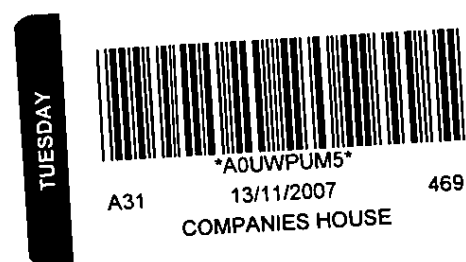


Company Registration No 4617833 (England and Wales)

CHRISTA LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006

30286-B-2006



Registered Office
5th Floor,
86 Jermyn Street, St James
London

CHRISTA LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2006

The director presents her report and financial statements for the year ended 31 December 2006

Principal activity

The principal activity of the company is that of an investment company

Review of the business and future developments

The director considers that the results of the company are satisfactory and that the company is expected to continue at its present levels in the future

Results and dividends

The results for the year are set out on page 4

No dividends have been paid during this or the comparative period

Director

The following director has held office since 1 January 2006

B P Cocksedge

The director has no interest in the issued share capital of the company

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Matthew Edwards & Co be reappointed as auditors of the company will be put to the Annual General Meeting

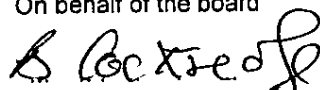
Statement of Director's responsibilities

Company law requires the director 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 director is required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable her to ensure that the financial statements comply with the Companies Act 1985. She is 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

On behalf of the board


B.P. Cocksedge (Director)

Date 31/12/07

Clinch's House, Lord Street, Douglas, Isle of Man IM99 1RZ
Telephone +44 (0) 1624 663166 Facsimile +44 (0) 1624 677108
E-mail audit@matthew-edwards.com

CHRISTA LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF CHRISTA LIMITED

We have audited the financial statements of Christa Limited for the year ended 31 December 2006 set out on pages 4 to 10. These financial statements have been prepared under 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 auditors' 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 director and auditors

As described in the statement of director's responsibilities on page 1, the company's director is responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 Companies Act 1985. We also report to you if, in our opinion, the director's report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding director's remuneration and transactions with the company is not disclosed.

We read other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Director's Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 director 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.

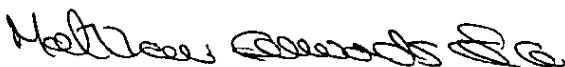
CHRISTA LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)
TO THE SHAREHOLDERS OF CHRISTA LIMITED

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 company's affairs as at 31 December 2006 and of its profit for the year then ended, and
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the director's report is consistent with the financial statements



Matthew Edwards & Co
Chartered Accountants
Registered Auditor



Clinch's House, Lord Street
Douglas
Isle of Man
IM99 1RZ

CHRISTA LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 31 DECEMBER 2006**

	Notes	2006 €	2005 €
Administrative expenses		(7,124)	(15,663)
Operating loss	2	(7,124)	(15,663)
Other interest receivable and similar income	3	-	28
Interest payable and similar charges	4	(257)	(35)
Loss on ordinary activities before taxation		(7,381)	(15,670)
Tax on loss on ordinary activities	5	8,994	(13,210)
Profit/(loss) for the year	9	1,613	(28,880)

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account

CHRISTA LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2006

	Notes	2006 €	€	2005 €	€
Fixed assets					
Investments	6	1,140,769		1,140,769	
Current assets					
Cash at bank and in hand		600		1,160	
Creditors' amounts falling due within one year	7	(1,187,907)		(1,190,080)	
Net current liabilities		(1,187,307)		(1,188,920)	
Total assets less current liabilities		(46,538)		(48,151)	
Capital and reserves					
Called up share capital	8	1,449		1,449	
Profit and loss account	9	(47,987)		(49,600)	
Shareholders' funds	10	(46,538)		(48,151)	

Approved by the Board and authorised for issue on *30/10/07*

B P Cocksedge
B P Cocksedge
Director

CHRISTA LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2006

1 Accounting policies

1.1 Accounting conventions

The financial statements are prepared under the historical cost convention and in accordance with applicable financial reporting and accounting standards

The financial statements have been prepared on the going concern basis. This is considered appropriate as the ultimate beneficial shareholders will continue to provide financial support to the company for the foreseeable future.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.3 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the director, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1.4 Foreign currency translation

The company's accounting records are maintained in Euros.

Transactions in other currencies are converted at the rate ruling at the date of the transaction. Current assets and liabilities are converted at the rate of exchange ruling at the balance sheet date. Any material gains or losses resulting from the conversion are taken to the profit and loss account.

1.5 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company and its subsidiary undertaking comprise a small-sized group. The company has therefore taken advantage of the exemptions provided by section 248 of the Companies Act 1985 not to prepare group accounts.

