

**PONTELAND PROPERTIES LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE**  
**YEAR ENDED 31 MARCH 2007**

**COMPANY REGISTRATION NUMBER 4828071**



**COHEN ARNOLD**  
Chartered Accountants & Registered Auditors  
New Burlington House  
1075 Finchley Road  
London  
NW11 0PU

**PONTELAND PROPERTIES LIMITED**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 31 MARCH 2007**

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**PONTELAND PROPERTIES LIMITED**  
**OFFICERS AND PROFESSIONAL ADVISERS**

**THE BOARD OF DIRECTORS**

L M Hyman  
R Hedden  
M R M Jenner, F C I S

**COMPANY SECRETARY**

M R M Jenner, F C I S

**REGISTERED OFFICE**

Freshwater House  
158-162 Shaftesbury Avenue  
London  
WC2H 8HR

**AUDITOR**

Cohen Arnold  
Chartered Accountants  
& Registered Auditors  
New Burlington House  
1075 Finchley Road  
London  
NW11 0PU

# **PONTELAND PROPERTIES LIMITED**

## **THE DIRECTORS' REPORT**

**YEAR ENDED 31 MARCH 2007**

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 March 2007

### **PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

Ponteland Properties Limited is a holding company and neither the company nor its subsidiary undertaking has been active in the year under review

### **RESULTS AND DIVIDENDS**

The profit for the year amounted to £nil The directors have not recommended a dividend

### **DIRECTORS**

The directors who served the company during the year were as follows

L M Hyman  
R Hedden  
M R M Jenner, F C I S

The Articles of Association of the company do not require the directors to retire by rotation Neither director has a service contract, nor do they receive any emoluments from the company

The company does not grant share options to its directors nor does it pay pension contributions on their behalf

### **DIRECTORS' INTERESTS IN SHARE CAPITAL**

The whole of the issued share capital of the company is owned by Ponteland Limited At 31 March 2007, neither director has any interest in the share capital of the company, the parent undertaking or any subsidiary of the company's parent undertaking

### **DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) The financial statements are required by law to 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK 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

# **PONTELAND PROPERTIES LIMITED**

## **THE DIRECTORS' REPORT** *(continued)*

**YEAR ENDED 31 MARCH 2007**

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are 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.

In so far as the directors are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

### **DONATIONS**

During the year the company made no charitable donation nor political contribution.

### **AUDITOR**

A resolution to re-appoint Cohen Arnold as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Signed by order of the directors

A handwritten signature in black ink, appearing to be 'M R M JENNER', followed by a long horizontal line.

M R M JENNER, F C I S  
Company Secretary

Approved by the directors on 3 August 2007

**PONTELAND PROPERTIES LIMITED**  
**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF**  
**PONTELAND PROPERTIES LIMITED**  
**YEAR ENDED 31 MARCH 2007**

We have audited the financial statements of Ponteland Properties Limited for the year ended 31 March 2007 on pages 6 to 9, which have been prepared on the basis of the accounting policies set out on page 7

This report is made solely to the company's shareholders, 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 shareholders those matters we are required to state to them in an auditor's 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

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 the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

**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 directors 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.

**PONTELAND PROPERTIES LIMITED**  
**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF**  
**PONTELAND PROPERTIES LIMITED** *(continued)*  
**YEAR ENDED 31 MARCH 2007**

**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 March 2007 and of its result for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements



COHEN ARNOLD  
Chartered Accountants  
& Registered Auditors

New Burlington House  
1075 Finchley Road  
London  
NW11 0PU

3 August 2007

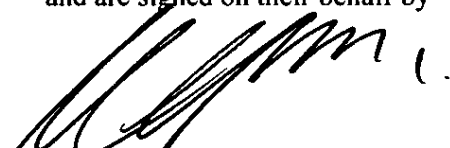
**PONTELAND PROPERTIES LIMITED**

**BALANCE SHEET**

**31 MARCH 2007**

	Note	2007 £	2006 £
<b>FIXED ASSETS</b>			
Investments	3	1,550,404	1,544,525
<b>CREDITORS: Amounts falling due within one year</b>	4	<u>26,780</u>	<u>20,901</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,523,624</u>	<u>1,523,624</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	5	<u>1,523,624</u>	<u>1,523,624</u>
<b>SHAREHOLDERS' FUNDS</b>	6	<u>1,523,624</u>	<u>1,523,624</u>

