

COMPANIES REGISTRY COPY

International Trade Group Limited
Financial Statements
For the year ended
31 December 2005

Company Registration Number 5263338



International Trade Group Limited

Financial Statements

Year ended 31 December 2005

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International Trade Group Limited

Company Information

The Director	Mr S.J. Pollins
Company Secretary	Mr J. Menell
Registered Office	Lanmor House 370/386 High Road Wembley Middlesex HA9 6AX
Auditor	Landau Morley Chartered Accountants & Registered Auditors Lanmor House 370/386 High Road Wembley Middlesex HA9 6AX
Bankers	Lloyds Bank Plc 190 Great Portland Street London W1A 4LN

International Trade Group Limited

The Director's Report

Year ended 31 December 2005

The director presents his report and the financial statements of the company for the year ended 31 December 2005.

Principal Activities and Business Review

The company commenced to trade during the year as property consultants.

Results and Dividends

The loss for the year amounted to £92,859. The director has not recommended a dividend.

Directors

The directors who served the company during the year, none of whom had any beneficial interest in the shares of the company, were as follows:

Mr S.J. Pollins

Dr G.K. Busch

(Resigned 21 September 2005)

Director's Responsibilities

The director is responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the director to prepare financial statements for each financial year which 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 year.

In preparing those financial statements, the director is required to select suitable accounting policies, as described on page 8, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The director must also 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 that 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 Companies Act 1985. The director 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.

International Trade Group Limited

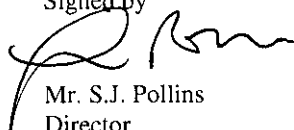
The Director's Report *(continued)*

Year ended 31 December 2005

Auditor

A resolution to re-appoint Landau Morley 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



Mr. S.J. Pollins
Director

Approved by the director on30.10.05.....

International Trade Group Limited

Independent Auditor's Report to the Shareholders of International Trade Group Limited

Year ended 31 December 2005

We have audited the financial statements of International Trade Group Limited for the year ended 31 December 2005 on pages 6 to 11 which have been prepared on the basis of the accounting policies set out on page 8.

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 Director and Auditor

As described in the Statement of Director's Responsibilities the company's director is 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 Director's 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 director's 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 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 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.

International Trade Group Limited

Independent Auditor's Report to the Shareholders of International Trade Group Limited *(continued)*

Year ended 31 December 2005

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 December 2005 and of its loss for the year then ended; and
- have been properly prepared in accordance with the Companies Act 1985.

Landau Morley

Lanmor House
370/386 High Road
Wembley
Middlesex
HA9 6AX

LANDAU MORLEY
Chartered Accountants
& Registered Auditors

30 October 2006

International Trade Group Limited

Profit and Loss Account

Year ended 31 December 2005

	Note	Year to 31 Dec 05 £	Period from 19 Oct 04 to 31 Dec 04 £
Turnover	2	108,331	-
Administrative expenses		201,190	-
Loss on Ordinary Activities Before Taxation		(92,859)	-
Tax on loss on ordinary activities	5	-	-
Loss for the Financial Year		(92,859)	-

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 8 to 11 form part of these financial statements.


International Trade Group Limited

Balance Sheet

31 December 2005

	Note	2005 £	£	2004 £	£
Fixed Assets					
Investments	6		1		2
Current Assets					
Debtors	7	162,786		103,100	
Cash at bank		486		-	
		<u>163,272</u>		<u>103,100</u>	
Creditors: Amounts Falling due Within One Year	8	<u>201,661</u>		<u>2</u>	
Net Current (Liabilities)/Assets			(38,389)		103,098
Total Assets Less Current Liabilities			(38,388)		103,100
Creditors: Amounts Falling due after More than One Year	9		54,371		103,000
			<u>(92,759)</u>		<u>100</u>
Capital and Reserves					
Called-up equity share capital	11		100		100
Profit and loss account			(92,859)		-
(Deficit)/Shareholders' Funds	12		<u>(92,759)</u>		<u>100</u>

These financial statements were approved and signed by the director on 30.10.06


Mr. S.J. Pollins
Director

The notes on pages 8 to 11 form part of these financial statements.

