First Choice Holiday Hypermarkets Limited

Directors' report and financial statements
Registered number 3647615
For the 11-month period ended
30 September 2007

Contents

Directors' report for the 11-month period ended 30 September 2007

The Directors present their report and the audited financial statements for First Choice Holiday Hypermarkets Limited for the 11-month period ended 30 September 2007

On 3 September 2007, First Choice Holidays PLC (now First Choice Holidays Limited) merged with the Tourism Division of TUI AG to form TUI Travel PLC During the period, the Company changed its accounting reference date from 31 October to 30 September to coincide with the accounting reference date of the other companies in the TUI Travel PLC Group of Companies

Principal activity

The principal activity of the Company is that of a travel agency

Enhanced Business Review

The package holiday market during 2007 faced challenging trading conditions However, First Choice continued to see the benefit from greater visibility and brand awareness derived from the extension of its franchise arrangements with key independent travel agencies The First Choice brand now has a wide representation in the key high street locations and the Company will examine all opportunities to further enhance the First Choice brand

The Company was profitable with the help of careful capacity management and control of overheads The directors believe that the Company is well equipped to face the fast-changing and challenging environment of 2008 and beyond by capitalising on the strength of the First Choice brand and driving margin improvement

During the period, the Directors managed the risks and uncertainties of the Company in co-ordination with its fellow subsidiaries in the First Choice Holidays Limited Group of companies ("First Choice") Following the merger of First Choice with the Tourism division of TUI AG to form the TUI Travel PLC Group of companies ("TUI Travel") the Directors manage the risks and uncertainties of the Company in co-ordination with its fellow subsidiaries in TUI Travel The Directors of TUI Travel review the Company's risks and uncertainties in the context of the whole Group The Directors of the Company believe that this review process is appropriate given that the Company's operations are managed in co-ordination with those of the TUI Travel Mainstream Sector UK & Ireland businesses The principal risks and uncertainties which are common to First Choice, TUI Travel and the Company are

- Geo-political events and natural disasters The nature of our business means that we are at risk of geo-political events or natural disasters It is for this reason that we ensure we operate with a flexible and efficient business model and minimise the reliance on any one destination
- Commercial relationships We have well established and close relationships with our suppliers and spread our risk by not placing over-reliance on any one supplier in any particular area However, if a relationship was lost or damaged with a major supplier this could have a detrimental effect on our business The management team meets regularly with suppliers to maintain good working relationships
- Information technology The Company is heavily reliant upon information technology . Investment is being made to ensure that we have advanced and efficient systems in place but there is a risk if there were a major failure – particularly if it were to affect selling systems Procedures are in place to minimise the time a selling system is unavailable in the event of such a failure
- Environmental risk As a tour operator we use aircraft to take people on holidays, sometimes to countries where tourism is just developing This does have an impact on the environment and we take our corporate and social responsibilities seriously at every level We work with the authorities and suppliers in the destinations we serve to ensure that any local environmental impact is minimised in the best interest of the indigenous population

As the Directors manage the Company in co-ordination with the management of the TUI Travel Mainstream Sector UK & Ireland business, they take the view that analysis using key performance indicators ("KPIs") for the Company alone is not necessary or appropriate for an understanding of the development, performance and positioning of its business

Directors' report *(continued)*

Results and dividends

The result for the 11-month period ended 30 September 2007 is shown in the profit and loss account on page 7 The profit for the period transferred to reserves is £91,048 *(2006 Profit £1,457,000)* No dividends were paid in the period (2006 *£nil*) The directors do not recommend the payment of a final dividend (2006 *£nil*)

Directors

The directors at the date of this report were

A M Swinson	(appointed 17 May 2007)
D Jones	(appointed 15 October 2007)
A L John	(appointed 15 October 2007)

The following resignations took place during the period

D Wheatley	(resigned on 17 May 2007)
N W Longman	(resigned on 15 October 2007)
C F Powell	(resigned on 1 November 2007)

Employee matters

TUI Travel PLC ("TUI Travel"), the intermediate parent Company, employs approximately 48,000 people across the Group, based in the UK and throughout the USA, Canada, Africa, Asia, Australia and Continental Europe Although businesses within the portfolio are at various stages of development and maturity, together we all share common values The aim is to reward, develop and promote our people in a way that is right for them, taking into account the environment in which they operate

Our commitment is to

- Engage employees in our aims and success – and in issues that affect them
- Promote a positive workplace
- Reward them in a way that is relevant to them and reflects their contribution to the Group's success

