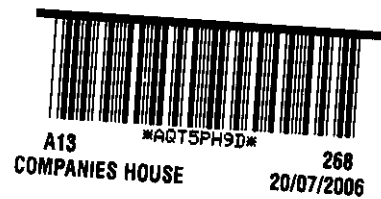


Company No: 5146344

BULAWAYO LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2005



JEFFREYS HENRY LLP
Chartered Accountants

Finsgate
5-7 Cranwood Street
London EC1V 9EE

BULAWAYO LIMITED

Report of the Directors

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

Principal Activity and Business Review

The company has not traded since formation and currently remains dormant. It changed its name to its current style, from Bulawayo Plc, on 6 June 2006 when it reverted to a private company

Directors

The following directors have held office since 1 January 2005.

	Ordinary shares of £0.001 each 2005	Ordinary shares of £0.001 each 2004 (Restated)
L.E.V. Knifton	15,700,000	15,700,000
W.N.V. Weller	15,700,000	15,700,000
S.V. Oakes	15,700,000	15,700,000

On 3 August 2004, 49,997,000 ordinary shares were issued at par. The company, having filed the relevant documents at Companies House, attempted to have this issue cancelled. As Companies House refused to accept this request, the issue stands and thus the accounts for the period to 31 December 2004 have been accordingly restated.

Auditors

The Directors have appointed Jeffreys Henry LLP as auditors. A resolution will be put to the Annual General Meeting.

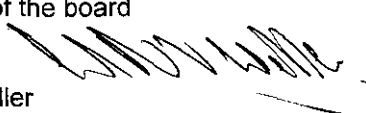
Director's Responsibilities

The Directors are responsible for preparing the annual report and financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. Company law requires the Directors to prepare the financial statements for each financial year which give a true and fair view of the state of the affairs of the Company and of the profit or loss of the Company for that period.

In preparing those 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; prepare the financial statements on a going concern basis unless it is inappropriate to assume that the Company will continue in business; and state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements.

The Directors are responsible for keeping proper accounting records which 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.

On behalf of the board


W.N.V. Weller
Director

Dated 11 July 2006

BULAWAYO LIMITED

Independent Auditors' Report to the Shareholders of Bulawayo Limited

We have audited the financial statements of Bulawayo Limited on pages 4 to 5 for the year ended 31 December 2005. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

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 for no purpose other than to draw to the attention of the company's members those matters which we are required to include in an auditor's report addressed to them. To the fullest extent permitted by law, we do not accept or assume responsibility to any party other than the company and company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and Auditors

As described in the statement of Directors' responsibilities, the Company's Directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 if, in our opinion, the directors' report is not consistent with the financial statements, if 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 the directors' remuneration and transactions with the company 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.

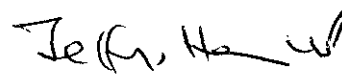
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error.

BULAWAYO LIMITED

**Directors' Responsibilities and Report of the Auditors
Statement of Directors' Responsibilities
(Continued...)**

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 January 2006 and of the loss for the period ended and have been properly prepared in accordance with the Companies Act 1985.



**Jeffreys Henry LLP
Chartered Accountants**

Finsgate
5-7 Cranwood Street
London
EC1V 9EE

Date: 11 July 2006

BULAWAYO LIMITED

Balance Sheet at 31 December 2005

	Notes	2005 £'000	2004 (Restated) £'000
Current Assets			
Debtors	2	50	50
Cash at bank and in hand		<u>-</u>	<u>-</u>
		50	50
Creditors: Amounts falling due within one year		<u>-</u>	<u>-</u>
Net Current Assets		<u>50</u>	<u>50</u>
Total Assets less Current Liabilities		<u>50</u>	<u>50</u>
Capital and Reserves			
Called up share capital	3	<u>50</u>	<u>50</u>
Equity Shareholders' Funds		<u>50</u>	<u>50</u>

Approved by the board on 11 July 2006
and signed on its behalf by

.....
W.N.V. Weller
Director

BULAWAYO LIMITED

Notes to the Financial Statements For the year ended 31 December 2005

1. Accounting Policies

Basis of Accounting

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

The accounts have been restated to take account of the non-cancellation of additional shares (anticipated in the accounts to 31 December 2004), as referred to in Note 3 below.

2. Debtors

	2005	2004
	£'000	(Restated) £'000
Other debtors	<u>50</u>	<u>50</u>
	<u>50</u>	<u>50</u>

3. Share Capital

	2005	2004
	£'000	(Restated) £'000
Authorised 500,000,000 Ordinary shares of £0.001	<u>500</u>	<u>500</u>
Allotted, issued and unpaid 50,000,000 Ordinary shares of £0.001	<u>50</u>	<u>50</u>

On 3 August 2004, 49,997,000 shares were issued at par to the directors.

4. Controlling Party

The company is controlled by the Directors.