

Company Registration No 2109017 (England and Wales)

LADMARSH LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006



01143-A-2006

Registered Office
5 Bourlet Close
London
W1W 7BL

LADMARSH LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2006

The director presents her report and financial statements for the year ended 31 December 2006

Principal activity

The principal activity of the company continued to be that of an investment company

Review of the business and future developments

The director considers that the results of the company are satisfactory and that the company is expected to continue at its present levels in the future

Results and dividends

The results for the year are set out on page 3

No dividends have been paid during this or the comparative period

Director

The following director has held office since 1 January 2006

B P Cocksedge

The director has no interest in the issued share capital of the company

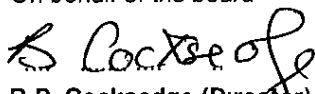
Statement of Director's responsibilities

Company law requires the director to prepare financial statements for each financial year which 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 director is required to

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

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable her to ensure that the financial statements comply with the Companies Act 1985. She is 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

On behalf of the board


B P Cocksedge (Director)

Date 13.9.07

**ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE
ACCOUNTS OF LADMARSH LIMITED**

We report on the accounts for the year ended 31 December 2006

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 December 2006, set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.

Our procedures consisted of comparing the accounts with the accounting records kept by the company and making such enquiries of the officers and other officials of the company as we considered necessary for the purposes of this report.

In our opinion the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985.



SMP Partners Limited

13.9.04

SMP Partners Limited

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SMP Partners Limited Registered in England and Wales, Company Registration 6220395

Directors M W Denton S E McGowan S J Turner

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LADMARSH LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 31 DECEMBER 2006**

		Year ended 31 December 2006 £	Year ended 31 December 2005 £
	Notes		
Turnover	2	23,702	23,617
Cost of sales		(10,371)	(1,453)
Gross profit		13,331	22,164
Administrative expenses		(6,675)	(6,704)
Operating profit	3	6,656	15,460
Other interest receivable and similar income	4	8,982	11,117
Profit on ordinary activities before taxation		15,638	26,577
Tax on profit on ordinary activities	5	7,903	(8,003)
Profit for the year	10	23,541	18,574

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account

LADMARSH LIMITED

BALANCE SHEET

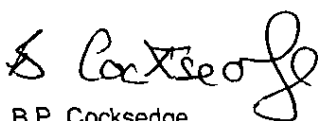
AS AT 31 DECEMBER 2006

	Notes	2006 £	£	2005 £	£
Fixed assets					
Tangible assets	6		236,572		236,572
Current assets					
Debtors	7	1,790		-	
Cash at bank and in hand		89,063		82,672	
		<u>90,853</u>		<u>82,672</u>	
Creditors: amounts falling due within one year	8	<u>(496,645)</u>		<u>(512,005)</u>	
Net current liabilities			<u>(405,792)</u>		<u>(429,333)</u>
Total assets less current liabilities			<u>(169,220)</u>		<u>(192,761)</u>
Capital and reserves					
Called up share capital	9		100		100
Profit and loss account	10		<u>(169,320)</u>		<u>(192,861)</u>
Shareholders' funds	11		<u>(169,220)</u>		<u>(192,761)</u>

In preparing these financial statements

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985,
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges her responsibilities for
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) 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, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

Approved by the Board and authorised for issue on 13.9.07



B P Cocksedge
Director

LADMARSH LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006

1 Accounting policies

1.1 Accounting conventions

The financial statements are prepared under the historical cost convention and in accordance with applicable financial reporting and accounting standards

The financial statements have been prepared on the going concern basis. This is considered appropriate as the ultimate beneficial shareholders will continue to provide financial support to the company for the foreseeable future.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Tangible fixed assets and depreciation

Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years.

Although this accounting policy is in accordance with the applicable accounting standard, SSAP 19, Accounting for investment properties, it is a departure from the general requirement of the Companies Act 1985 for all tangible assets to be depreciated. In the opinion of the director compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

1.3 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the director, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1.4 Foreign currency translation

The company's accounting records are maintained in Pounds Sterling.

