

COMPANY REGISTRATION NUMBER 5029422

TALLSPRINGS UK LIMITED
FINANCIAL STATEMENTS
31 DECEMBER 2007



SLAVEN JEFFCOTE LLP
Chartered Certified Accountants
1 Lumley Street
Mayfair
London
W1K 6TT

TALLSPRINGS UK LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2007

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TALLSPRINGS UK LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

The board of directors	Falcor Management Limited Pitfield Management Limited
Company secretary	Falcor Management Limited
Registered office	68 Crockford Park Road Addlestone Surrey KT15 2LU
Accountants	Slaven Jeffcote LLP Chartered Certified Accountants 1 Lumley Street Mayfair London W1K 6TT
Solicitors	Mishcon de Reya 12 Red Lion Square London WC1R 4QD

TALLSPRINGS UK LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2007

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

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was as a holding and investment company

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows

	Ordinary £0.01 Shares Shares of £0.01 each	
	At	At
	31 December 2007	1 January 2007
Falcor Management Limited	-	-
Pitfield Management Limited	-	-

Lumley Management Limited retired as a director on 22 January 2007

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

Registered office
68 Crockford Park Road
Addlestone
Surrey
KT15 2LU

Signed on behalf of the directors



Pitfield Management Limited

Director

Approved by the directors on 11.01.08

TALLSPRINGS UK LIMITED
ACCOUNTANTS' REPORT TO THE DIRECTORS OF TALLSPRINGS UK
LIMITED
YEAR ENDED 31 DECEMBER 2007

As described on the balance sheet, the directors of the company are responsible for the preparation of the financial statements for the year ended 31 December 2007, set out on pages 4 to 8

You consider that the company is exempt from an audit under the Companies Act 1985

In accordance with your instructions we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us



SLAVEN JEFFCOTE LLP
Chartered Certified Accountants

1 Lumley Street
Mayfair
London
W1K 6TT
1/10/08

TALLSPRINGS UK LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2007

	Note	Year to 31 Dec 07 £	Period from 1 Feb 06 to 31 Dec 06 £
TURNOVER		—	—
Administrative expenses		13,534	6,220
OPERATING LOSS	2	(13,534)	(6,220)
Interest receivable		149,187	127,286
Interest payable and similar charges		(137,029)	(114,679)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(1,376)	6,387
Tax on (loss)/profit on ordinary activities	3	—	801
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(1,376)	5,586

All of the activities of the company are classed as continuing

The company has no recognised gains or losses other than the results for the
year as set out above

The notes on pages 6 to 8 form part of these financial statements

TALLSPRINGS UK LIMITED

BALANCE SHEET

31 DECEMBER 2007

	Note	2007 £	2006 £
CURRENT ASSETS			
Debtors	4	3,032,267	2,793,846
Cash at bank		29,819	3,305
		<u>3,062,086</u>	<u>2,797,151</u>
CREDITORS: Amounts falling due within one year	5	<u>3,059,951</u>	<u>2,793,640</u>
NET CURRENT ASSETS		<u>2,135</u>	<u>3,511</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,135</u>	<u>3,511</u>
CAPITAL AND RESERVES			
Called-up equity share capital	7	100	100
Profit and loss account	8	2,035	3,411
SHAREHOLDERS' FUNDS	9	<u>2,135</u>	<u>3,511</u>

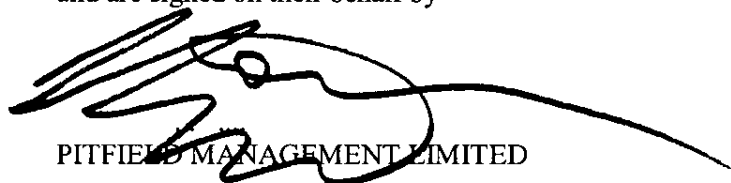
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 the Act relating to financial statements, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

These financial statements were approved by the directors and authorised for issue on 11/10/08, and are signed on their behalf by



PITFIELD MANAGEMENT LIMITED

The notes on pages 6 to 8 form part of these financial statements

TALLSPRINGS UK LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2007

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with applicable UK accounting standards

The Financial statements have been prepared on a going concern basis dependednt upon the continued support of the shareholders

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction Exchange differences are taken into account in arriving at the operating profit

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

2. OPERATING LOSS

Operating loss is stated after crediting

	Year to 31 Dec 07 £	Period from 1 Feb 06 to 31 Dec 06 £
Directors' emoluments	—	—
Net profit on foreign currency translation	<u>(275)</u>	<u>—</u>

3. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	Year to 31 Dec 07 £	Period from 1 Feb 06 to 31 Dec 06 £
Current tax		
UK Corporation tax based on the results for the year at 19 75% (2006 - 19%)	<u>—</u>	<u>801</u>
Total current tax	<u>—</u>	<u>801</u>

TALLSPRINGS UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

3. TAXATION ON ORDINARY ACTIVITIES *(continued)*

(b) Factors affecting current tax charge

The tax assessed on the (loss)/profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 19.75% (2006 - 19%)

	Year to 31 Dec 07 £	Period from 1 Feb 06 to 31 Dec 06 £
(Loss)/profit on ordinary activities before taxation	<u>(1,376)</u>	<u>6,387</u>
(Loss)/profit on ordinary activities by rate of tax	(272)	1,214
Utilisation of tax losses	-	(413)
Tax Losses carried forward	<u>272</u>	<u>-</u>
Total current tax (note 3(a))	<u>-</u>	<u>801</u>

4. DEBTORS

	2007 £	2006 £
Other debtors	<u>3,032,267</u>	<u>2,793,846</u>

Included in other debtors is a short term loan on which interest is charged at 5% pa

5. CREDITORS: Amounts falling due within one year

	2007 £	2006 £
Corporation tax	820	801
Other creditors	<u>3,059,131</u>	<u>2,792,839</u>
	<u>3,059,951</u>	<u>2,793,640</u>

Included in other creditors is a short term loan on which interest is charged at 5.5% pa

6. RELATED PARTY TRANSACTIONS

In the opinion of the directors the controlling parties are the trustees of Jiki Trust, a trust registered in the Isle of Man

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8

7. SHARE CAPITAL

Authorised share capital:

	2007 £	2006 £
10,000,000 Ordinary £0.01 Shares shares of £0.01 each	<u>100,000</u>	<u>100,000</u>

TALLSPRINGS UK LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2007

7. SHARE CAPITAL *(continued)*

Allotted, called up and fully paid:

	2007		2006	
	No	£	No	£
Ordinary £0 01 Shares shares of £0 01 each	<u>10,000</u>	<u>100</u>	<u>10,000</u>	<u>100</u>

8. PROFIT AND LOSS ACCOUNT

	Year to 31 Dec 07 £	Period from 1 Feb 06 to 31 Dec 06 £
Balance brought forward	3,411	(2,175)
(Loss)/profit for the financial year	<u>(1,376)</u>	<u>5,586</u>
Balance carried forward	<u>2,035</u>	<u>3,411</u>

9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2007 £	2006 £
(Loss)/Profit for the financial year	(1,376)	5,586
Opening shareholders' funds/(deficit)	<u>3,511</u>	<u>(2,075)</u>
Closing shareholders' funds	<u>2,135</u>	<u>3,511</u>