

CASIA INVESTMENTS LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000



13514-B-2000

Registered Office
Suite 205, Moghul House,
57 Grosvenor St.,
London.

CASIA INVESTMENTS LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2000**

The directors' present their report and financial statements for the year ended 30 June 2000.

Principal activities and review of the business

The principal activity of the company is that of an investment company.

Results and dividends

The results for the year are set out on page 3.

Directors'

The following directors' have held office since 1 July 1999:

L.R. Taylor
J Tabone
A.M. Taylor

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

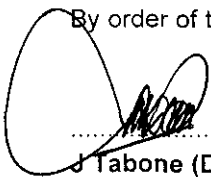
Directors' responsibilities

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;
- 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.

By order of the board


.....
J Tabone (Director)

Date : 26 OCT 2001

MATTHEW EDWARDS & CO

CHARTERED ACCOUNTANTS

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

Telephone: +44 (0) 1624 663166 Facsimile: +44 (0) 1624 677108

E-mail audit@matthew-edwards.com

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

We report on the accounts for the year ended 30 June 2000.

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 30 June 2000, set out on pages 3 to 9 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.

Matthew Edwards & Co

Matthew Edwards & Co.

Chartered Accountants

26/10/2001

Clinch's House, Lord Street
Douglas
Isle Of Man
IM99 1RZ

CASIA INVESTMENTS LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2000

	Notes	Year ended 30 June 2000 £	Year ended 30 June 1999 £
Administrative expenses		(2,162)	(3,050)
Operating loss	2	(2,162)	(3,050)
Other interest receivable and similar income	3	-	33
Interest payable and similar charges	4	(16,093)	-
Loss on ordinary activities before taxation		(18,255)	(3,017)
Tax on loss on ordinary activities	5	-	-
Loss on ordinary activities after taxation	10	(18,255)	(3,017)
Profit brought forward at 1 July 1999		3,008	6,025
(Loss)/profit carried forward at 30 June 2000		(15,247)	3,008

All of the company's activities are derived from continuing operations.

CASIA INVESTMENTS LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 30 JUNE 2000

	Year ended 30 June 2000 £	Year ended 30 June 1999 £
Loss for the financial year	(18,255)	(3,017)
Currency translation differences on foreign currency loans	22,969	-
Currency translation differences on foreign currency investments	(22,969)	-
Total recognised gains and losses relating to the year	<u>(18,255)</u>	<u>(3,017)</u>

CASIA INVESTMENTS LIMITED

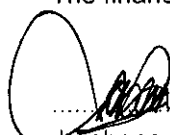
**BALANCE SHEET
AS AT 30 JUNE 2000**

	Notes	2000 £	£	1999 £	£
Fixed assets					
Investments	6		59,366		82,335
Current assets					
Debtors	7	375		375	
Cash at bank and in hand		445		617	
		<u>820</u>		<u>992</u>	
Creditors: amounts falling due within one year	8	<u>(74,433)</u>		<u>(79,319)</u>	
Net current liabilities			<u>(73,613)</u>		<u>(78,327)</u>
Total assets less current liabilities			<u>(14,247)</u>		<u>4,008</u>
Capital and reserves					
Called up share capital	9		1,000		1,000
Profit and loss account	10		(15,247)		3,008
Shareholders' funds - equity interests	11		<u>(14,247)</u>		<u>4,008</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 **26 OCT 2001**


J. Tabone
Director

CASIA INVESTMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2000**

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 cashflow statement on the grounds that it is a small company.

1.2 Investments

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

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.

1.4 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 small-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	2000	1999
	£	£
Operating loss is stated after charging:		
Audit and accountancy fees	700	1,132
	<u> </u>	<u> </u>
3 Other interest receivable and similar income	2000	1999
	£	£
Profit on foreign exchange	-	33
	<u> </u>	<u> </u>
	-	33
	<u> </u>	<u> </u>
4 Interest payable and similar expenses	2000	1999
	£	£
Loss on foreign exchange	16,093	-
	<u> </u>	<u> </u>
	16,093	-
	<u> </u>	<u> </u>

CASIA INVESTMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2000**

5 Taxation

On the basis of these financial statements no provision has been made for corporation tax.

6 Fixed asset investments

	Shares in subsidiary undertakings £
Cost	
At 1 July 1999	82,335
Revaluation	(22,969)
	<hr/>
At 30 June 2000	59,366
	<hr/>
At 30 June 1999	82,335
	<hr/>

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				
Arorixe S.L.	Spain	Ordinary		60

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/(loss) for the year
Arorixe S.L.	Property holding	45,980	(2,593)
		<hr/>	<hr/>

The share capital & reserves and the results of the undertaking are based on the financial statements at 31.12.1999.

7 Debtors	2000 £	1999 £
Prepayments and accrued income	375	375
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CASIA INVESTMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2000**

8 Creditors: amounts falling due within one year	2000 £	1999 £
Corporation tax	-	166
Other creditors	72,693	77,048
Accruals and deferred income	1,740	2,105
	<u>74,433</u>	<u>79,319</u>

9 Share Capital

The authorised share capital of the Company comprises 1000 ordinary £1 shares of which 1000 have been issued and are fully paid up (1999 - 1000).

10 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 July 1999	3,008
Retained loss for the period	(18,255)
Currency translation differences on foreign currency investments	(22,969)
Currency translation differences on foreign currency loans	22,969
	<u>(15,247)</u>
Balance at 30 June 2000	<u>(15,247)</u>

11 Reconciliation of movements in shareholders' funds	2000 £	1999 £
Loss for the financial year	(18,255)	(3,017)
	<u>(18,255)</u>	<u>(3,017)</u>
Net depletion in shareholders' funds	(18,255)	(3,017)
Opening shareholders' funds	4,008	7,025
	<u>(14,247)</u>	<u>4,008</u>

12 Contingent liabilities

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

13 Capital commitments

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

CASIA INVESTMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2000**

14 Employees

Number of employees

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

15 Ultimate Controlling Party and Related party transactions

The directors' are not aware of the ultimate controlling party, transactions related thereto and any other related party transactions.