Transactions in other currencies are converted at the rate ruling at the date of the transaction. Current assets and liabilities are converted at the rate of exchange ruling at the balance sheet date. Any material gains or losses resulting from the conversion are taken to the profit and loss account.

2 Turnover

Turnover represents income derived from the company's principal activity.

3 Operating profit

	2006	2005
	£	£
Operating profit is stated after charging		
Accountancy	1,300	1,300

LADMARSH LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2006

4	Investment income, other interest receivable and similar income	2006	2005
		£	£
	Profit on foreign exchange	8,982	11,117
		<u>8,982</u>	<u>11,117</u>
		<u><u>8,982</u></u>	<u><u>11,117</u></u>
5	Taxation	2006	2005
		£	£
	Domestic current year tax		
	Corporation tax at 30.00% (2005 - 30.00%)	-	8,003
	Adjustment for prior years	(7,903)	-
		<u>(7,903)</u>	<u>-</u>
	Current tax charge	<u><u>(7,903)</u></u>	<u><u>8,003</u></u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	15,638	26,577
		<u>15,638</u>	<u>26,577</u>
	Profit on ordinary activities before taxation multiplied by the standard rate of corporation tax of 30.00% (2005 - 30.00%)	4,691	7,973
		<u>4,691</u>	<u>7,973</u>
	Effects of		
	Expenses disallowed for tax purposes	30	30
	Tax losses utilised	(4,721)	-
	Adjustments to previous periods	(7,903)	-
		<u>(12,594)</u>	<u>30</u>
	Current tax charge	<u><u>(7,903)</u></u>	<u><u>8,003</u></u>

On the basis of these financial statements no provision has been made for corporation tax

LADMARSH LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2006

6 Tangible fixed assets

	Investment properties £
Valuation	
At 1 January 2006 & at 31 December 2006	236,572

The investment represents an office located in Paris

The property was revalued at FrF2,600,000 on 18 September 2000 by M. Didier Dubout a property agent and surveyor of France

On 22 January 2006 a valuation of the property was performed by Mr Michel Bertrand, an expert of the Court of Appeal of Versailles. The valuation method employed was based on the office rental revenue including comparisons with similar properties in the same area of Paris. It was concluded by the valuer that the valuation of the property should not be altered.

7 Debtors	2006	2005
	£	£
Prepayments and accrued income	1,790	-

8 Creditors amounts falling due within one year	2006	2005
	£	£
Corporation tax	200	8,003
Other taxes and social security costs	13,900	9,254
Other creditors	477,705	485,554
Accruals and deferred income	4,840	9,194
	496,645	512,005

9 Share capital	2006	2005
	No	No.
Authorised		
100 ordinary shares of £1 each	100	100
	2006	2005
	£	£
Allotted, called up and fully paid		
100 ordinary shares of £1 each	100	100

LADMARSH LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31 DECEMBER 2006****10 Statement of movements on profit and loss account**

	Profit and loss account £
Balance at 1 January 2006	(192,861)
Profit for the period	23,541
	<u> </u>
Balance at 31 December 2006	<u>(169,320)</u>

11 Reconciliation of movements in shareholders' funds

	2006 £	2005 £
Profit for the financial year	23,541	18,574
Opening shareholders' funds	(192,761)	(211,335)
	<u> </u>	<u> </u>
Closing shareholders' funds	<u>(169,220)</u>	<u>(192,761)</u>

12 Contingent liabilities

There were no known contingent liabilities as at the balance sheet date

13 Capital commitments

There were no major capital commitments as at the balance sheet date

14 Employees**Number of employees**

There were no employees during the year apart from the director, who received no remuneration

15 Ultimate controlling party and related party transactions

The director is aware of the identity of the ultimate controlling party. However, they are under a duty of confidentiality that prevents them from disclosing certain information otherwise required by Financial Reporting Standard 8. Therefore they have taken the exemption offered by the Standard in respect of confidentiality.