Rewarding people and valuing their contribution

TUI Travel's goal is to have a reward strategy that underpins business objectives within Group-wide principles which provide a framework for local environments Recognising and rewarding our employees in ways that are effective for them is a key driver for engagement and high performance Our reward strategy takes into account base pay, competency pay, incentives, benefits and non-cash based rewards We make every effort to measure the input and results of both individuals and teams Many UK employees participate in the Share Incentive Plan, giving them an interest in the financial performance of their Company

Ensuring our employees share our aims and are involved in matters which affect them is a key challenge for us TUI Travel employs people in many countries around the world – a significant number of whom are engaged on a seasonal basis We start by employing people we believe share our passion for our customers and products and build engagement through consultation and by providing local and global updates in ways that suit the employees' working environment and culture

We encourage the participation of employees through frequent 'Work in Partnership' meetings led by senior management Regular meetings take place with recognised trade unions

TUI Travel has an extranet website to enhance communications across the whole Group and this now provides a central source where all employees can find both external and internal information about the Sectors and various businesses in the Group Additionally each Sector has its own tailored approach to communication which reflects its own particular needs

Directors' report *(continued)*

Rewarding people and valuing their contribution (continued)

As a Group we operate in diverse cultures and understand the need to rule out discrimination on any grounds including ethnicity, gender, disability and age If applicable and possible, alternative suitable employment would be found for any employee who becomes disabled during the course of employment provided that they can be employed in a safe working environment We continue to develop policies on non-discrimination and inclusiveness in line with best practice and these are incorporated into training for line managers as a key part of induction programmes Unfair treatment of any employee is not tolerated and a confidential employee hotline is available for all employees worldwide – there is a translation service in place for non-English speaking employees

Attracting, developing and retaining talent

We continue to be proud of the commitment and dedication of our employees in achieving the levels of service and efficiency which make TUI Travel stand out from its competitors Every effort is made to encourage and develop employees to realise their maximum potential We are committed to using the most effective recruitment methods in all countries in which we operate and to build skills and knowledge in ways that suit both the business and our employees

Retaining key employees is critical to our continued business success Group-wide talent is reviewed on a regular basis at Board level and our focus is to retain and develop those individuals who will carry our business forward We actively move people to career opportunities across the Group to enhance the mix of innovative, entrepreneurial and general management skills In order to meet seasonal demands we continue to move our best front-line staff between retail, overseas representation and airline cabin crew roles This develops a multi-skilled work force that has year-round experience of working with our customers

Policy and practice on payment of creditors

It is the Company's policy wherever possible to agree terms of payment with suppliers in advance to ensure that they are made aware of the terms of payment and both parties abide by those terms Due to the nature of the Company's operations, and common to the industry as a whole, payments are often made in advance of the provision of goods and services The Company has not calculated the average creditor settlement period as, due to the differing terms in force, any such average would be meaningless

Directors' insurance

The intermediate parent Company First Choice Holidays Limited maintained Directors' & Officers' Liability insurance policies on behalf of the Directors of the Company for all wrongful acts up to 3 September 2007 A policy in the name of TUI Travel PLC, the new parent Company, covers any wrongful acts occurring after that date

Statement as to disclosure of information to auditors

The directors confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware, and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information

Directors' report *(continued)*

Auditors

The Company has elected to dispense with the holding of Annual General Meetings, the laying of accounts before the members in General Meeting and the appointment of auditors annually Accordingly, KPMG Audit Plc will continue in office as auditors

By order of the Board

J Walter
Company Secretary

TUI Travel House
Crawley Business Quarter
Fleming Way
Crawley
West Sussex
RH10 9QL

Date 29 April 2008

Statement of Directors' Responsibilities in respect of the Directors' report and the financial statements for the 11-month period ending 30 September 2007

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

The financial statements are required by law to give a true and fair view of the state of affairs of the Company and of the profit or loss for that period

In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable UK 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 that disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that its financial statements comply with the Companies Act 1985 They have a general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities

Independent auditor's report to the members of First Choice Holiday Hypermarkets Limited

We have audited the financial statements of First Choice Holiday Hypermarkets Limited for the 11-month period ended 30 September 2007 which comprise the profit and loss account, the balance sheet, and the reconciliation of movement in shareholders funds and the related notes These financial statements have been prepared under 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 directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities on page 5 Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland) 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 whether in our opinion the information given in the Directors' Report is consistent with the financial statements In addition, we report to you if, in our opinion, 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 directors' remuneration and other transactions is not disclosed We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 judgments made by the directors 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, in accordance with UK Generally Accepted Accounting Practice, of the state of the Company's affairs as at 30 September 2007 and of its profit for the 11-month period then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements

