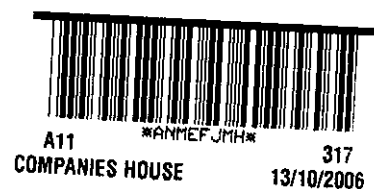


**VISCOUNT INVESTMENTS LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**



# VISCOUNT INVESTMENTS LIMITED

## COMPANY INFORMATION

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<b>Directors</b>	Michael Cordwell Peter Nicolle Kapas (UK) Limited
<b>Secretary</b>	Professional Trust Company (UK) Limited
<b>Company number</b>	4773579
<b>Registered office</b>	Suite 100, 11 St. James's Place London SW1A 1NP

# VISCOUNT INVESTMENTS LIMITED

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# VISCOUNT INVESTMENTS LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2005

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The directors present their report and financial statements for the year ended 31 December 2005.

### Principal activities

The principal activity of the company during the period was that of acting as an investment holding company.

There have been no events since the balance sheet date which materially affect the position of the company.

### Presentation of the Financial Statements

The financial statements conform with the Financial Reporting Standard for Smaller Entities.

### Results and Dividends

The profit and loss account is set out on page 2 and shows the results for the year.

The directors do not recommend the payment of a final dividend for the year.

### Directors

The following directors have held office during the year:

Michael Cordwell  
Peter Nicolle  
Kapas (UK) Limited

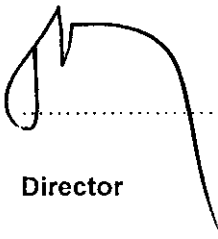
### Directors' interests

The directors' beneficial interests in the shares of the company as at 31 December 2005 were as stated below:

	Ordinary shares of £1 each	
	31 December 2005	31 December 2004
Michael Cordwell	-	-
Peter Nicolle	-	-
Kapas (UK) Limited	-	-

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

By order of the board



Director

# VISCOUNT INVESTMENTS LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2005

		Year ended 31 December 2005	Period ended 31 December 2004
	Notes	£	£
Turnover	1.2	14,191	13,071
Administrative expenses		(8,692)	(7,402)
<b>Profit on ordinary activities before taxation</b>		5,499	5,669
Other expenses		-	-
Tax on ordinary activities		(1,650)	(1,050)
<b>Profit on ordinary activities after taxation</b>	5	3,849	4,619

There are no other recognised gains or losses other than those included in the profit and loss account.

Activity during the period resulted from continuing operations.

The notes on pages 4 & 5 form part of these financial statements

# VISCOUNT INVESTMENTS LIMITED

## BALANCE SHEET AS AT 31 DECEMBER 2005

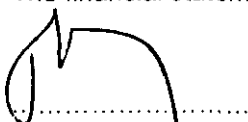
		2005		2004	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Investments	2		3,400,773		3,400,773
<b>Creditors: amounts falling due within one year</b>	3	(3,515,291)		(3,519,140)	
<b>Net current liabilities</b>			(3,515,291)		(3,519,140)
<b>Total assets less current liabilities</b>			(114,518)		(118,367)
<b>Capital and reserves</b>					
Called up share capital	4		2		2
Profit and loss account	5		(114,520)		(118,369)
<b>Shareholders' funds - equity interests</b>			(114,518)		(118,367)

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A (1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
  - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
  - (ii) 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 and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

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 the Financial Reporting Standard for Smaller Entities.

The financial statements were approved by the Board on 9-10- 2006



Director

The notes on pages 4 & 5 form part of these financial statements.

# VISCOUNT INVESTMENTS LIMITED

## Notes to the financial statements for the year ended 31 December 2005

### 1 Accounting policies.

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

#### 1.2 Turnover

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

#### 1.3 Cash Flow Statement

The financial statements do not include a cash flow statement as referred to in Financial Reporting Standard No.1 as the company is a small company as defined therein.

#### 1.4 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 directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

### 2 Investments

#### Cost

#### Unquoted investments £

At 1 January 2005

3,400,773

Additions

-

Disposals

-

As at 31 December 2005

3,400,773

#### Holdings of more than 20%

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

#### Company

#### Country of registration or incorporation

#### Shares held %

#### Participating interests

Notna S.L.

Spain

31.81

The aggregate amount of capital and reserves and the results of the undertaking were not not available at the time of preparation of these financial statements.

### 3 Creditors: amounts falling due within one year

2005  
£

2004  
£

UK Corporation tax at 30%

1,650

1,050

Other creditors

3,513,641

3,518,090

3,515,291

3,519,140

# VISCOUNT INVESTMENTS LIMITED

## Notes to the financial statements for the year ended 31 December 2005

4	Share capital	2005	2004
		£	£
	<b>Authorised</b>		
	1,000 Ordinary shares of £1 each	1,000	1,000
		<u>          </u>	<u>          </u>
	<b>Allotted, called up and fully paid</b>		
	2 Ordinary shares of £1 each	2	2
		<u>          </u>	<u>          </u>
5	<b>Statement of movements on the profit and loss account</b>		<b>Profit and loss account £</b>
	At 1 January 2005		(118,369)
	Retained profit for the year		3,849
			<u>          </u>
	At 31 December 2005		(114,520)
			<u>          </u>



# VISCOUNT INVESTMENTS LIMITED

## STATEMENT OF ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 31 DECEMBER 2005

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	Year ended 31 December 2005 £	Period ended 31 December 2004 £
<b>Administrative expenses</b>		
Management Fees - allowable	8,677	7,387
Annual return - allowable	15	15
	<hr/>	<hr/>
	8,692	7,402
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