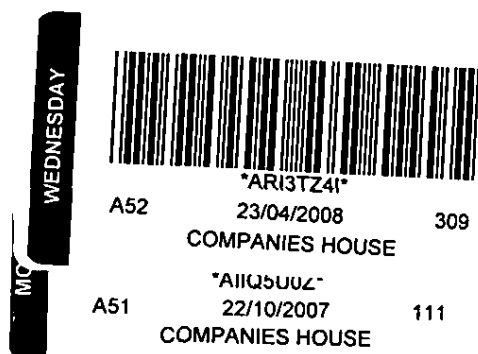


ANGLO SLOVAK MINERALS LIMITED

REPORT AND FINANCIAL STATEMENTS

31 MAY 2007

COMPANY NUMBER: 3770913



Willan & Willan Chartered Accountants
The Old Post Office
High Street
Hartley Wintney
Hook
Hampshire
RG27 8NZ

ANGLO SLOVAK MINERALS LIMITED

REPORT AND FINANCIAL STATEMENTS

31 MAY 2007

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COMPANY INFORMATION

FOR THE YEAR ENDED 31 MAY 2007

Directors: A D N Balme
R Lonsdale-Hands

Secretary: Laytons Secretaries Limited

Registered Office: Fifth Floor
Carmelite
50 Victoria Embankment
Blackfriars
London
EC4Y 0LS

Registered Number: 3770913 (England and Wales)

Accountants: Willan & Willan Chartered Accountants
The Old Post Office
High Street
Hartley Wintney
Hook
Hampshire
RG27 8NZ

DIRECTOR'S REPORT**FOR THE YEAR ENDED 31 MAY 2007**

The directors present their report with the financial statements for the year ended 31 May 2007

PRINCIPAL ACTIVITIES

The company's principal activity is mineral exploration in Slovakia. The company has undertaken geophysical and geochemical work on two of its licences, Ruska Bystra and Bystra Skaros. When Turcek is included where the work was undertaken prior to the company's involvement, the company now has three licences ready to drill.

DIRECTORS

The directors during the year under review were

A D N Balme
R Lonsdale-Hands

The beneficial interests of the directors holding office on 31 May 2007 in the issued share capital of the company were as follows -

	31 05 2007	01 06 2006
Ordinary £0.01 shares		
A D N Balme	553,800	403,800
R Lonsdale-Hands	561,200	486,200

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:

11th October

2007

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MAY 2007

	Notes	2007 £	2006 £
TURNOVER		<u>-</u>	<u>-</u>
Administrative expenses		<u>93,666</u>	<u>3,888</u>
OPERATING LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2	(93,666)	(3,888)
Interest received		1,285	-
Tax on loss on ordinary activities	3	<u>-</u>	<u>-</u>
RETAINED LOSS FOR THE YEAR AFTER TAXATION		(92,381)	(3,888)
Deficit brought forward		(8,758)	(4,870)
DEFICIT CARRIED FORWARD		<u>(101,139)</u>	<u>(8,758)</u>

BALANCE SHEET

FOR THE YEAR ENDED 31 MAY 2007

	Notes	£	2007 £	£	2006 £
FIXED ASSETS:					
Investments	4		<u>11,112</u>		<u>11,112</u>
			11,112		11,112
CURRENT ASSETS:					
Debtors	5	244,337		142,245	
Other debtors		8,943		-	
Cash at Bank		<u>19,366</u>		<u>37,125</u>	
		272,646		179,370	
CREDITORS - amounts falling due within one year	6	<u>37,605</u>		<u>600</u>	
NET CURRENT ASSETS			<u>235,041</u>		<u>178,770</u>
TOTAL ASSETS			<u>246,153</u>		<u>189,882</u>
CAPITAL AND RESERVES					
Called up share capital	7		36,000		25,000
Share Premium	8		311,292		102,292
Share capital in advance			-		71,348
Profit and loss account			<u>(101,139)</u>		<u>(8,758)</u>
SHAREHOLDERS FUNDS			<u>246,153</u>		<u>189,882</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 May 2007

The members have not required the company to obtain an audit of its financial statements for the year ended 31 May 2007 in accordance with Section 249B(2) of the Companies Act 1985

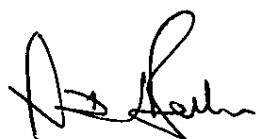
BALANCE SHEET (Continued)

AS AT 31 MAY 2007

The directors acknowledge their responsibilities for

- a) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and
- b) 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 end and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company

ON BEHALF OF THE BOARD



A D N Balme - Director

Approved by the Board on

11th October 2007

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2007

1 ACCOUNTING POLICIES

Accounting convention

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Fixed Asset Investment

Fixed asset investments are stated at cost less provision for any permanent diminution in value. For listed investments, market value is based on the closing middle market price

2 OPERATING LOSS

	2007	2006
	£	£
Is stated after charging		
Directors' emoluments	<u>16,867</u>	<u>-</u>

3 TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 May 2007 nor for the year ended 31 May 2006

4 FIXED ASSET INVESTMENTS

	2007	2006
	£	£
a) Summary		
Investment in group undertakings and participating interests	4b <u>11,112</u>	<u>11,112</u>
	<u>11,112</u>	<u>11,112</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MAY 2007

	2007 £	2006 £
4 b) Investment in group undertakings and participating interests		
Bellmin sro Incorporated in Slovak Republic 200,000 ordinary shares (proportion 100%)	3,704	3,704
St Stephan Gold sro Incorporated in Slovak Republic 200,000 ordinary shares (proportion 100%)	3,704	3,704
GBE sro Incorporated in Slovak Republic 200,000 ordinary shares (proportion 100%)	3,704	3,704
	<hr/>	<hr/>
	11,112	11,112
	<hr/>	<hr/>
	£	£
5 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
Amounts due from Group undertakings		
GBE Sro	63,082	44,846
Bellmin Sro	136,325	89,942
St Stephan Gold Sro	44,930	7,457
	<hr/>	<hr/>
	244,337	142,245
	<hr/>	<hr/>
The amounts due from Group undertakings will become due after more than one year		
6 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	£	£
Other creditors	32,352	-
Tax and National Insurance	4,253	
Accruals	1,000	600
	<hr/>	<hr/>
	37,605	600
	<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MAY 2007

			2007	2006
7 CALLED UP SHARE CAPITAL				
Authorised			£	£
Number	Class	Nominal value		
5,000,000	Ordinary	£ 0 01	<u>50,000</u>	<u>50,000</u>
Allotted and issued				
Number	Class	Nominal value		
3,636,500	Ordinary	£ 0 01	<u>36,365</u>	<u>25,000</u>
8 SHARE PREMIUM				
Brought forward and carried forward			<u>311,292</u>	<u>102,292</u>

9 RELATED PARTY DISCLOSURES

R Lonsdale-Hands and A D N Balme are directors of Anglo Slovak Minerals Limited

During the year under review Carter Capital Limited paid expenses on behalf of Anglo Slovak Minerals Limited

A D N Balme is a director of Carter Capital Limited as well as Anglo Slovak Minerals Limited

During the year there were the following transactions with group companies -

	Dr	Cr
	£	£
Bellmin sro	46,383	-
St Stephan Gold sro	37,473	-
GBE sro	18,236	-
	<u>102,092</u>	<u>-</u>

	2007	2006
	£	£
10 Reserves		
At 1 June 2006	(8,758)	(3,888)
Loss for the year	<u>(92,381)</u>	<u>(4,870)</u>
At 31 May 2007	<u>(101,139)</u>	<u>(8,758)</u>