KPMG Audit Plc

30 April 2008

KPMG Audit Plc
Chartered Accountants
Registered Auditor

Profit and loss account

For the 11-month ended 30 September 2007

	Note	**11-month period ended 30 September 2007 £000**	Year ended 31 October 2006 £000
Turnover	*1*	**43,863**	44,083
Net operating costs		**(42,645)**	(41,023)
Operating profit and profit on ordinary activities before taxation	*2*	**1,218**	3,060
Tax charge on ordinary activities	*4*	**(1,127)**	(1,603)
Profit for the financial period/year	*12*	**91**	1,457

All results for the current period and comparative year relate to continuing operations

There are no other recognised gains or losses arising in the current period or prior year Consequently no statement of recognised gains or losses has been presented

A note on historical cost profits and losses has not been included as part of these financial statements as the results as disclosed in the profit and loss account are prepared on an unmodified historical cost basis

The notes on pages 10 to 16 form part of these financial statements

Balance sheet

at 30 September 2007

	Note	30 September 2007 £000	31 October 2006 £000
Fixed assets			
Intangible assets	5	**29,612**	32,312
Tangible assets	6	**19,575**	19,279
		49,187	51,591
Current assets			
Debtors	7	**83,340**	40,762
Cash at bank and in hand		**2,714**	84
		86,054	40,846
Creditors: amounts falling due within one year	8	**(71,039)**	(27,358)
Net current assets		**15,015**	13,488
Total assets less current liabilities		**64,202**	65,079
Creditors amounts falling due after one year	9	**(25,819)**	(25,819)
Provisions for liabilities and charges	10	**(1,337)**	(2,305)
Net assets		**37,046**	36,955
Capital and reserves			
Share capital	11	**16,080**	16,080
Share premium	12	**41,943**	41,943
Profit and loss account	12	**(20,977)**	(21,068)
Equity shareholders' funds		**37,046**	36,955

The notes on pages 10 to 16 form part of these financial statements

These financial statements were approved by the board of directors on 29 April 2008 and were signed on its behalf by

A Swinson
Director

Reconciliation of the movement in shareholders' funds

For the 11-month period ended 30 September 2007

	30 September 2007	31 October 2006
	£000	£000
Opening shareholders' funds	**36,955**	35,498
Profit for the period/year	**91**	1,457
Closing shareholders' funds	**37,046**	36,955

Notes

(forming part of the financial statements for the 11-month period ended 30 September 2007)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's financial statements

Basis of preparation

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

Under Financial Reporting Standard 1 (revised 1996), the Company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the Company in its own published consolidated financial statements

Turnover

Turnover is the total amount receivable by the Company for commissions earned and services provided, excluding VAT and trade discounts Commission earned in respect of in house product is recognised on the date of departure and the related costs are charged to the profit and loss account on the same basis Commission earned from the sale of third party product, together with related costs, are recognised on receipt of final payment

Goodwill

Purchased goodwill is amortised to nil by equal instalments over its estimated useful life, normally 20 years

Licences

Licences purchased by the Company are amortised to nil by equal annual instalments over their useful economic lives

Tangible fixed assets and depreciation

Depreciation is calculated to write down the cost less the estimated residual value of all tangible fixed assets over their expected useful lives The rates and periods generally applicable are

Leasehold property	Over the lease term
Computers	5 years straight line
Furniture and equipment	8 years straight line

Contributions to pension funds

The Group operates a defined contribution pension scheme and charges are made to the Company for staff employed Pension liabilities are charged to the profit and loss account as they fall due

Foreign currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction Monetary assets and liabilities denominated in foreign currencies are retranslated at the rates of exchange ruling at the balance sheet date All exchange differences arising are included in the profit and loss account

Deferred taxation

Except as otherwise required by accounting standards, full provision without discounting is made for all timing differences, which have arisen but not reversed at the balance sheet date Timing differences arise when items of income and expenditure are included in tax computations in periods different from their inclusion in the financial statements

Leased assets

Operating leases and the payments made under them are charged to the profit and loss account on a straight line basis over the period of the lease

Notes *(continued)*

2 Profit on ordinary activities before taxation

Profit on ordinary activities before taxation is stated after charging

	11-month period ended 30 September 2007 £000	Year ended 31 October 2006 £000
After charging		
Depreciation and other amounts written off tangible and intangible fixed assets		
- Owned	**1,797**	4,125
- Goodwill amortisation	**1,925**	2,100
- Licences amortisation	**775**	845
Operating leases – land and buildings	**8,248**	8,858

