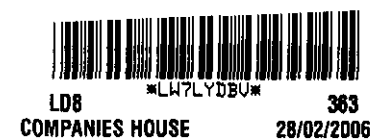


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ZAHA HADID LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2005

Lee Associates Audit Limited
5 Southampton Place
London
WC1A 2DA



ZAHA HADID LIMITED

COMPANY INFORMATION

Directors	Zaha Hadid P Schumacher
Secretary	Woody K T Yao
Company number	3749443
Registered office	5 Southampton Place London WC1A 2DA
Auditors	Lee Associates Audit Limited 5 Southampton Place London WC1A 2DA
Business address	Studio 9 10 Bowling Green Lane London EC1R 0BD
Bankers	National Westminster Bank plc 34 Sloane Square London SW1W 8AZ

ZAHA HADID LIMITED

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ZAHA HADID LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2005

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 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.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board

MR. WOODY K.T. YAO - COMPANY SECRETARY
ON BEHALF OF
ZAHA HADID LIMITED

27/2/06

ZAHA HADID LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ZAHA HADID LIMITED

We have audited the financial statements of Zaha Hadid Limited on pages 4 to 10 for the year ended 30 April 2005. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), 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 directors and auditors

As described in the statement of directors' responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

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

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 if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records or 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 transactions with the company 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 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 the financial statements. It also includes an assessment of the significant estimates and judgements 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 of the state of the company's affairs as at 30 April 2005 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Lee Associates Audit Limited

28/2/06

Chartered Accountants
Registered Auditor

5 Southampton Place
London
WC1A 2DA

ZAHA HADID LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 APRIL 2005

	Notes	2005 £	2004 £
Turnover	2	5,588,457	3,404,774
Cost of sales		(4,108,971)	(2,206,480)
Gross profit		1,479,486	1,198,294
Administrative expenses		(1,184,572)	(920,653)
Operating profit	3	294,914	277,641
Other interest receivable and similar income	4	2,651	540
Interest payable and similar charges		(3,936)	(1,382)
Profit on ordinary activities before taxation		293,629	276,799
Tax on profit on ordinary activities	5	(60,413)	(53,991)
Profit on ordinary activities after taxation		233,216	222,808
Dividends		-	(203,000)
Retained profit for the year	13	233,216	19,808

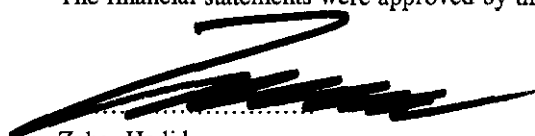
ZAHA HADID LIMITED

BALANCE SHEET AS AT 30 APRIL 2005

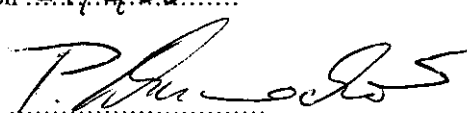
	Notes	2005 £	£	2004 £	£
Fixed assets					
Tangible assets	6		169,966		77,754
Current assets					
Stocks	7	-		45,000	
Debtors	8	2,975,733		1,084,262	
Cash at bank and in hand		282,186		341,622	
		3,257,919		1,470,884	
Creditors: amounts falling due within one year	9	(2,698,236)		(1,043,854)	
Net current assets			559,683		427,030
Total assets less current liabilities			729,649		504,784
Creditors: amounts falling due after more than one year	10		(590)		(13,441)
Provisions for liabilities and charges	11		(11,500)		(7,000)
			717,559		484,343
Capital and reserves					
Called up share capital	12		2		2
Profit and loss account	13		717,557		484,341
Shareholders' funds			717,559		484,343

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 27/2/06.....



Zaha Hadid
Director



P Schumacher
Director

ZAHA HADID LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2005

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover and profits

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

Profit is recognised on long-term contracts, if the final outcome can be assessed with reasonable certainty, by including in the profit and loss account turnover and related costs as contract activity progresses. Turnover is calculated as that proportion of total contract value which costs to date bear to total expected costs for that contract.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment	25% straight line
Motor vehicles	25% straight line

1.4 Stock

Work in progress is valued at the lower of cost and net realisable value.

