

PARC CONTINENTAL LIMITED
REPORT AND FINANCIAL STATEMENTS
31 DECEMBER 2003



PARC CONTINENTAL LIMITED

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the year ended 31 December 2003.

PRINCIPAL ACTIVITY AND REVIEW OF THE BUSINESS

The principal activity of the company is that of a holding company. Following the sale of DrKW Programme Management SA the company became dormant and the directors expect the company to continue to be non-trading for the foreseeable future.

RESULTS AND DIVIDENDS

The results of the company for the year are set out in detail on page 4. The directors do not recommend the payment of a dividend (2002: £ nil). The retained profit of £810,747 for the year (2002: £nil) will be transferred to reserves.

DIRECTORS AND DIRECTORS' INTERESTS

The directors who held office at the year end were as follows:-

K P Collins (appointed 10 June 2003)
J Gearing (appointed 10 June 2003)

On 29 May 2003 C A Cameron resigned as director of the company. On 10 June 2003 J D L Baird and M R Forrest resigned as directors of the company.

On 15th October 2004 K P Collins resigned as a director of the company and A D Levy was appointed as a director.

None of the directors had a disclosable interest in the shares or debentures of any group company. The directors are exempt from disclosing their interests in the shares or debentures of the ultimate parent undertaking, Allianz AG, as it is incorporated outside the UK.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors 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 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 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 directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

PARC CONTINENTAL LIMITED

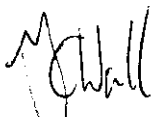
DIRECTORS' REPORT (continued)

AUDITORS

On 31 October 2003 PricewaterhouseCoopers LLP resigned as auditors of the Company. KPMG Audit Plc have been appointed by the directors to fill the vacancy thus arising.

The directors have taken advantage of the Elective Resolution in accordance with section 379A of the Companies Act 1985 to dispense with the annual appointment of auditors, accordingly, KPMG Audit Plc will remain in office.

Approved by the board of Directors on 20th October 2004
and signed on behalf of the Board

A handwritten signature in black ink, appearing to read 'J C Wall', is written over a horizontal line.

J C Wall
Secretary

PARC CONTINENTAL LIMITED

Independent auditor's report to the members of Parc Continental Limited

We have audited the financial statements on pages 4 to 7.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the directors' report and, as described on page 1, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as an independent auditor, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

Basis of audit opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2003 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG Audit Plc

KPMG Audit Plc
Chartered Accountants
Registered Auditor
London

26 October 2004

PARC CONTINENTAL LIMITED

PROFIT AND LOSS ACCOUNT **Year ended 31 December**

	Note	2003 £	2002 £
Profit on disposal of investments		810,747	-
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE AND AFTER TAXATION		810,747	-
		<hr/>	<hr/>

All amounts stated above are from discontinued activities

There are no recognised gains or losses for the year or the previous year other than the profit on ordinary activities after taxation disclosed above. Accordingly no statement of total recognised gains and losses is given.

A statement showing the movement in the profit and loss account reserve is set out in note 6 on page 7.

The notes on pages 6 to 7 form an integral part of these financial statements.

PARC CONTINENTAL LIMITED

BALANCE SHEET
as at 31 December

	Note	2003 £	2002 £
FIXED ASSETS			
Investments	4	-	2,188,733
CURRENT ASSETS			
Debtors – amounts falling due within one year			
Amounts due from the immediate parent undertaking		2,974,843	-
CREDITORS: amounts falling due within one year			
Amounts due to the immediate parent undertaking		-	(24,637)
NET CURRENT ASSETS / (LIABILITIES)		2,974,843	(24,637)
TOTAL ASSETS LESS CURRENT LIABILITIES		2,974,843	2,164,096
CAPITAL AND RESERVES			
Called up share capital	5	4,507,902	4,507,902
Profit and loss account	6	(1,533,059)	(2,343,806)
EQUITY SHAREHOLDERS FUNDS	6	2,974,843	2,164,096

These financial statements were approved by the Board of Directors on 20th October 2004.

