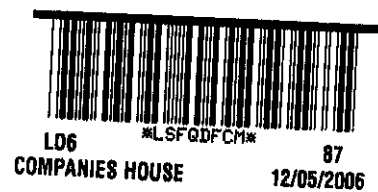


COMPANY NUMBER: 05017527

FREDDIEMAC TRADING LIMITED

REPORT AND FINANCIAL STATEMENTS  
PERIOD ENDED 31ST DECEMBER 2005

CROUCH CHAPMAN  
Chartered Accountants  
62 Wilson Street  
London EC2A 2BU



FREDDIEMAC TRADING LIMITED

COMPANY INFORMATION  
31ST DECEMBER 2005

DIRECTORS:

J. McLeod  
F. Bowers

SECRETARY:

C&P Companies Secretaries

REGISTERED OFFICE:

62 Wilson Street  
London  
EC2A 2BU

ACCOUNTANTS:

Crouch Chapman  
Chartered Accountants  
62 Wilson Street  
London  
EC2A 2BU

# FREDDIEMAC TRADING LIMITED

## REPORT OF THE DIRECTORS

The directors submit their report and financial statements for the period ended 31st December 2005.

## REVIEW OF ACTIVITIES

The company was incorporated on 16th January 2004 and commenced trading in February 2005.

The principal activity of the company is that of trading in financial instruments.

## DIRECTORS

The directors of the company at 31st December 2005, together with their beneficial interests in the shares of the company, were as follows:

	Ordinary Shares of £1 Each	
	31st December 2005	1st February 2005
J. MCLEOD	51	51
F. BOWERS	49	49

## TAXATION STATUS

The close company provisions of the Income and Corporation Taxes Act 1988 apply to the company.


## SMALL COMPANIES EXEMPTION

The director's report is prepared in accordance with special provisions of Section 246 of Part VII of the Companies Act 1985 relating to small companies.

62 Wilson Street  
London EC2A 2BU

26<sup>th</sup> April 2006

BY ORDER OF THE BOARD

  
C & P Company Secretaries Limited  
Secretary

ACCOUNTANTS' REPORT ON THE UNAUDITED FINANCIAL STATEMENTS

TO THE DIRECTORS OF FREDDIEMAC TRADING LIMITED

In accordance with the engagement letter dated 1st February 2006 and in order to assist you to fulfil your duties, we have compiled the financial statements of the company set out on pages 3 to 6, from the accounting records and information and explanations you have given us.

This report is made to the directors in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the directors that we have done so and state those matters that we have agreed to state to them in this 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 directors for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet for the period ended 31st December 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

62 Wilson Street  
London EC2A 2BU

  
CROUCH CHAPMAN

26 APR 2006

Chartered Accountants

# FREDDIEMAC TRADING LIMITED

## PROFIT AND LOSS ACCOUNT YEAR ENDED 31ST DECEMBER 2005

	Notes	11 Mths to 31.12.05 £	Year Ended 31.01.05 £
TURNOVER	1	(122,275)	-
Administrative expenses		(11,655)	-
OPERATING LOSS		(133,930)	-
Interest receivable		-	-
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(133,930)	-
Taxation	2	-	-
LOSS FOR THE PERIOD AFTER TAXATION		(133,930)	-
PROFIT AND LOSS ACCOUNT BROUGHT FORWARD		-	-
PROFIT AND LOSS ACCOUNT CARRIED FORWARD		(133,930)	-

### CONTINUING OPERATIONS

The company was incorporated on 16th January 2004 and commenced trading in February 2005. Since that date, none of the company's activities have been acquired or discontinued during the above financial periods.

### TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than those reported in the profit and loss account.

The notes on pages 5 to 6 form part of these financial statements.

FREDDIEMAC TRADING LIMITED

BALANCE SHEET  
31ST DECEMBER 2005

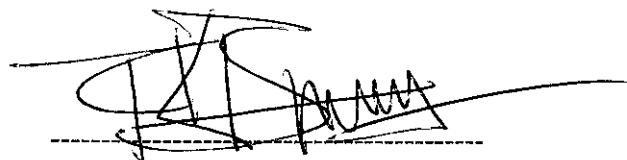
	Notes	£	31 <sup>st</sup> December 2005 £	£	31 <sup>st</sup> January 2005 £
CURRENT ASSETS					
Debtors	3	34,946		100	
Cash at bank		10,000		-	
		<u>44,946</u>		<u>100</u>	
CREDITORS: Amounts falling due within one year	4	(178,776)		-	
NET CURRENT (LIABILITIES)/ASSETS		<u>(133,830)</u>		<u>100</u>	
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(133,830)</u>		<u>100</u>
CAPITAL AND RESERVES					
Called up share capital	5		100		100
Profit and loss account			(133,930)		-
SHAREHOLDERS' FUNDS	6		<u>(133,830)</u>		<u>100</u>

The directors confirm that the company was entitled for the period ended 31st December 2005 to audit exemption under S.249(A)(1) and that no notice has been deposited under S.249(B)(2) requiring an audit of the financial statements for the period.

The directors acknowledge their responsibility for:

- ensuring that the company keeps accounting records which comply with S.221; and
- preparing financial statements which give a true and fair view of the state of the company's affairs at the end of the year and its profit or loss for the financial period in accordance with S.226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of S.246 of Part VII of the Companies Act 1985 relating to small companies.



DIRECTOR

Approved by the Board on **26 APR 2006**

The notes on pages 5 to 6 form part of these financial statements.

# FREDDIEMAC TRADING LIMITED

## NOTES TO THE FINANCIAL STATEMENTS PERIOD ENDED 31ST DECEMBER 2005

### 1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards in the United Kingdom. A summary of the more important policies, which have been applied consistently, is set out below:

#### Basis of Accounting

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

#### Turnover

Turnover represents the amount of brokerage received and net trading gains and losses recorded on a monthly basis from engaging in the company's principal activity.

#### Deferred Taxation

Deferred tax is provided using the full provision method. Deferred tax is recognised in respect of all timing differences which have originated but not reversed at the balance sheet date. It is the company's policy not to discount deferred tax to reflect the time value of money.

#### Foreign Exchange

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the accounting date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to the profit and loss account.

#### Cash Flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".

### 2. TAXATION

There is no liability to UK corporation tax due to the losses incurred in the period.

FREDDIEMAC TRADING LIMITED

NOTES TO THE FINANCIAL STATEMENTS  
- continued

3. DEBTORS	31.12.05 £	31.01.05 £
Other debtors	100	100
Funds held by stockbroker	34,846	-
	<u>34,946</u>	<u>100</u>
4. CREDITORS	31.12.05 £	31.01.05 £
Amounts falling due within one year:		
Accruals	2,937	-
Director's loan account	175,809	-
Other creditors	30	-
	<u>178,776</u>	<u>-</u>
5. SHARE CAPITAL	31.12.05 £	31.01.05 £
Authorised:		
Equity interests		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid:		
Equity interests		
100 ordinary share of £1 each	<u>100</u>	<u>100</u>
6. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	31.12.05 £	31.01.05 £
Opening shareholders funds	100	100
Loss for the financial period	(133,930)	-
Closing shareholders' funds	<u>(133,830)</u>	<u>100</u>
Represented by:		
Equity interests	<u>(133,830)</u>	<u>100</u>