial year. The directors acknowledge their responsibilities for:

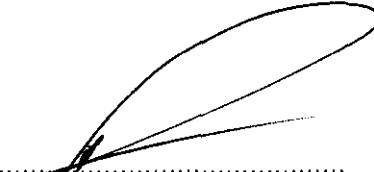
- a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985; and
- b) preparing accounts which give a true and fair view of the state of affairs of the company, as at the end of the financial year, and of its profit or loss for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities (effective June 2002).

APPROVED BY THE BOARD:



M A Pyke
Director



M M Pyke
Director

LLOYD & WHYTE PORTUGAL LIMITED
(formerly Brendon (Personal Insurance) Services Limited)

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2004

I ACCOUNTING POLICIES

a) Basis of Accounting

The accounts have been prepared under the historical cost convention.

b) Turnover

Turnover is represented by brokerage and interest receivable. Brokerage is recognised when the premium becomes payable by the client.

c) Tangible Fixed Assets

Depreciation is provided using the reducing-balance method, at the following rates:

Motor car	- 25% per annum
Furniture and equipment	- 20% per annum

d) Deferred Taxation

Deferred taxation is provided using the liability method at the current rate of corporation tax in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

e) Foreign Currency Transactions

Transactions in foreign currencies are recorded at an average rate for the year.

Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

2 TURNOVER

The income and profit before taxation is attributable to the one principal activity of the company. All trading activities are carried out in Portugal.

LLOYD & WHYTE PORTUGAL LIMITED
(formerly Brendon (Personal Insurance) Services Limited)

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2004
(Continued)

	2004 £	2003 £
3 OPERATING LOSS		
This is stated after charging:		
Directors remuneration	11,025	10,876
Depreciation of tangible fixed assets	4,831	1,697
Profit on disposal of fixed assets	(782)	-
Exchange (gains)/losses	377	(2,321)
	<hr/>	<hr/>

Benefits are accruing to one director under a money purchase pension scheme.

LLOYD & WHYTE PORTUGAL LIMITED
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NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2004
(Continued)

4 TANGIBLE ASSETS

	Motor Car £	Furniture and Equipment £	Total £
Cost			
At 1 January 2004	2,709	14,131	16,840
Additions	12,256	2,527	14,783
Disposals	(2,709)	-	(2,709)
	<hr/>	<hr/>	<hr/>
At 31 December 2004	12,256	16,658	28,914
	<hr/>	<hr/>	<hr/>
Depreciation			
At 1 January 2004	2,348	7,823	10,171
Charge for year	3,064	1,767	4,831
Eliminated on disposal	(2,348)	-	(2,348)
	<hr/>	<hr/>	<hr/>
At 31 December 2004	(3,064)	(9,590)	(12,654)
	<hr/>	<hr/>	<hr/>
Net Book Values			
At 31 December 2004	9,192	7,068	16,260
	<hr/>	<hr/>	<hr/>
At 31 December 2003	361	6,308	6,669
	<hr/>	<hr/>	<hr/>

The net book value of assets held under hire purchase agreements as at the balance sheet date is £9,192 (2003: £nil). The depreciation charged on these assets during the year was £3,064 (2003: £nil).

LLOYD & WHYTE PORTUGAL LIMITED
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NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2004
(Continued)

	2004 £	2003 £
5 DEBTORS		
Insurance debtors	11,720	16,000
Sundry debtor	4,313	-
	<hr/> 16,033	<hr/> 16,000
	<hr/>	<hr/>
6 CREDITORS: amounts falling due within one year		
Trade creditors	25,800	-
Finance lease	10,241	-
Inter-company account	850	132,752
Accruals	3,666	3,784
	<hr/> 40,557	<hr/> 136,536
	<hr/>	<hr/>
7 SHARE CAPITAL		
Authorised		
100 Ordinary Shares of £1 each	<hr/> 100	<hr/> 100
	<hr/>	<hr/>
Allotted, Issued and Fully Paid		
100 Ordinary Shares of £1 each	<hr/> 100	<hr/> 100
	<hr/>	<hr/>

LLOYD & WHYTE PORTUGAL LIMITED
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NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2004
(Continued)

8 RELATED PARTIES

The share capital of the company is owned by Lloyd & Whyte Group Limited who purchased the entire share capital of the company on 30 November 2004. The inter-company loan between the two companies was written off at this date and therefore at the balance sheet date, Lloyd & Whyte Portugal Limited owed Lloyd & Whyte Group Limited £nil (2003: £132,752) in respect of sums advanced to the company. In addition, Lloyd & Whyte Group Limited has provided a guarantee in respect of the overdraft of Lloyd & Whyte Portugal Limited limited to £50,000. The company also owed £850 to Lloyd & Whyte (Financial Services) Limited, a company whose directors include M A Pyke and M M Pyke.