

Company Registration No. 2848882

PROJECTED MARKETING LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2003



3698-A-2003

Registered Office
60 Welbeck Street
London
W1M 8BH

PROJECTED MARKETING LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2003

The director presents her report and financial statements for the year ended 31 December 2003.

Principal activity

The principal activity of the company is 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 4.

No dividends have been declared or paid during this or the comparative period.

Director

The following director has held office since 1 January 2003:

L R Taylor

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

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Matthew Edwards & Co. be reappointed as auditors of the company will be put to the Annual General Meeting.


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

..........

L R Taylor (Director)

Date: 27/1/05

86 Jermyn Street, St James, London, SW1Y 6AW
Telephone: 0207 950 9800 Facsimile: 0207 437 9509
E-mail audit@matthew-edwards.com

PROJECTED MARKETING LIMITED

**INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF PROJECTED MARKETING LIMITED**

We have audited the financial statements of Projected Marketing Limited on pages 4 to 11 for the year ended 31 December 2003. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

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 the director and auditors

As described in the statement of director's responsibilities on page 1 the company's director is responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 director's 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 director's remuneration and transactions with the company is not disclosed.

We read the director's report and consider the implications for our report if we become aware of any apparent misstatements within it.

PROJECTED MARKETING LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)
TO THE SHAREHOLDERS OF PROJECTED MARKETING LIMITED

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 director 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 loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Matthew Edwards & Co.

Matthew Edwards & Co.
Chartered Accountants
Registered Auditor

27/1/05

Clinch's House, Lord Street
Douglas
Isle of Man

PROJECTED MARKETING LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2003

	Notes	2003 £	2002 £
Administrative expenses		(6,425)	(7,249)
Operating loss	2	(6,425)	(7,249)
Other interest receivable and similar income	3	2,271	2,485
Loss on ordinary activities before taxation		(4,154)	(4,764)
Tax on loss on ordinary activities	4	-	-
Loss on ordinary activities after taxation	8	(4,154)	(4,764)
Loss brought forward at 1 January 2003		(64,855)	(60,091)
Loss carried forward at 31 December 2003		(69,009)	(64,855)

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

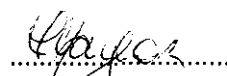
There are no recognised gains and losses other than those passing through the profit and loss account.

PROJECTED MARKETING LIMITED

BALANCE SHEET
AS AT 31 DECEMBER 2003

	Notes	2003 £	£	2002 £	£
Fixed assets					
Investments	5		68,310		68,310
Current assets					
Cash at bank and in hand		98,785		125,008	
		<u>98,785</u>		<u>125,008</u>	
Creditors: amounts falling due within one year	6	(235,104)		(257,173)	
Net current liabilities			(136,319)		(132,165)
Total assets less current liabilities			<u>(68,009)</u>		<u>(63,855)</u>
Capital and reserves					
Called up share capital	7		1,000		1,000
Profit and loss account	8		(69,009)		(64,855)
Shareholders' funds - equity interests	9		<u>(68,009)</u>		<u>(63,855)</u>

The financial statements were approved by the Board on 27/1/05.


L R Taylor
Director

PROJECTED MARKETING LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2003**

	£	2003 £	£	2002 £
Net cash outflow from operating activities		(28,068)		(31,351)
Returns on investments and servicing of finance				
Interest received	1,845		2,485	
Net cash inflow for returns on investments and servicing of finance		1,845		2,485
Net cash outflow before management of liquid resources and financing		(26,223)		(28,866)
Decrease in cash in the year		(26,223)		(28,866)

PROJECTED MARKETING LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2003**

1	Reconciliation of operating loss to net cash outflow from operating activities	2003	2002
		£	£
	Operating loss	(6,425)	(7,249)
	Foreign exchange	426	-
	Decrease in creditors within one year	(22,069)	(24,102)
		<u>(28,068)</u>	<u>(31,351)</u>

2	Analysis of net funds	1 January 2003	Cash flow	Other non-cash changes	31 December 2003
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	125,008	(26,223)	-	98,785
	Net funds	<u>125,008</u>	<u>(26,223)</u>	<u>-</u>	<u>98,785</u>

3	Reconciliation of net cash flow to movement in net funds	2003	2002
		£	£
	Decrease in cash in the year	(26,223)	(28,866)
	Cash inflow from increase in debt	-	-
	Movement in net funds in the year	<u>(26,223)</u>	<u>(28,866)</u>
	Opening net funds	125,008	153,874
	Closing net funds	<u>98,785</u>	<u>125,008</u>

PROJECTED MARKETING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2003

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.

1.2 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

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.

1.5 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company and its subsidiary undertaking comprise a medium-sized group. The company has therefore taken advantage of the exemptions provided by section 248 of the Companies Act 1985 not to prepare group accounts.

2 Operating loss

	2003 £	2002 £
Operating loss is stated after charging:		
Auditors' remuneration	1,117	1,121

3 Other interest receivable and similar income

	2003 £	2002 £
Bank interest received	1,845	2,485
Profit on foreign exchange	426	-
	2,271	2,485

PROJECTED MARKETING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2003**

4 Taxation	2003 £	2002 £
Domestic current year tax		
Corporation tax at 30.00% (2002 - 30.00%)	-	-
	<u>-</u>	<u>-</u>
Current tax charge	<u>-</u>	<u>-</u>
 Factors affecting the tax charge for the year		
Loss on ordinary activities before taxation	(4,154)	(4,764)
	<u>(4,154)</u>	<u>(4,764)</u>
 Loss on ordinary activities before taxation multiplied by the standard rate of corporation tax of 30.00% (2002: 30.00%)	(1,246)	(1,429)
	<u>(1,246)</u>	<u>(1,429)</u>
Effects of:		
Losses not recognised for accounting purposes	1,246	1,429
	<u>1,246</u>	<u>1,429</u>
 Current tax charge	<u>-</u>	<u>-</u>

PROJECTED MARKETING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2003**

5 Fixed asset investments

	Shares in subsidiary undertakings £
Cost	
At 1 January 2003 & at 31 December 2003	68,310
At 31 December 2002	68,310

Holdings of 20% or more

The company holds 20% or more of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
Subsidiary undertakings			
Compinqe SL	Spain	Ordinary	90

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Principal Activity	Capital and reserves	Profit for the year
		£	£
Compinqe SL	Milk and lactose wholesaler	128,416	10,825

6 Creditors: amounts falling due within one year

	2003 £	2002 £
Other creditors	231,971	252,342
Accruals and deferred income	3,133	4,831
	235,104	257,173

7 Share capital

	2003 No.	2002 No.
Authorised		
1,000 ordinary £1 shares	1,000	1,000
Allotted, called up and fully paid	£	£
1,000 ordinary £1 shares	1,000	1,000

PROJECTED MARKETING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2003**

8 Statement of movements on profit and loss account

**Profit and
loss
account
£**

Balance at 1 January 2003	(64,855)
Retained loss for the year	(4,154)
	<hr/>
Balance at 31 December 2003	(69,009)
	<hr/>

9 Reconciliation of movements in shareholders' funds

2003

2002

£

£

Loss for the financial year	(4,154)	(4,764)
Opening shareholders' funds	(63,855)	(59,091)
	<hr/>	<hr/>
Closing shareholders' funds	(68,009)	(63,855)
	<hr/>	<hr/>

10 Contingent liabilities

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

11 Capital commitments

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

12 Employees

Number of employees

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

13 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.