

Company Registration No. 3583344

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



22579-A-2004

Registered Office
6th Floor, 94 Wigmore Street
London

CROWNFIELD INVESTMENTS LIMITED

**DIRECTOR'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2004**

The director presents his report and financial statements for the year ended 31 December 2004.

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 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:

J.G. Hester	(Appointed 1 February 2005)
A M Taylor	(Resigned 1 February 2005)

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

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 him to ensure that the financial statements comply with the Companies Act 1985. He 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



J.G. Hester (Director)

Date: 15/8/05

MeesPierson Intertrust

ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE ACCOUNTS OF CROWNFIELD 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 10 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

MeesPierson Intertrust Limited

15/8/05.....

MeesPierson Intertrust Limited

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

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

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CROWNFIELD INVESTMENTS LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2004**

	Notes	2004 £	2003 £
Administrative expenses		(11,586)	(3,764)
Operating profit/(loss)	2	(11,586)	(3,764)
Investment income	3	53,753	5,911
Other interest receivable and similar income	3	18,627	330
Profit on ordinary activities before taxation		60,794	2,477
Tax on profit on ordinary activities	4	(3,440)	(591)
Profit on ordinary activities after taxation	9	57,354	1,886
Loss brought forward at 1 January 2004		(23,274)	(25,160)
Profit/(loss) carried forward at 31 December 2004		34,080	(23,274)

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.

CROWNFIELD INVESTMENTS LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 DECEMBER 2004

	2004 £	2003 £
Profit for the financial year	57,354	1,886
Currency translation differences on foreign currency loans	-	(77,070)
Currency translation differences on foreign currency investments	-	77,070
	<hr/>	<hr/>
Total recognised gains and losses relating to the year	<u>57,354</u>	<u>1,886</u>

CROWNFIELD INVESTMENTS LIMITED

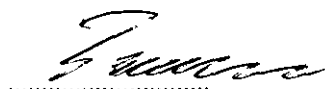
**BALANCE SHEET
AS AT 31 DECEMBER 2004**

	Notes	2004 £	£	2003 £	£
Fixed assets					
Investments	5	201,346		915,103	
Current assets					
Debtors	6	708		-	
Cash at bank and in hand		9,421		6,033	
		<u>10,129</u>		<u>6,033</u>	
Creditors: amounts falling due within one year	7	<u>(27,395)</u>		<u>(943,410)</u>	
Net current liabilities			(17,266)		(937,377)
Total assets less current liabilities			<u>184,080</u>		<u>(22,274)</u>
Capital and reserves					
Called up share capital	8	150,000		1,000	
Profit and loss account	9	34,080		(23,274)	
Shareholders' funds - equity interests	10	<u>184,080</u>		<u>(22,274)</u>	

In preparing these financial statements:

- (a) The director is 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 director acknowledges his 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 15/9/05.....



J.G. Hester
Director

CROWNFIELD 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 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 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.

1.6 Exemption from FRS9

The company has taken advantage of the exemption in Financial Reporting Standard No 9 not to disclose amounts relating to the associate on the grounds that it is exempt from preparing consolidated financial statements.

2 Operating profit/(loss)

	2004	2003
	£	£
Operating profit/(loss) is stated after charging:		
Accountancy	700	1,119

CROWNFIELD INVESTMENTS LIMITED

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

3	Income from investments, other interest receivable and similar income	2004	2003
		£	£
	Income from subsidiary undertakings	53,753	5,911
	Bank interest received	1,071	2
	Profit on foreign exchange	17,556	328
		<u>72,380</u>	<u>6,241</u>
4	Taxation	2004	2003
		£	£
	Domestic current year tax		
	Corporation tax at 30.00% (2003: 30.00%)	21,438	-
	Double Taxation Relief	(21,438)	-
		<u>-</u>	<u>-</u>
	Foreign corporation tax		
	Foreign corporation tax	3,440	591
		<u>3,440</u>	<u>591</u>
	Current tax charge		
		<u>3,440</u>	<u>591</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	60,794	2,477
		<u>60,794</u>	<u>2,477</u>
	Profit on ordinary activities before taxation multiplied by the standard rate of corporation tax of 30.00% (2003: 30.00%)	18,238	743
		<u>18,238</u>	<u>743</u>
	Effects of:		
	Tax losses utilised	(7,137)	(743)
	Foreign tax adjustments	3,440	591
	Double taxation relief	(21,438)	-
	Income included for tax purposes	10,337	-
		<u>(14,798)</u>	<u>(152)</u>
	Current tax charge		
		<u>3,440</u>	<u>591</u>

CROWNFIELD INVESTMENTS LIMITED

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

5 Fixed asset investments

	Shares in participating interests £	Shares in subsidiary undertakings £	Total £
Cost			
At 1 January 2004	150,240	764,863	915,103
Revaluation	-	(39,984)	(39,984)
Share Redemption	-	(673,773)	(673,773)
At 31 December 2004	150,240	51,106	201,346
At 31 December 2003	150,240	764,863	915,103

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			
Navinlet S.A.	Spain	Ordinary	100
Participating interests			
Catursol Inmobiliaria S.A.	Spain	Ordinary	25

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
		£	£
Navinlet S.A.	Investment Company	262,376	901
Catursol Inmobiliaria S.A.	Investment Company	3,699,878	1,734,143

During the year the share capital of Navinlet S.A. has been reduced in order to return contributions. £673,773 (€1,009,700) has been repaid to Crownfield Investments Limited due to shares being amortised. 100% equity holding has still been retained.

6 Debtors	2004 £	2003 £
Prepayments and accrued income	708	-

CROWNFIELD INVESTMENTS LIMITED

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

7	Creditors: amounts falling due within one year	2004	2003
		£	£
	Other creditors	20,772	939,510
	Accruals and deferred income	6,623	3,900
		<u>27,395</u>	<u>943,410</u>

8	Share capital	2004	2003
		No.	No.
	Authorised		
	10,000 ordinary £1 shares	10,000	10,000
	150,000 redeemable shares of £1 each	150,000	-
		<u>160,000</u>	<u>10,000</u>
	Allotted, called up and fully paid	£	£
	1,000 ordinary £1 shares	1,000	1,000
	149,000 redeemable shares of £1 each of each	149,000	-
		<u>150,000</u>	<u>1,000</u>

150,000 Redeemable Ordinary shares of £1 each were authorised on 13 April 2004 and 149,000 Ordinary shares of £1 each were issued on that date.

These redeemable ordinary shares rank *pari passu* in all respects with the original Ordinary shares issued in 1998.

9	Statement of movements on profit and loss account	Profit and loss account
		£
	Balance at 1 January 2004	(23,274)
	Retained profit for the year	57,354
	Balance at 31 December 2004	<u>34,080</u>

CROWNFIELD INVESTMENTS LIMITED

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

10 Reconciliation of movements in shareholders' funds	2004	2003
	£	£
Profit for the financial year	57,354	1,886
Proceeds from issue of shares	149,000	-
	<hr/>	<hr/>
Net addition to shareholders' funds	206,354	1,886
Opening shareholders' funds	(22,274)	(24,160)
	<hr/>	<hr/>
Closing shareholders' funds	184,080	(22,274)
	<hr/>	<hr/>

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 director. The director received no remuneration during the year.

14 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.