2 Operating loss	2006	2005
	€	€
Operating loss is stated after charging		
Auditors' remuneration	1,483	4,426
	<u> </u>	<u> </u>
 3 Investment income, other interest receivable and similar income	 2006	 2005
	€	€
Bank interest	-	28
	<u> </u>	<u> </u>
	-	28
	<u> </u>	<u> </u>

CHRISTA LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2006

4	Interest payable and similar charges	2006	2005
		€	€
	On overdue tax	257	-
	Loss on foreign exchange	-	35
		<u>257</u>	<u>35</u>
		<u><u>257</u></u>	<u><u>35</u></u>
5	Taxation	2006	2005
		€	€
	Domestic current year tax		
	Corporation tax at 30.00% (2005 - 30.00%)	-	8,340
	Adjustment for prior years	(8,994)	4,870
		<u>(8,994)</u>	<u>13,210</u>
	Current tax charge	<u><u>(8,994)</u></u>	<u><u>13,210</u></u>
	Factors affecting the tax charge for the year		
	Loss on ordinary activities before taxation	(7,381)	(15,670)
		<u>(7,381)</u>	<u>(15,670)</u>
	Loss on ordinary activities before taxation multiplied by the standard rate of corporation tax of 30.00% (2005 - 30.00%)	(2,214)	(4,701)
		<u>(2,214)</u>	<u>(4,701)</u>
	Effects of		
	Additional income for tax purposes	-	13,041
	Non deductible expenses	44	-
	Losses not recognised for accounting purposes	2,170	-
	Adjustments to previous periods	(8,994)	4,870
		<u>(6,780)</u>	<u>17,911</u>
		<u><u>(8,994)</u></u>	<u><u>13,210</u></u>
	Current tax charge	<u><u>(8,994)</u></u>	<u><u>13,210</u></u>

CHRISTA LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2006

6 Fixed asset investments

	Shares in group undertakings €	Loans to group undertakings €	Total €
Cost			
At 1 January 2006 & at 31 December 2006	271,346	869,423	1,140,769
Net book value			
At 31 December 2006	271,346	869,423	1,140,769
At 31 December 2005	271,346	869,423	1,140,769

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies

Company	Country of incorporation	Shares held Class	%
Subsidiary undertakings			
Turisvarge - Empreendimentos Turisticos	Portugal	Ordinary	98 00
Mauriata - Empreendimentos Turisticos	Portugal	Ordinary	100 00
Turibessa - Empreendimentos Turisticos	Portugal	Ordinary	100 00
Ribeira Pequena - Sociedade de Desenvolvimento	Portugal	Ordinary	100 00

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows

		Capital and reserves	Profit/(Loss) for the year
	Principal activity	€	€
Turisvarge - Empreendimentos Turisticos	Tourism (Hotel)	58,491	(2,634)
Mauriata - Empreendimentos Turisticos	Tourism (Hotel)	229,413	(82,636)
Turibessa - Empreendimentos Turisticos	Tourism (Hotel)	107,923	(10,939)
Ribeira Pequena - Sociedade de Desenvolvimento	Tourism (Hotel)	200,736	6,010

Christa has a direct holding in Mauriata of 72.85%, Turibessa of 74% and Ribeira Pequena of 73.94%, the additional percentage of each company is held by Turisvarge

CHRISTA LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2006

7	Creditors, amounts falling due within one year	2006	2005
		€	€
	Corporation tax	-	13,543
	Other creditors	1 177,266	1,161,038
	Accruals and deferred income	10,641	15,499
		<u>1,187,907</u>	<u>1,190,080</u>
8	Share capital	2006	2005
		No	No
	Authorised		
	10,000 ordinary £1 shares	<u>10,000</u>	<u>10,000</u>
		2006	2005
		€	€
	Allotted, called up and fully paid		
	1,002 ordinary £1 shares	<u>1,449</u>	<u>1,449</u>
9	Statement of movements on profit and loss account		Profit and loss account €
	Balance at 1 January 2006		(49,600)
	Profit for the year		1,613
	Balance at 31 December 2006		<u>(47,987)</u>
10	Reconciliation of movements in shareholders' funds	2006	2005
		€	€
	Profit/(Loss) for the financial year	1,613	(28,880)
	Opening shareholders' funds	<u>(48,151)</u>	<u>(19,271)</u>
	Closing shareholders' funds	<u>(46,538)</u>	<u>(48,151)</u>
11	Contingent liabilities		
	There were no known contingent liabilities as at the balance sheet date		

CHRISTA LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2006

12 Capital commitments

There were no major capital commitments as at the balance sheet date

13 Employees

Number of employees

There were no employees during the year apart from the director, who received no remuneration

14 Ultimate controlling party and related party transactions

The director is aware of the identity of the ultimate controlling party. However, they are under a duty of confidentiality that prevents them from disclosing certain information otherwise required by Financial Reporting Standard 8. Therefore they have taken the exemption offered by the Standard in respect of confidentiality.