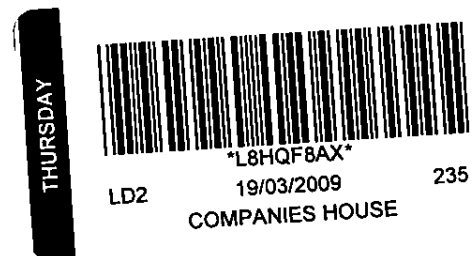


Dovedream Limited

FINANCIAL STATEMENTS

for the year ended

31 May 2008



Company Registration No. 04873646

Dovedream Limited

DIRECTOR AND OFFICERS

DIRECTOR

V A Tchenguiz

SECRETARY

M H P Ingham

COMPANY NUMBER

04873646 (England and Wales)

REGISTERED OFFICE

4th Floor
Leconfield House
Curzon Street
London
W1J 5JA

AUDITORS

Baker Tilly UK Audit LLP
The Clock House
140 London Road
Guildford
Surrey
GU1 1UW

SOLICITORS

Olswang
90 High Holborn
London
WC1V 6XX

Dovedream Limited

DIRECTOR'S REPORT

The director submits his report and financial statements of Dovedream Limited for the year ended 31 May 2008.

PRINCIPAL ACTIVITIES AND REVIEW OF THE BUSINESS

The principal activity of the company, which has remained unchanged during the year, was that of an intermediate holding company.

The company did not trade during the year.

In the opinion of the directors the financial position of the company at 31 May 2008 was satisfactory.

FINANCIAL RISKS AND KEY PERFORMANCE INDICATORS

The company is a dormant intermediate holding company; accordingly it has no key performance indicators.

The company is exposed to third party risk but has no exposure to financial interest rate or credit risks other than through its investment in its subsidiary. As its subsidiary is involved in property investment the principal risks it has are in respect of interest rate risk, leasee credit risk and market value risk.

Interest rate risk

The risk has been mitigated by the subsidiary only being party to fixed interest rate loans.

Leasee credit risk

The risk has been mitigated by the subsidiary only taking on appropriate tenants with credit checks undertaken by Prime Estates Management Limited, a fellow group company.

Market value risk

The subsidiary's investment property values are determined by market forces outside of the subsidiary's control. The subsidiary is not exposed to a loan default resulting from a fall in property values as the loan agreement does not include a loan to value covenant.

Third party risk

The company is exposed to third party risk as the company's investment in its subsidiary is charged in respect of the loan finance provided to fellow group companies under the cross-guarantee and cross-collateralisation arrangements detailed in note 7. The risk has been mitigated by the loan finance not including any loan to value covenants.

DIVIDENDS

The director does not recommend payment of a dividend.

DIRECTOR

The following director has held office since 1 June 2007:

V A Tchenguiz

Dovedream Limited

DIRECTOR'S REPORT (CONTINUED)

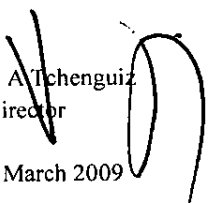
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

The director who was in office on the date of approval of these financial statements has confirmed, as far as he is aware, that there is no relevant audit information of which the auditors are unaware. The director has confirmed that he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that it has been communicated to the auditor.

AUDITORS

The auditor, Baker Tilly UK Audit LLP, Chartered Accountants, has indicated its willingness to continue in office.

On behalf of the board


V A Tchenguiz
Director

6 March 2009

Dovedream Limited

DIRECTOR'S RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

The director is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 those financial statements, the director is required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- d. 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 him to ensure that the financial statements comply with the requirements of the Companies Act 1985. He 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DOVEDREAM LIMITED

We have audited the financial statements on pages 6 to 9.

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 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 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

The director's responsibilities for preparing the Annual Report and 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 Director's 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 Director's 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 Director's Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of 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.

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 at 31 May 2008 and 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.

