

SHETLAND LIMITED
ABBREVIATED STATUTORY ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2003

Company number: 04493541 (England and Wales)

WILKINS KENNEDY
Chartered Accountants
Bridge House
London Bridge
SE1 9QR



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COMPANIES HOUSE

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09/11/04

SHETLAND LIMITED

Company Information

Directors	RTB Presidents Limited RTB Secretaries Limited RTB Treasurers Limited
Secretary	Trusec Limited
Company Number	04493541 (England and Wales)
Registered Office	2 Lambs Passage London EC1Y 8BB
Auditors	Wilkins Kennedy Bridge House London Bridge London SE1 9QR

SHETLAND LIMITED

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SHETLAND LIMITED

AUDITORS' REPORT TO SHETLAND LIMITED

UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4 together with the financial statements of Shetland Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 December 2003.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 to the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with the Sections 246(5) and 246(6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered have been properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and 246(6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 and properly prepared in accordance with those provisions.

Bridge House
London Bridge
LONDON SE1 9QR

Wilkins Kennedy

Registered Auditors and
Chartered Accountants

Date 5 November 2004

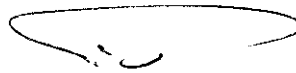
SHETLAND LIMITED**BALANCE SHEET****AS AT 31 DECEMBER 2003**

	Notes	2003 £	£	2002 £	£
FIXED ASSETS					
Investments	2		3,180,218		3,180,218
CURRENT ASSETS					
Debtors	3	100,235		32,483	
CREDITORS: amounts falling due within one year		<u>(8,355)</u>		<u>(4,600)</u>	
NET CURRENT ASSETS			<u>91,880</u>		<u>27,883</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			3,272,098		3,208,101
CREDITORS: Amounts falling due after more than one year	4		<u>(3,673,764)</u>		<u>(3,313,752)</u>
NET LIABILITIES			<u>£(401,666)</u>		<u>£(105,651)</u>
CAPITAL AND RESERVES					
Called up share capital	5		100		100
Profit and loss account			<u>(401,766)</u>		<u>(105,751)</u>
SHAREHOLDERS' FUNDS - EQUITY			<u>£(401,666)</u>		<u>£(105,651)</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board of Directors on ~~4 Nov 2004~~ and signed on its behalf.

Director



The notes on pages 3 and 4 form part of these financial statements.

SHETLAND LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2003

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in the company's financial statements.

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention.

(b) Cashflow statement

The company is a small company. The company has therefore taken advantage of the exemption provided by FRS 1 - Cashflow Statements not to prepare a cashflow statement and associated notes.

(c) Going concern

The company has reported net liabilities at 31 December 2003 of £401,666. The immediate parent undertaking, Sonda Properties, Inc has undertaken not to demand repayment of its loan to the company such to render the company unable to meet other liabilities as they fall due. Accordingly the directors consider that the going concern basis is an appropriate basis for the preparation of these accounts.

(d) Turnover

Turnover represents the amounts invoiced to customers and is stated exclusive of value added tax.

(e) Investments

Investments are stated at cost, including the cost of associated expenses, less any provisions for permanent diminution in value.

(f) Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors there is a reasonable probability that a liability or asset will crystallise in the near future.

(g) Foreign currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date.

SHETLAND LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2003

2. INVESTMENTS

**Total
£**

Cost

At 1 January 2003 and at 31 December 2003

£3,180,218

Details of the investments are as follows:

Name of Company	Country of incorporation	Holding	Proportion held	Nature of Business
Sociedad Explotacion Agropecuaria Anguix S.L.	Spain	Ordinary Shares	33.3%	Property investment
Sociedad Explotacion Rustica Castillo de Anguix S.L.	Spain	Ordinary Shares	33.3%	Property investment

3. DEBTORS

**2003
£**

**2002
£**

Loan to associated undertakings

£100,235

£32,483

The directors consider that the loan is recoverable after more than one year.

4. CREDITORS: Amounts falling due after more than one year

**2003
£**

**2002
£**

Loan owed to parent undertaking

£3,673,764

£3,313,752

The loan is interest free and has no fixed date of repayment. Repayment of the loan will not be sought such to render the Company unable to meet its other liabilities as they fall due. Accordingly the directors consider it appropriate to disclose this balance as repayable after more than one year.

5. SHARE CAPITAL

£

£

Authorised

100 ordinary shares of £1 each

£100

£100

Allotted and called up

100 ordinary shares of £1 each

£100

£100

6. PARENT UNDERTAKING

The company is a 100% subsidiary of Sonda Properties Inc, a company incorporated in the British Virgin Islands. The ultimate controlling party is considered to be the Trustees of the Woodcock Settlement, a trust established in the United Kingdom for the benefit of the family of Mr J D Sturm.