Signed on behalf of the Board of Directors



A D Levy
Director

The notes on pages 6 to 7 form an integral part of these financial statements.

PARC CONTINENTAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2003

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements are prepared in accordance with applicable accounting standards and under the historical cost convention. The principal accounting policies adopted are described below.

The financial statements are prepared under the historical cost convention.

In accordance with section 228(2) of the Companies Act 1985, group accounts have not been prepared as the company is itself a wholly owned subsidiary of Dresdner Kleinwort Wasserstein Limited. The company's subsidiary undertaking is consolidated in the financial statements of Dresdner Kleinwort Wasserstein Group Limited, an intermediate parent undertaking.

Investments

Investments held as fixed assets are stated at cost less any provision for impairment.

Related party transactions

Parc Continental Limited's intermediate parent undertaking, Dresdner Kleinwort Wasserstein Group Limited, prepares consolidated financial statements which are publicly available. Accordingly, advantage is taken in these financial statements of the exemptions available in Financial Reporting Standard No.8 for disclosure of transactions with entities that are part of the group entities as related parties.

Cash flow statement

The Company has taken advantage of the exemption under Financial Reporting Standard No.1 (revised) not to prepare a cash flow statement on the grounds that an intermediate parent undertaking, Dresdner Kleinwort Wasserstein Group Limited, prepares consolidated financial statements which are publicly available.

2. ADMINISTRATIVE EXPENSES

The Company had no employees during the year. In addition, no director received any remuneration in respect of their services to the Company. All expenses, including auditor's remuneration, are borne by Dresdner Kleinwort Wasserstein Limited, the immediate parent undertaking.

3. TAXATION

Factors affecting the tax charge for the year:

	2003 £	2002 £
Profit on ordinary activities before taxation	810,747	-
Tax at 30% of profit	243,224	-
Losses surrendered at no charge	(223,224)	-
	<u>-</u>	<u>-</u>

PARC CONTINENTAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 December 2003

4 INVESTMENTS

Shares in subsidiary undertaking

	£
Cost and net book value at 1 January 2003	2,188,733
Disposal	(2,188,733)
At 31 December 2003	-

On 11 April 2003, the company sold its investment in DrKW Programme Management SA and realised a gain of £810,747

5. CALLED UP SHARE CAPITAL

	2003 £	2002 £
Authorised:		
5,000,000 ordinary shares of £1 each	5,000,000	5,000,000
Called up, issued, allotted and fully paid		
4,507,902 ordinary shares of £1 each	4,507,902	4,507,902

6. COMBINED RECONCILIATION OF MOVEMENTS IN EQUITY SHAREHOLDERS' FUNDS AND STATEMENT OF MOVEMENTS ON RESERVES

	Issued share Capital 2003 £	Profit & loss account 2003 £	Shareholders' funds 2003 £	Shareholders' funds 2002 £
At 1 January	4,507,902	(2,343,806)	2,164,096	2,164,096
Profit attributable to Members of the company	-	810,747	810,747	-
At 31 December	4,507,902	(1,533,059)	2,974,843	2,164,096

7. ULTIMATE PARENT UNDERTAKING

The ultimate parent undertaking is Allianz AG, a company incorporated in Germany.

For consolidation purposes, Dresdner Kleinwort Wasserstein Group Limited, a company incorporated in Great Britain and registered in England and Wales, is the parent undertaking of the smallest group of which the company is a member. Copies of the consolidated financial statements of Dresdner Kleinwort Wasserstein Group Limited for the year ended 31 December 2003 are filed at the Companies Registration Office, Companies House, Crown Way, Maindy, Cardiff, CF14 3UZ. Financial statements of Allianz AG are available from Allianz AG, Investor Relations, Koeniginstrasse 28, D-80802 Munich, Germany.