The whole of the turnover and profit before taxation derives from the Company's principal activity within the United Kingdom

In 2007 and 2006, auditor's remuneration was paid by another Group Company The audit fee relating to the Company was as follows

	11-month period ended 30 September 2007 £000	Year ended 31 October 2006 £000
Fees for the audit of the Company	**15**	15

Fees paid to the Company's auditors, KPMG Audit Plc, and its associates for services other than the statutory audit of the Company are not disclosed in these financial statements This is on the basis that such non-audit fees are disclosed in the consolidated financial statements of the Company's intermediate parent Company First Choice Holidays Limited

3 Staff numbers and costs

The average number of persons employed by the Company during the period, analysed by category, was as follows

	11-month period ended 30 September 2007 Number	Year ended 31 October 2006 Number
Sales team / Representatives	**808**	729

The aggregate payroll costs of these persons were as follows

	11-month period ended 30 September 2007 £000	Year ended 31 October 2006 £000
Wages and salaries	**9,505**	8,753
Social security costs	**886**	830
Other pension costs (note 14)	**48**	60
	10,439	9,643

All directors are remunerated by First Choice Holidays & Flights Limited A management charge is made by First Choice Holidays & Flights to cover the Company's share of such operating costs

Notes *(continued)*

4 Taxation

The tax charge/(credit) in the period/year can be summarised as follows

	11-month period ended 30 September 2007	Year ended 31 October 2006
(i) Analysis of charge/(credit) in the period/year	**£000**	£000
Current tax		
UK corporation tax on profits	**2,031**	(2,166)
Adjustments in respect of prior periods		
- permanant	**64**	(69)
Total current tax	**2,095**	(2,235)
Deferred tax		
Origination and reversal of timing differences		
- current year UK	**(572)**	3,713
- adjustment in respect of previous periods	**(260)**	125
- effect of reduction in UK corporate tax rate from 30% to 28%	**(136)**	-
Total deferred tax (see note 10)	**(968)**	3,838
Tax on profit on ordinary activities	**1,127**	1,603

(ii) Factors affecting the current tax charge/(credit) for the period/year

The current tax charge *(2006 credit)* for the period is higher *(2006 lower)* than the standard rate of UK corporation tax of 30% *(2006 30%)* The differences are explained below

	11-month period ended 30 September 2007 £000	Year ended 31 October 2006 £000
Profit on ordinary activities before tax	1,218	3,060
Current tax at 30% *(2006 30%)*	**365**	918
Effects of		
- expenses not deductible for tax purposes	**810**	629
- depreciation in excess of capital allowances for the period	**613**	(433)
- depreciation on non-qualifying assets	**123**	-
- loss on disposal on non-qualifying assets	**120**	-
- adjustment to tax charge in respect of previous periods	**64**	(69)
- other short term timing differences	**-**	(3,280)
Current tax charge/(credit) for the period/year	**2,095**	(2,235)

(iii) Factors that may affect future tax charges

The future tax charge is anticipated to follow the standard rate of corporation tax The UK statutory rate of corporation tax will reduce to 28% from 1 April 2008

Notes *(continued)*

5 Intangible fixed assets

	Goodwill £000	Licence £000	Total £000
Cost			
As at 1 November 2006	41,993	9,300	51,293
30 September 2007	41,993	9,300	51,293
Amortisation			
As at 1 November 2006	16,798	2,183	18,981
Provided in the period	1,925	775	2,700
At 30 September 2007	18,723	2,958	21,681
Net book value			
As at 30 September 2007	**23,270**	**6,342**	**29,612**
As at 31 October 2006	25,195	7,117	32,312

6 Tangible fixed assets

	Short leasehold properties £000	Computer, furniture and equipment £000	Total £000
Cost			
As at 1 November 2006	25,655	6,677	32,332
Additions in the period	2,733	332	3,065
Disposals	(1,618)	(164)	(1,782)
Transfers	85	-	85
As at 30 September 2007	26,855	6,845	33,700
Depreciation			
As at 1 November 2006	7,498	5,555	13,053
Charge for the period	1,327	470	1,797
Disposals	(577)	(148)	(725)
As at 30 September 2007	8,248	5,877	14,125
Net book value			
As at 30 September 2007	**18,607**	**968**	**19,575**
As at 31 October 2006	18,157	1,122	19,279