These financial statements were approved by the directors and authorised for issue on 3 August 2007, and are signed on their behalf by

  
**L M HYMAN**  
Director

The notes on pages 7 to 9 form part of these financial statements



**PONTELAND PROPERTIES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 MARCH 2007**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards, subject to the departures referred to below

**Cash flow statement**

Under Financial Reporting Standard No 1, the company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a wholly-owned subsidiary undertaking of a parent undertaking registered in England and Wales, which prepares Consolidated Financial Statements that include a Consolidated Cash Flow Statement

**Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities

**Format of financial statements**

The Financial Statements are presented in accordance with the format prescribed by Schedule 4 Companies Act 1985 with suitable adaptation thereof which the directors consider to be appropriate having regard to the nature of the company's activities

**2. PROFIT AND LOSS ACCOUNT**

The company did not trade during the year and has made neither a profit nor a loss. No Profit and Loss Account has therefore been prepared

**3. INVESTMENTS**

	<b>Shares held in Subsidiary Undertakings</b>
	<b>£</b>
<b>COST</b>	
At 1 April 2006	1,544,525
Additions	5,879
At 31 March 2007	<u>1,550,404</u>
<b>NET BOOK VALUE</b>	
At 31 March 2007	<u>1,550,404</u>
At 31 March 2006	<u>1,544,525</u>

**PONTELAND PROPERTIES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 MARCH 2007**

**3. INVESTMENTS** *(continued)*

The company's wholly-owned subsidiary undertaking, incorporated in the United Kingdom and registered in England and Wales is -

J2C PLC

The company is exempt by virtue of section 228 of Companies Act 1985 from the requirement to prepare group financial statements as it is a wholly owned subsidiary of Daejan Holdings PLC, a company incorporated in the United Kingdom and registered in England and Wales. Group Financial Statements are prepared by the ultimate parent undertaking - Daejan Holdings PLC

The share capital together with the revenue and capital reserves at 31 March 2007 and the profit of the subsidiary for the year then ended are as follows

	2007 £	2006 £
<b>Aggregate capital and reserves</b>		
J2C PLC	<u>745,899</u>	<u>714,267</u>

	2007 £	2006 £
<b>Profit and (loss) for the year</b>		
J2C PLC	<u>31,632</u>	<u>23,375</u>

**4. CREDITORS: Amounts falling due within one year**

	2007 £	2006 £
Amounts owed to group undertakings	<u>26,780</u>	<u>20,901</u>

**5. SHARE CAPITAL**

**Authorised share capital:**

	2007 £	2006 £
2,000,000 Ordinary shares of £1 each	<u>2,000,000</u>	<u>2,000,000</u>

**Allotted, called up and fully paid:**

	2007 No	£	2006 No	£
Ordinary shares of £1 each	<u>1,523,624</u>	<u>1,523,624</u>	<u>1,523,624</u>	<u>1,523,624</u>

**PONTELAND PROPERTIES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31 MARCH 2007**

**6. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2007 £	2006 £
Opening shareholders' funds	<u>1,523,624</u>	<u>1,523,624</u>
Closing shareholders' funds	<u>1,523,624</u>	<u>1,523,624</u>

**7. PARENT COMPANY AND CONTROLLING PARTY**

The parent company is Ponteland Limited, a company incorporated in the United Kingdom and registered in England and Wales

The company's ultimate parent undertaking and controlling party is Daejan Holdings PLC, a company incorporated in the United Kingdom and registered in England and Wales

Copies of the Group Financial Statements of Daejan Holdings PLC can be obtained from Freshwater House, 158-162 Shaftesbury Avenue, London, WC2H 8HR