

Company Registration No. 3700199

**AUTO INVESTMENTS LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2004**

23165-b-2004

**Registered Office**  
Suite 23, Park Royal House  
23 Park Royal Road  
London



## **AUTO INVESTMENTS LIMITED**

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

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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 4.

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

#### **Director**

The following director has held office since 1 January 2004:

T. Lane

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 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



T. Lane (Director)

Date: 31/01/05

**MATTHEW EDWARDS & CO**  
CHARTERED ACCOUNTANTS

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

**AUTO INVESTMENTS LIMITED**

**INDEPENDENT AUDITORS' REPORT  
TO THE SHAREHOLDERS OF AUTO INVESTMENTS LIMITED**

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We have audited these individual company financial statements of Auto Investments Limited on pages 4 to 9 for the year ended 31 December 2004. These individual company 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 these individual company financial statements in accordance with applicable law and United Kingdom Accounting Standards.

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

We report to you our opinion as to whether these individual company 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 these individual company 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.

**AUTO INVESTMENTS LIMITED**

**INDEPENDENT AUDITORS' REPORT (CONTINUED)**  
**TO THE SHAREHOLDERS OF AUTO INVESTMENTS LIMITED**

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**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 these individual company financial statements. It also includes an assessment of the significant estimates and judgements made by the director in the preparation of these individual company 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 these individual company 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 these individual company financial statements.

**Opinion**

In our opinion these individual company financial statements give a true and fair view of the state of the company's affairs as at 31 December 2004 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

*31/1/05*

Clinch's House, Lord Street  
Douglas  
Isle of Man

**AUTO INVESTMENTS LIMITED**

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

	Notes	2004 Euro	2003 Euro
Administrative expenses		(5,626)	(4,923)
<b>Operating loss</b>	<b>2</b>	(5,626)	(4,923)
Other interest receivable and similar income	3	130	678
<b>Loss on ordinary activities before taxation</b>		(5,496)	(4,245)
Tax on loss on ordinary activities	4	-	-
<b>Loss on ordinary activities after taxation</b>	<b>8</b>	(5,496)	(4,245)
<b>Loss brought forward at 1 January 2004</b>		(23,211)	(18,966)
<b>Loss carried forward at 31 December 2004</b>		(28,707)	(23,211)

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

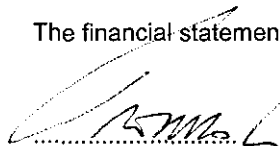
There are no recognised gains and losses other than those passing through the profit and loss account.

**AUTO INVESTMENTS LIMITED**

**BALANCE SHEET  
AS AT 31 DECEMBER 2004**

		2004		2003	
	Notes	Euro	Euro	Euro	Euro
<b>Fixed assets</b>					
Investments	5		9,500,000		9,500,000
<b>Creditors: amounts falling due within one year</b>	6	(9,525,814)		(9,520,318)	
<b>Net current liabilities</b>			(9,525,814)		(9,520,318)
<b>Total assets less current liabilities</b>			(25,814)		(20,318)
<b>Capital and reserves</b>					
Called up share capital	7		2,893		2,893
Profit and loss account	8		(28,707)		(23,211)
<b>Shareholders' funds - equity interests</b>	9		(25,814)		(20,318)

The financial statements were approved by the Board on 21/1/05



T. Lane  
Director

## AUTO INVESTMENTS LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

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#### 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 Euro.

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.

<b>2 Operating loss</b>	<b>2004</b>	<b>2003</b>
	<b>Euro</b>	<b>Euro</b>
Operating loss is stated after charging:		
Auditors' remuneration	1,494	1,624
	<hr/>	<hr/>
<b>3 Other interest receivable and similar income</b>	<b>2004</b>	<b>2003</b>
	<b>Euro</b>	<b>Euro</b>
Profit on foreign exchange	130	678
	<hr/>	<hr/>
	130	678
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# **AUTO INVESTMENTS LIMITED**

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

<b>4</b>	<b>Taxation</b>	<b>2004 Euro</b>	<b>2003 Euro</b>
	<b>Domestic current year tax</b>		
	Corporation tax at 30.00% (2003 - 30.00%)	-	-
	<b>Current tax charge</b>	-	-
	<b>Factors affecting the tax charge for the year</b>		
	Loss on ordinary activities before taxation	(5,496)	(4,245)
	Loss on ordinary activities before taxation multiplied by the standard rate of corporation tax of 30.00% (2003: 30.00%)	(1,649)	(1,274)
	Effects of:		
	Losses not recognised for accounting purposes	1,649	1,274
	<b>Current tax charge</b>	-	-

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

## **5 Fixed asset investments**

	<b>Unlisted investments Euro</b>	<b>Shares in subsidiary undertakings Euro</b>	<b>Total Euro</b>
<b>Cost</b>			
At 1 January 2004	-	9,500,000	9,500,000
Transferred from subsidiary undertakings	9,500,000	-	9,500,000
Transferred to unlisted investments	-	(9,500,000)	(9,500,000)
At 31 December 2004	9,500,000	-	9,500,000
At 31 December 2003	-	9,500,000	9,500,000

### **Other significant interests**

The company holds significant interests in the share capital of the following companies:

<b>Company</b>	<b>Country of registration or incorporation</b>	<b>Shares held Class</b>	<b>%</b>
Londimo SGPS, SA.	Portugal	Ordinary	19



# **AUTO INVESTMENTS LIMITED**

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

### **5 Fixed asset investments (continued)**

During the year the company's investment in Londimo SGPS SA decreased from 95% to 19%.

<b>6 Creditors: amounts falling due within one year</b>	<b>2004 Euro</b>	<b>2003 Euro</b>
Other creditors	9,520,457	9,514,701
Accruals and deferred income	5,357	5,617
	<u>9,525,814</u>	<u>9,520,318</u>

<b>7 Share capital</b>	<b>2004 No.</b>	<b>2003 No.</b>
<b>Authorised</b>		
10,000 Ordinary £1 shares	<u>10,000</u>	<u>10,000</u>
<b>Allotted, called up and fully paid</b>	<b>Euro</b>	<b>Euro</b>
1,000 Ordinary £1 shares	<u>2,893</u>	<u>2,893</u>

<b>8 Statement of movements on profit and loss account</b>	<b>Profit and loss account Euro</b>
Balance at 1 January 2004	(23,211)
Retained loss for the year	<u>(5,496)</u>
Balance at 31 December 2004	<u>(28,707)</u>

<b>9 Reconciliation of movements in shareholders' funds</b>	<b>2004 Euro</b>	<b>2003 Euro</b>
Loss for the financial year	(5,496)	(4,245)
Opening shareholders' funds	<u>(20,318)</u>	<u>(16,073)</u>
Closing shareholders' funds	<u>(25,814)</u>	<u>(20,318)</u>

### **10 Contingent liabilities**

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

**AUTO INVESTMENTS LIMITED**

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

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**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.