HIGHGRADE PROPERTIES LIMITED

Company No: 3705298

FINANCIAL STATEMENTS

for year ended

30TH SEPTEMBER 2006

HIGHGRADE PROPERTIES LIMITED

DIRECTORS

Mr. Abraham Klein
Mr. Joshua Sternlicht

SECRETARY

Mr. Abraham Klein

REGISTERED OFFICE

New Burlington House
1075 Finchley Road
London, NW11 0PU

HIGHGRADE PROPERTIES LIMITED

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HIGHGRADE PROPERTIES LIMITED

DIRECTORS' REPORT

The directors present their annual report and the unaudited financial statements for the year ended 30th September 2006.

PRINCIPAL ACTIVITY AND BUSINESS REVIEW

The company is dormant and has not traded during the year. The company has, however, acted as bare trustee for a registered charity company.

DIRECTORS AND THEIR INTEREST IN SHARE CAPITAL

The directors who served during the year were as follows:

Mr. Abraham Klein
Mr. Joshua Sternlicht

By Order of the Board

....

Mr. Abraham Klein - Secretary

Date: 7th March 2007

HIGHGRADE PROPERTIES LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2006

The company has not traded during the year.

During the year, the company has received no income and incurred no expenditure and therefore made neither profit nor loss.

HIGHGRADE PROPERTIES LIMITED

BALANCE SHEET AS AT 30 SEPTEMBER 2006

	Notes	2006 £	2005 £
CURRENT ASSETS			
Debtors	1	100	*100*
NET ASSETS		£100	*£100*
CAPITAL AND RESERVES			
Called up share capital	2	100	*100*
		£100	*£100*

For the financial year ended 30th September 2006, the company was entitled to exemption from audit under S.249AA (I) Companies Act 1985 (as a dormant company); and members have not required the company to obtain an audit of its accounts under S.249B (2).

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with S.221 and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the year and of its profit or loss for the financial year in accordance with the requirements of S.226 and which otherwise comply with the requirements of the Companies Act 1985, so far as applicable to the company.

The financial statements were approved by the Board on 7th March 2007 and signed on its behalf by:-

....
Mr. Abraham Klein

Directors

....
Mr. Joshua Sternlicht

The notes on page 4 form part of these financial statements.

HIGHGRADE PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2006

1. DEBTORS

	2006 £	*2005*
Amount due from shareholders	100	*100*
	£100	*100*

2. SHARE CAPITAL

	2006 £	*2005*
Authorised		
1,000 ordinary shares of £1 each	£1,000	*£1,000*
Issued and Fully Paid		
100 ordinary shares of £1 each	£100	*£100*

3. CONTROLLING PARTY

The share capital of the company is owned by A. Klein, J. Sternlicht and Mrs. S. Padwa.