

**Japaninvest (Holdings) Limited****Company balance sheet at 31 December 2005**

	Note	2005 £	2005 £	2004 £	2004 £
<b>Fixed assets</b>					
Investments	8		513,162		457,852
<b>Current assets</b>					
Debtors	9	956		90,219	
Cash at bank and in hand		157,507		118,591	
		158,463		208,810	
<b>Creditors: amounts falling due within one year</b>	10	14,488		13,250	
<b>Net current assets</b>			143,975		195,560
<b>Total assets less current liabilities</b>			657,137		653,412
<b>Capital and reserves</b>					
Called up share capital	11		2,422		2,407
Share premium account	12		644,482		644,482
Profit and loss account	12		10,233		6,523
<b>Shareholders' funds - equity</b>			657,137		653,412

The financial statements were approved by the Board on 8<sup>th</sup> March 2006



A J Ramsay  
Director

The notes on pages 11 to 19 form part of these financial statements.



**Japaninvest (Holdings) Limited****Consolidated cash flow statement for the year ended 31 December 2005**

	Note	2005 £	2005 £	2004 £	2004 £
<b>Net cash inflow from operating activities</b>	15		983,950		65,921
<b>Returns on investments and servicing of finance</b>					
Interest received		10,592		670	
<b>Net cash inflow from returns on investment and servicing of finance</b>			10,592		670
<b>Capital expenditure and financial investment</b>					
Purchase of tangible fixed assets	7	14,456		33,581	
<b>Net cash outflow from capital expenditure and financial investment</b>			(14,456)		(33,581)
<b>Cash inflow before management of liquid resources and financing</b>			980,086		33,010
<b>Financing</b>					
Share capital subscribed	13	15		225,795	
<b>Cash inflow from financing</b>			15		225,795
<b>Increase in cash in the year</b>	16		980,101		258,805

The notes on pages 11 to 19 form part of these financial statements.

**Japaninvest (Holdings) Limited****Consolidated profit and loss account for the year ended 31 December 2005**

	Note	2005 £	2004 £
<b>Turnover</b>	1	4,564,346	1,649,075
<b>Gross profit</b>		4,564,346	1,649,075
Administrative expenses		3,636,994	1,631,836
<b>Operating profit</b>		927,352	17,239
Interest receivable		10,592	670
<b>Profit on ordinary activities before taxation</b>		937,944	17,909
Taxation on profit from ordinary activities	5	263,202	-
<b>Profit on ordinary activities after taxation</b>		674,742	17,909

All amounts relate to continuing activities.

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**Japaninvest (Holdings) Limited**

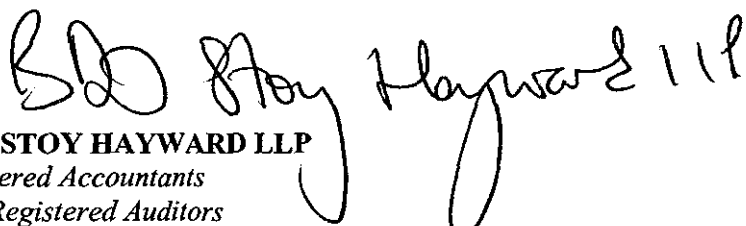
**Report of the independent auditors (*Continued*)**

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*Opinion*

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the group's and the parent company's affairs as at 31 December 2005 and of the group's profit for the year then ended;
- have been properly prepared in accordance with the Companies Act 1985.

  
**BDO STOY HAYWARD LLP**  
*Chartered Accountants*  
*and Registered Auditors*  
London

8<sup>th</sup> March 2006