Notes *(continued)*

7 Debtors

	30 September 2007 £000	31 October 2006 £000
Trade debtors	**427**	381
Amounts owed by group undertakings	**71,888**	32,515
Prepayments and accrued income	**6,457**	5,631
Group relief	**2,235**	2,235
Other debtors	**2,333**	-
	83,340	40,762

All debtors fall due within one year

8 Creditors: amounts falling due within one year

	30 September 2007 £000	31 October 2006 £000
Trade creditors	**36,215**	26,973
Amounts owed to group undertakings	**30,327**	-
Group relief	**2,258**	162
Other creditors	**530**	-
Other tax and social security costs	**1,587**	-
Accruals and deferred income	**122**	223
	71,039	27,358

9 Creditors: amounts falling due after more than one year

	30 September 2007 £000	31 October 2006 £000
Amounts owed to group undertakings	**25,819**	25,819

10 Provisions for liabilities and charges

	Deferred taxation £000
As at 1 November 2006	2,305
Utilised in the period	(572)
Adjustment in respect of prior periods	(260)
Impact of reduction in UK corporation tax rate from 30% to 28%	(136)
As at 30 September 2007	**1,337**

The net deferred tax position as at 30 September 2007 is as follows

	30 September 2007 £000	31 October 2006 £000
Accelerated capital allowances	**1,337**	2,305

There is no unprovided deferred taxation at either 30 September 2007 or 31 October 2006

Notes *(continued)*

11 Share capital

	30 September 2007 £000	31 October 2006 £000
Authorised		
500,000 deferred ordinary shares of £1 each	**500**	500
19,500,000 ordinary shares of £1 each	**19,500**	19,500
	20,000	20,000
Allotted, called up and fully paid		
500,000 deferred ordinary shares of £1 each	**500**	500
15,580,000 ordinary shares of £1 each	**15,580**	15,580
	16,080	16,080

Non-equity interests in shareholders' funds are analysed by class of share as follows

	30 September 2007 £000	31 October 2006 £000
Deferred ordinary shares of £1 each	**500**	500

12 Share premium and Reserves accounts

	Share premium account £000
At 1 November 2006 and 30 September 2007	41,943

	Profit and loss £000
1 November 2006	(21,068)
Profit for the period	91
At 30 September 2007	**(20,977)**

Notes *(continued)*

13 Commitments

Annual commitments under non-cancellable operating leases are as follows

	30 September 2007 Leasehold buildings £000	31 October 2006 Leasehold buildings £000
Operating leases which expire		
Over five years	**9,018**	8,204
	9,018	8,204

Capital commitments at the end of the financial period for which no provision has been made are as follows

	30 September 2007 £000	31 October 2006 £000
Contracted but not provided for	**450**	438
Authorised but not contracted or provided for	-	1,530
	450	1,968

14 Pensions

The Company participates in First Choice Holidays Limited defined contribution pension scheme The pension costs charged for the period represents contributions payable by the Company to the fund and amounted to £48,194 (*2006 £60,182*) The assets of the scheme are administered by trustees in a fund independent from those of the Company

15 Related party transactions

The Company has taken advantage of the exemption contained in Financial Reporting Standard No 8 "Related Party Disclosure" as it is a wholly owned subsidiary of First Choice Holidays Limited (to 3 September 2007) and TUI Travel PLC (from 3 September 2007) Therefore the Company has not disclosed related party transactions or balances with entities that form part of the Group headed by First Choice Holidays Limited or TUI Travel PLC

16 Ultimate parent Company

Until 3 September 2007 First Choice Holidays Limited, a Company registered in England and Wales was the ultimate parent Company With effect from 3 September 2007, the ultimate parent Company is TUI AG – a Company registered in Berlin and Hanover (Federal Republic of Germany)

For the 11-month period ended 30 September 2007 First Choice Holidays Limited is the parent undertaking of the largest and smallest group of which the Company is a member and for which consolidated financial statements are drawn up For future accounting periods, the parent undertaking of the smallest group of which the Company is a member and for which consolidated financial statements are drawn up will be TUI Travel PLC

The largest group of which the Company is a member and for which consolidated financial statements are drawn up is TUI AG

Copies of First Choice Holidays Limited and TUI Travel PLC financial statements are available from the Company Secretary, TUI Travel House, Crawley Business Quarter, Fleming Way, Crawley, West Sussex, RH10 9QL

FIRST CHOICE HOLIDAYS QUEST LIMITED

Financial Statements

For the 11-month period ended

30 September 2007

Company Number 3797605