

Report of the Directors and
Unaudited Financial Statements for the Year Ended 31 May 2005
for
Senator Corporation Ltd



Senator Corporation Ltd

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for the Year Ended 31 May 2005

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Senator Corporation Ltd

Company Information
for the Year Ended 31 May 2005

DIRECTORS:

Giancarlo Antinori
Mrs Franca Amalfitano

SECRETARY:

Sir Andrew Cunynghame Bt.

REGISTERED OFFICE:

12 Vicarage Gardens
London
W8 4AH

REGISTERED NUMBER:

2718351 (England and Wales)

ACCOUNTANTS:

Roberts & Co
136 Kensington Church Street
London
W8 4BH

Senator Corporation Ltd

Report of the Directors
for the Year Ended 31 May 2005

The directors present their report with the financial statements of the company for the year ended 31 May 2005.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of property investment.

DIRECTORS

The directors during the year under review were:

Giancarlo Antinori
Mrs Franca Amalfitano

The directors holding office at 31 May 2005 did not hold any beneficial interest in the issued share capital of the company at 1 June 2004 or 31 May 2005.

POLITICAL AND CHARITABLE CONTRIBUTIONS

The company made charitable donations of £500 during the year.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



.....
Giancarlo Antinori - Director

Date: 11th Feb 2006

Senator Corporation Ltd**Profit and Loss Account**
for the Year Ended 31 May 2005

	Notes	2005 £	2004 £
TURNOVER		44,492	50,734
Cost of sales		15,041	6,985
GROSS PROFIT		29,451	43,749
Administrative expenses		16,214	7,521
		13,237	36,228
Other operating income		4,812	-
OPERATING PROFIT	2	18,049	36,228
Profit on disposal of property	3	-	107,602
		18,049	143,830
Interest receivable and similar income		1,476	138
		19,525	143,968
Amounts written off investments	4	-	287,258
		19,525	(143,290)
Interest payable and similar charges		515	2,198
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		19,010	(145,488)
Tax on profit/(loss) on ordinary activities	5	8,538	-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION		10,472	(145,488)
RETAINED PROFIT/(DEFICIT) FOR THE YEAR		10,472	(145,488)

The notes form part of these financial statements

Senator Corporation Ltd

Balance Sheet

31 May 2005

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	6	225,487	225,487
Investments	7	197,682	194,351
		<u>423,169</u>	<u>419,838</u>
CURRENT ASSETS			
Debtors	8	118,239	119,509
Cash at bank		50,693	44,837
		<u>168,932</u>	<u>164,346</u>
CREDITORS			
Amounts falling due within one year	9	553,012	555,567
NET CURRENT LIABILITIES		<u>(384,080)</u>	<u>(391,221)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>39,089</u>	<u>28,617</u>
CAPITAL AND RESERVES			
Called up share capital	11	100	100
Other reserves	12	20,740	20,740
Profit and loss account	12	18,249	7,777
SHAREHOLDERS' FUNDS		<u>39,089</u>	<u>28,617</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 May 2005.


The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

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

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

ON BEHALF OF THE BOARD:



Giancarlo Antinori - Director

Approved by the Board on 11th Feb 2006

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 31 May 2005**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents rental income receivable.

Tangible fixed assets

No depreciation is provided on land and buildings as, in the director's opinion, the market value is in excess of cost.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Foreign currencies

Monetary assets and liabilities in foreign currencies are translated into sterling at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating result. Where the company has used foreign currency borrowings to finance foreign equity investments and long term loans intended to be as permanent as equity, the carrying costs of the investments has been re-translated at the balance sheet date and any gain or loss arising has been set off against the gain or loss on translation of the borrowings within reserves.

2. OPERATING PROFIT

The operating profit is stated after charging: *

	2005	2004
	£	£
Foreign exchange differences	<u>4,568</u>	<u>-</u>
Directors' emoluments and other benefits etc	<u>8,500</u>	<u>4,000</u>

3. PROFIT ON DISPOSAL OF PROPERTY

This represents the profit on disposal of part of the company's freehold property.

4. AMOUNTS WRITTEN OFF INVESTMENTS

	2005	2004
	£	£
Loss on investments	<u>-</u>	<u>287,258</u>

5. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2005	2004
	£	£
Current tax:		
UK corporation tax	<u>8,538</u>	<u>-</u>
Tax on profit/(loss) on ordinary activities	<u>8,538</u>	<u>-</u>

Notes to the Financial Statements - continued
for the Year Ended 31 May 2005

5. TAXATION - continued

Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2005 £	2004 £
Profit/(loss) on ordinary activities before tax	19,010	(145,488)
Profit/(loss) on ordinary activities multiplied by the standard rate of corporation tax in the UK of 19% (2004 - 19%)	3,612	(27,643)
Effects of:		
Disallowable expenses	175	351
Prior year adjustment	6,179	-
Marginal relief	(1,428)	-
Indexation relief	-	(1,879)
Losses carried forward	-	29,171
Current tax charge	8,538	-

6. TANGIBLE FIXED ASSETS

	Land and buildings £
COST	
At 1 June 2004 and 31 May 2005	225,487
NET BOOK VALUE	
At 31 May 2005	225,487
At 31 May 2004	225,487

7. FIXED ASSET INVESTMENTS

Investments (neither listed nor unlisted) were as follows:

	2005 £	2004 £
Loans	197,682	194,351

The company has commenced litigation to secure the recovery of these investments and no provision has been made for any loss which might arise.

8. DEBTORS

	2005 £	2004 £
Amounts falling due within one year:		
Trade debtors	1,239	4,002
Other debtors	117,000	7
	118,239	4,009

Senator Corporation Ltd

Notes to the Financial Statements - continued
for the Year Ended 31 May 2005

8. DEBTORS - continued

	2005 £	2004 £
Amounts falling due after more than one year:		
Other debtors	-	115,500
	<u> </u>	<u> </u>
Aggregate amounts	118,239	119,509
	<u> </u>	<u> </u>

Included in other debtors is an amount of £500 due from a director, Mrs Amalfitano, and mortgages of £41,250 due from each of Mr Antinori and Mrs Amalfitano.

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005 £	2004 £
Loans	-	9,262
Tax	2,359	-
Other creditors	821	3,142
Due to holding company	548,321	541,652
Accrued expenses	1,511	1,511
	<u> </u>	<u> </u>
	553,012	555,567
	<u> </u>	<u> </u>

Included in other creditors is an amount of £358 (2004: £873) due to a director, Mr Antinori. This amount is free of interest and repayable on demand.

10. SECURED DEBTS

The following secured debts are included within creditors:

	2005 £	2004 £
Loans	-	9,262
	<u> </u>	<u> </u>

11. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2005	2004
			£	£
1,000	Ordinary	£1	1,000	1,000
			<u> </u>	<u> </u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2005	2004
			£	£
100	Ordinary	£1	100	100
			<u> </u>	<u> </u>

Senator Corporation Ltd

Notes to the Financial Statements - continued
for the Year Ended 31 May 2005

12. RESERVES

	Profit and loss account	Other reserves	Totals
	£	£	£
At 1 June 2004	7,777	20,740	28,517
Retained profit for the year	10,472	-	10,472
	<hr/>	<hr/>	<hr/>
At 31 May 2005	18,249	20,740	38,989
	<hr/>	<hr/>	<hr/>

13. ULTIMATE PARENT COMPANY

The ultimate holding company is Senator International S.A., a company incorporated in the British Virgin Islands.