Baker Tilly UK Audit LLP

BAKER TILLY UK AUDIT LLP

Registered Auditor

Chartered Accountants

The Clock House

140 London Road

Guildford

Surrey

GU1 1UW

6 March 2009

Dovedream Limited

BALANCE SHEET

31 May 2008

	<i>Notes</i>	2008 £	2007 £
FIXED ASSETS			
Investments	2	<u>1</u>	<u>1</u>
CURRENT ASSETS			
Debtors	3	1	1
CREDITORS: Amounts falling due within one year	4	<u>(1)</u>	<u>(1)</u>
NET CURRENT ASSETS		<u>-</u>	<u>-</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1</u>	<u>1</u>
CAPITAL AND RESERVES			
Called up share capital	5	<u>1</u>	<u>1</u>
SHAREHOLDERS' FUNDS	6	<u>1</u>	<u>1</u>

The financial statements on pages 6 to 9 were approved by the board of directors and authorised for issue on 6 March 2009 and are signed on its behalf by:

V A Tchenguiz

Director



Dovedream Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared in accordance with applicable accounting standards.

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

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

INVESTMENTS

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

GROUP ACCOUNTS

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.

CASH FLOW STATEMENT

The company is exempt from the requirement to prepare a cash flow statement as it is entitled to the exemptions for small companies' accounts set out in section 246 to 249 of the Companies Act 1985.

PROFIT AND LOSS ACCOUNT

The company did not trade during the year or the previous year and has made neither a profit nor a loss in those periods. Accordingly, no profit and loss account is presented as part of these financial statements.

Dovedream Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 May 2008

1. EMPLOYEES

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

2. FIXED ASSET INVESTMENTS

	<i>Shares in group undertakings</i>
	£
Cost	
1 June 2007 and 31 May 2008	1

In the opinion of the director the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet.

Holdings of more than 20%

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

<i>Company</i>	<i>Country of registration or incorporation</i>	<i>Shares held</i>	
		<i>Class</i>	<i>%</i>
Subsidiary undertakings			
Miletower Limited	England	Ordinary	100

The aggregate amount of capital and reserves and the results of this undertaking for the period ended 31 May 2008 were as follows:

	<i>Capital and reserves</i>	<i>Profit/(loss) for the period</i>
	£	£
Miletower Limited	(16,148)	(1,400)

3. DEBTORS

	2008	2007
	£	£
Due within one year:		
Amounts owed by group undertakings	1	1

4. CREDITORS: Amounts falling due within one year

	2008	2007
	£	£
Amounts owed to group undertakings	1	1

Dovedream Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 May 2008

5. SHARE CAPITAL	2008	2007
	£	£
Authorised:		
100 Ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>
Allotted, issued and fully paid:		
1 Ordinary share of £1 each	1	1
	<u> </u>	<u> </u>
6. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	2008	2007
	£	£
Result for the financial year	-	-
Opening shareholders' funds	1	1
	<u> </u>	<u> </u>
Closing shareholders' funds	1	1
	<u> </u>	<u> </u>

7. CONTINGENT LIABILITIES

The company's investment in its subsidiary has been used as security against loans taken out by a group undertaking, Greenflat Limited. The loans are secured by a fixed and floating charge over the company's investments and by cross guarantees provided by fellow group companies and the cross-collateralisation of the properties owned by those fellow group companies. The total value of the loans subject to this arrangement as at 31 May 2008 was £103,285,220 (2007: £103,178,297).

8. CONTROL

The company's immediate holding company is Greenflat Limited, a company incorporated in England.

The directors regard the ultimate holding company to be Vin-Rotch Properties Limited Inc., a company incorporated in the Republic of Panama.

The ultimate controlling party is the Tchenguiz Family Trust.

9. RELATED PARTY TRANSACTIONS

The company is related to Rotch Property Group Limited and its subsidiaries ("Rotch") with whom it has a director in common and whose ultimate holding company is Vin-Rotch Properties Limited Inc., and ultimate controlling party is the Tchenguiz Family Trust.

At the balance sheet date, and included within Amounts owed by group undertakings, £1 (2007: £1) was due from Rotch.

At the balance sheet date, and included within Amounts owed to group undertakings, £1 (2007: £1) was due to the company's subsidiary, Miletower Limited.