

Company Registration No. 2774563

EUROBOND INVESTMENTS LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2004



2486-A-2004

Registered Office
60 Welbeck Street
London
W1M 8BH

EUROBOND INVESTMENTS LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2004**

The directors present their report and financial statements for the year ended 31 December 2004.

Principal activity

The principal activity of the company continued to be that of the provision of nominee services.

Review of the business and future developments

The directors consider 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 declared or paid during this or the comparative period.

Directors

The following directors have held office since 1 January 2004:

R Schmid

Dizame Consulting SA

V Schmid

The directors have no interest in the issued share capital of the company.

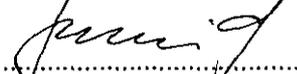
Directors' responsibilities

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 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 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 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.

On behalf of the board



.....
R Schmid (Director)

Date: 20/02/05

MeesPierson Intertrust

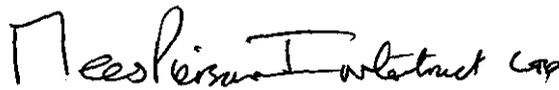
ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE ACCOUNTS OF EUROBOND INVESTMENTS LIMITED

We report on the accounts for the year ended 31 December 2004.

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 31 December 2004, set out on pages 3 to 7 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.


MeesPierson Intertrust Limited

20/6/05

MeesPierson Intertrust Limited

P.O. Box 227, Clinch's House, Lord Street, Douglas, Isle of Man, IM99 1RZ

Telephone +44 1624-683229, Fax +44 1624-612624

MeesPierson Intertrust Limited registered in the Isle of Man, Company Registration No. 28731

Licensed by the Isle of Man Financial Supervision Commission as a Corporate Service Provider

Directors: M.C. Cundy, B. Deconinck, M.W. Denton, M.J. Derbyshire, P.N. Eckersley, S.E. McGowan, S.J. Turner

Internet: www.meespiersonintertrust.com, E-mail: mail@meespiersonintertrust.com

EUROBOND INVESTMENTS LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2004

	Notes	2004 £	2003 £
Turnover	2	20,003	26,919
Administrative expenses		(10,106)	(11,069)
Operating profit	3	9,897	15,850
Interest payable and similar charges	4	(5,964)	(5,572)
Profit on ordinary activities before taxation		3,933	10,278
Tax on profit on ordinary activities	5	(977)	(4,282)
Profit on ordinary activities after taxation	9	2,956	5,996
Loss brought forward at 1 January 2004		(6,089)	(12,085)
Loss carried forward at 31 December 2004		(3,133)	(6,089)

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.

EUROBOND INVESTMENTS LIMITED

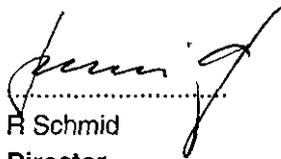
**BALANCE SHEET
AS AT 31 DECEMBER 2004**

	Notes	2004		2003	
		£	£	£	£
Current assets					
Debtors	6	19,901		26,919	
Cash at bank and in hand		23,855		13,194	
		<u>43,756</u>		<u>40,113</u>	
Creditors: amounts falling due within one year	7	<u>(45,889)</u>		<u>(45,202)</u>	
Total assets less current liabilities			<u>(2,133)</u>		<u>(5,089)</u>
Capital and reserves					
Called up share capital	8		1,000		1,000
Profit and loss account	9		(3,133)		(6,089)
Shareholders' funds - equity interests	10		<u>(2,133)</u>		<u>(5,089)</u>

In preparing these financial statements:

- (a) The directors are 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 directors acknowledge their 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.

The financial statements were approved by the Board on 20/01/05


 R Schmid
 Director

EUROBOND INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention, and in accordance with applicable 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 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 directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1.3 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	2004	2003
	£	£
Operating profit is stated after charging:		
Accountancy	635	154
	<u>635</u>	<u>154</u>
4 Interest payable and similar charges	2004	2003
	£	£
Loss on foreign exchange	5,964	5,572
	<u>5,964</u>	<u>5,572</u>

EUROBOND INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2004

5	Taxation	2004 £	2003 £
	Domestic current year tax		
	Corporation tax at 30.00% (2003 - 30.00%)	1,180	4,282
	Adjustment for prior years	(203)	-
	Current tax charge	<u>977</u>	<u>4,282</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>3,933</u>	<u>10,278</u>
	Profit on ordinary activities before taxation multiplied by the standard rate of corporation tax of 30.00% (2003: 30.00%)	<u>1,180</u>	<u>3,083</u>
	Effects of:		
	Non deductible expenses	-	1,199
	Adjustments to previous periods	(203)	-
		<u>(203)</u>	<u>1,199</u>
	Current tax charge	<u>977</u>	<u>4,282</u>
6	Debtors	2004 £	2003 £
	Trade debtors	19,590	26,919
	Other debtors	311	-
		<u>19,901</u>	<u>26,919</u>
7	Creditors: amounts falling due within one year	2004 £	2003 £
	Corporation tax	1,180	4,282
	Other creditors	40,985	37,549
	Accruals and deferred income	3,724	3,371
		<u>45,889</u>	<u>45,202</u>

EUROBOND INVESTMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2004

8	Share capital	2004 No.	2003 No.
	Authorised		
	1,000 Ordinary £1 Shares	1,000	1,000
		<u> </u>	<u> </u>
	Allotted, called up and fully paid	£	£
	1,000 Ordinary £1 Shares	1,000	1,000
		<u> </u>	<u> </u>
9	Statement of movements on profit and loss account		Profit and loss account £
	Balance at 1 January 2004		(6,089)
	Retained profit for the year		2,956
			<u> </u>
	Balance at 31 December 2004		(3,133)
			<u> </u>
10	Reconciliation of movements in shareholders' funds	2004 £	2003 £
	Profit for the financial year	2,956	5,996
	Opening shareholders' funds	(5,089)	(11,085)
		<u> </u>	<u> </u>
	Closing shareholders' funds	(2,133)	(5,089)
		<u> </u>	<u> </u>

11 **Contingent liabilities**

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

12 **Capital commitments**

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

13 **Employees**

Number of employees

There were no employees during the year apart from the directors. The directors received no remuneration during the year.