



GOODLAND PROPERTIES LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 JUNE 2006

Company no 2982014

GOODLAND PROPERTIES LIMITED

FINANCIAL STATEMENTS

For the year ended 30 JUNE 2006

Company registration number	2982014
Registered office	41 Chalton Street LONDON NW1 1JD
Directors	G Proietti
Secretary	CR Secretaries Limited
Bankers	Barclays Bank PLC Knightsbridge London

GOODLAND PROPERTIES LIMITED

FINANCIAL STATEMENTS

For the year ended 30 JUNE 2006

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GOODLAND PROPERTIES LIMITED

DIRECTORS REPORT

For the year ended 30 JUNE 2006

The director presents his report together with the financial statements for the year ended 30 JUNE 2006

Principal activity

The principal activity of the company is that of an Investment Property Company

Business review

There was a loss for the year after taxation amounting to €8,511 (2005 - €12,644) The directors do not recommend the payment of a dividend

Directors

The directors who served during the year are set out below

G Proietti

Directors interests

There are no directors interests requiring disclosure under the Companies Act 1985

Directors' responsibilities for the financial statements

United Kingdom 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

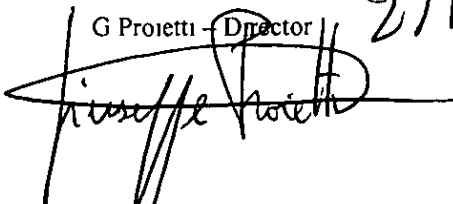
- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the 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, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities

Auditors

The company has taken advantage of the exemption from audit conferred by Section 249 A(1) of the Companies Act 1985

SIGNED ON BEHALF OF THE BOARD

G Proietti - Director

27 April 2007

GOODLAND PROPERTIES LIMITED

ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements have been prepared in accordance with applicable United Kingdom accounting standards and under the historical cost convention

The accounting policies of the company are set out below

The company has taken advantage of the exemption in Financial reporting standard No1 from the requirement to produce a cash flow statement on the grounds that it is a small company

TURNOVER

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts

TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost, net of depreciation and any provision for improvement. Depreciation is calculated to write down the cost less estimated residual value of all tangible fixed assets by equal annual instalments over their expected useful economic lives as follows

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 directors 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 qualified

FOREIGN CURRENCY TRANSACTIONS

The company's accounting records are maintained in Euros

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

DEFERRED TAXATION

Deferred tax is recognised on all timing differences where the transactions or events that give the group an obligation to pay more tax in the future, or a right to pay less tax in the future have occurred by the balance sheet date. Deferred tax assets are recognised when it is more likely than not that they will be recovered. Deferred tax is measured using rates of tax that have been enacted or substantively enacted by the balance sheet date

GOODLAND PROPERTIES LIMITED

PROFIT AND LOSS ACCOUNT

For the year ended 30 JUNE 2006

	Note	2006 €	2005 €
Turnover	1	21,691	21,691
Cost of sales		<u>-</u>	<u>(930)</u>
Gross profit		21,691	20,761
Administrative expenses		<u>(23,867)</u>	<u>(33,405)</u>
Operating loss		(2,176)	(12,644)
Loan Interest payable		<u>5,583</u>	<u>-</u>
Loss on ordinary activities before taxation		(7,759)	(12,644)
Tax on loss on ordinary activities	3	752	-
Loss on ordinary activities after taxation	8	<u>(8,511)</u>	<u>(12,644)</u>

All transactions arise from continuing operations

There were no recognised gains or losses other than the loss for the financial year

GOODLAND PROPERTIES LIMITED

BALANCE SHEET AT 30 JUNE 2006

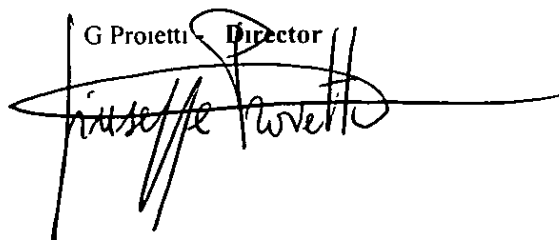
	Note	2006		2005
		€	€	€
Fixed assets				
Tangible assets	4		410,578	425,908
			<u>410,578</u>	<u>425,908</u>
Current assets				
Debtors	5	2,427		17,001
Cash at bank and in hand		<u>77,727</u>		<u>49,262</u>
		80,154		66,263
Creditors. Amounts falling due within one year	6	<u>(80,674)</u>		<u>(73,602)</u>
Net current liabilities			<u>(520)</u>	<u>(7,339)</u>
Total assets less current liabilities			<u>410,068</u>	<u>418,569</u>
Capital and reserves				
Called up share capital	7		476,266	476,266
Profit and loss account	8		<u>(66,208)</u>	<u>(57,697)</u>
Shareholders' funds – Equity interest	8		<u>410,068</u>	<u>418,569</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 period and of its profit and loss for the financial period 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 of Directors on 27 April 2007