1.5 Long term contracts

Amounts recoverable on long term contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. Excess progress payments are included in creditors as payments on account.

1.6 Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.7 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Turnover

In the year to 30 April 2005 7.82% (2004 - 1.71%) of the company's turnover was to markets outside the United Kingdom.

3 Operating profit

	2005	2004
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	77,641	67,744
Auditors' remuneration	5,000	5,000
Directors' emoluments	55,000	211,533

ZAHA HADID LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2005

4	Investment income	2005	2004
		£	£
	Bank interest	2,651	540
		<u> </u>	<u> </u>
5	Taxation	2005	2004
		£	£
	Domestic current year tax		
	U.K. corporation tax	56,000	56,800
	Adjustment for prior years	(87)	(9)
		<u> </u>	<u> </u>
	Current tax charge	55,913	56,791
	Deferred tax		
	Deferred tax charge/credit current year	4,500	(2,800)
		<u> </u>	<u> </u>
		60,413	53,991
		<u> </u>	<u> </u>
6	Tangible fixed assets		
			Plant and machinery etc
			£
	Cost		
	At 1 May 2004		297,385
	Additions		169,853
			<u> </u>
	At 30 April 2005		467,238
	Depreciation		
	At 1 May 2004		219,631
	Charge for the year		77,641
			<u> </u>
	At 30 April 2005		297,272
	Net book value		
	At 30 April 2005		169,966
			<u> </u>
	At 30 April 2004		77,754
			<u> </u>

The net book value of tangible fixed assets includes £9,130 (2004 - £18,262) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £9,130 (2004 - £9,130) for the year.

ZAHA HADID LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2005

7	Stocks	2005	2004
		£	£
	Long term contract balances:		
	- Net cost less foreseeable losses	-	45,000
		<u> </u>	<u> </u>
8	Debtors	2005	2004
		£	£
	Trade debtors	1,778,237	509,592
	Other debtors	1,197,495	574,670
		<u> </u>	<u> </u>
		2,975,732	1,084,262
		<u> </u>	<u> </u>
9	Creditors: amounts falling due within one year	2005	2004
		£	£
	Bank loans and overdrafts	21,398	11,456
	Net obligations under hire purchase contracts	12,851	14,307
	Trade creditors	698,229	419,738
	Taxation and social security	420,322	249,250
	Other creditors	1,545,436	349,103
		<u> </u>	<u> </u>
		2,698,236	1,043,854
		<u> </u>	<u> </u>
	The bank overdraft is secured by a mortgage debenture.		
10	Creditors: amounts falling due after more than one year	2005	2004
		£	£
	Net obligations under hire purchase contracts	590	13,441
		<u> </u>	<u> </u>

ZAHA HADID LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2005

11 Provisions for liabilities and charges

	Deferred tax liability £
Balance at 1 May 2004	7,000
Profit and loss account	4,500
	<u>11,500</u>
Balance at 30 April 2005	<u>11,500</u>

The deferred tax liability is made up as follows:

	2005 £	2004 £
Accelerated capital allowances	<u>11,500</u>	<u>7,000</u>

12 Share capital

	2005 £	2004 £
Authorised		
1,000 Ordinary of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
2 Ordinary of £1 each	<u>2</u>	<u>2</u>

13 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 May 2004	484,340
Retained profit for the year	233,216
	<u>717,556</u>
Balance at 30 April 2005	<u>717,556</u>

ZAHA HADID LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2005

14 Financial commitments

At 30 April 2005 the company was committed to making the following payments under non-cancellable operating leases in the year 30 April 2006:

	2005	2004
	£	£
Operating leases which expire:		
Within one year	90,500	-
Between two and five years	-	77,492
	<u>90,500</u>	<u>77,492</u>

15 Control

The ultimate controlling party is Zaha Hadid who is a director of the company and owns 100% of the issued share capital.