G Proietti - Director



GOODLAND PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 JUNE 2006

1 TURNOVER

The total turnover of the company for the year has been derived from its principal activity

2 OPERATING PROFIT

The profit on ordinary activities before taxation is stated after

	2006 €	2005 €
<i>Depreciation</i> Tangible fixed assets	<u>15,329</u>	<u>15,434</u>

3 TAX ON LOSS ON ORDINARY ACTIVITIES

The tax charge is based on the result for the period and represents

	2006 €	2005 €
Current Year Taxation		
United Kingdom Corporation Tax	-	-
Italian taxation at a rate of 37%	<u>752</u>	<u>-</u>
	<u>752</u>	<u>-</u>

No provision has been made for UK corporation tax as the profits arise in Italy The tax charge represents Italian taxes payable by the company's Italian branch

4 TANGIBLE FIXED ASSETS

	Investment Properties €
Cost	
At 1 July 2005	425,908
Less Depreciation	15,330
At 30 JUNE 2006	<u>410,578</u>

The investment represents an investment property in Roma, Italy and is stated at its market value

GOODLAND PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 JUNE 2006

5 DEBTORS

	2006 €	2005 €
Trade Debtors	-	17,001
Prepayments and Accrued Income	<u>2,427</u>	<u>-</u>
	<u>2,427</u>	<u>17,001</u>

6 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2006 €	2005 €
Amounts owed to fellow subsidiary undertakings	7,072	-
Corporation Tax	-	-
Other Creditors	72,427	72,427
Accruals and Deferred Income	<u>1,175</u>	<u>1,175</u>
	<u>80,674</u>	<u>73,602</u>

7 SHARE CAPITAL

	2006 €	2005 €
<i>Authorised</i>		
1,000 Ordinary shares of £1 each	1,266	1,266
475,000 Ordinary shares of €1 each	<u>475,000</u>	<u>475,000</u>
	<u>476,266</u>	<u>476,266</u>

<i>Allotted, called up and fully paid</i>		
1,000 Ordinary shares of £1 each	1,266	1,266
475,000 Ordinary shares of €1 each	<u>475,000</u>	<u>475,000</u>
	<u>476,266</u>	<u>476,266</u>

The ordinary £1 shares rank pari passu in all respects with the ordinary €1 shares

GOODLAND PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 JUNE 2006

8 STATEMENT OF MOVEMENTS ON RESERVES

	Profit and loss account €
Balance at 1 July 2005	(57,697)
Loss for the year	(8,511)
Balance at 30 June 2006	<u>(66,208)</u>

9 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2006 €	2005 €
Loss for the financial period	<u>(8,511)</u>	<u>(12,644)</u>
Net decrease in shareholders' funds	<u>(8,511)</u>	<u>(12,644)</u>
Opening Shareholders' funds	<u>418,569</u>	<u>431,213</u>
Closing Shareholders' funds	<u>410,058</u>	<u>418,569</u>

10 CAPITAL COMMITMENTS

The company had no capital commitments at 30 JUNE 2006

11 CONTINGENT ASSETS/LIABILITIES

There were no contingent liabilities at 30 JUNE 2006

12 CONTROL

The ultimate parent company is Camelford Properties Limited Limited, a company registered in Isle of Man

GOODLAND PROPERTIES LIMITED**DETAILED TRADING AND PROFIT AND LOSS ACCOUNT**

For the year ended 30 JUNE 2006

	2006 £	2006 £	2005 £	2005 £
Turnover				
Goods and services		21,691		21,691
Cost of sales				
Raw materials	-		-	
Direct costs - royalties	<u>-</u>		<u>930</u>	
		-		930
Gross profit		<u>21,691</u>		<u>20,761</u>
Administrative expenses		<u>23,867</u>		<u>33,405</u>
Operating profit		(2,176)		(12,644)
Interest payable				
Loan interest		5,583		-
Profit before taxation		<u>(7,759)</u>		<u>(12,644)</u>

GOODLAND PROPERTIES LIMITED**DETAILED TRADING AND PROFIT AND LOSS ACCOUNT**

For the year ended 30 JUNE 2006

	2006	2005
	£	£
Administrative expenses		
Depreciation of tangibles fixed assets	15,330	15,434
Other operating charges	8,537	17,971
Other extraordinary charges	-	-
Interest payable	-	-
Accounting services	-	-
	<u>23,867</u>	<u>33,405</u>

THIS PAGE DOES NOT FORM PART OF THE AUDITED FINANCIAL STATEMENTS