International Trade Group Limited

Notes to the Financial Statements

Year ended 31 December 2005

1. Accounting Policies

Basis of Accounting

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

Going Concern

The financial statements have been prepared on a going concern basis as support will be forthcoming from the controlling party to enable the company to pay its debts as they fall due.

Changes in Accounting Policies

In preparing the financial statements for the current year, the company has adopted the following Financial Reporting Standards:

-FRS 21 'Events after the Balance Sheet date (IAS 10)'; and

-the presentation requirements of 'FRS 25 'Financial Instruments: Disclosure and Presentation (IAS 32)''.

The adoption of FRS 21 and FRS 25 has resulted in a change in accounting policy in respect of proposed equity dividends. If the company declares dividends to the holders of equity instruments after the balance sheet date, the company does not recognise those dividends as a liability at the balance sheet date.

However, since the company has not paid or proposed dividends in prior years, there is no impact on the Financial Statements of this change in policy.

Consolidation

In the opinion of the director, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

Cash Flow Statement

The director has 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.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

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.

Investments

Investments are included at cost less amounts written off.

2. Turnover

The turnover and loss before tax were derived from the company's principal activity which was carried out wholly in the United Kingdom.

International Trade Group Limited

Notes to the Financial Statements

Year ended 31 December 2005

3. Operating Loss

Operating loss is stated after charging:

	Year to 31 Dec 05 £	Period from 19 Oct 04 to 31 Dec 04 £
Auditor's remuneration - as auditor	1,175	-

4. Particulars of Employees

No salaries or wages have been paid to employees, including the director, during the year.

5. Taxation on Ordinary Activities

Factors affecting current tax charge

The tax assessed on the profit/(loss) on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 30% (2004 - 30%).

	Year to 31 Dec 05 £	Period from 19 Oct 04 to 31 Dec 04 £
Loss on ordinary activities before taxation	(92,859)	-
Profit/(loss) on ordinary activities by rate of tax	(27,858)	-
Losses carried forward	27,858	-
Total current tax	-	-

6. Investments

	Shares in Group Undertakings £
Cost	
At 1 January 2005 and 31 December 2005	2
Amounts Written Off	
Written off in year	1
At 31 December 2005	1
Net Book Value	
At 31 December 2005	1
At 31 December 2004	2

International Trade Group Limited

Notes to the Financial Statements

Year ended 31 December 2005

6. Investments *(continued)*

The company owns 100% of the ordinary share capital of International Trade Finance Company Limited and The Academy for International Trade Limited, being 1 ordinary share of £1 in each case.

International Trade Finance Company Limited has been dormant since incorporation and an application has been made to strike the company off the Register of Companies. The Academy for International Trade Limited trades as a provider of courses in international trade finance and made a profit for the year of £7,001 (2004 - loss of £13,064). The capital and reserves of that company at 31 December 2005 were a deficit of £6,062 (2004 - deficit of £13,063).

7. Debtors

	2005	2004
	£	£
Amounts owed by group undertakings	51,370	-
Amounts owed by related undertakings	111,416	103,100
	<u>162,786</u>	<u>103,100</u>

Amounts owed by group undertakings consists of amounts owed by the company's subsidiary undertaking, The Academy for International Trade Limited.

Amounts owed by related undertakings consist of amounts owed by SGI Limited, a company under the control of Mr. P. Shalson, the controlling party of the company.

8. Creditors: Amounts Falling due Within One Year

	2005	2004
	£	£
Amounts owed to group undertakings	-	2
Other taxation	486	-
Accruals and deferred income	201,175	-
	<u>201,661</u>	<u>2</u>

Amounts owed to group undertakings consist of amounts owed to the following subsidiary companies:

The Academy for International Trade Limited.	-	1
International Trade Finance Co. Limited.	-	1
	<u>-</u>	<u>1</u>

Included in accruals and deferred income are Management fees of £200,000 (2004 - £nil) payable to The Academy for International Trade Limited.

9. Creditors: Amounts Falling due after More than One Year

	2005	2004
	£	£
Other creditors	<u>54,371</u>	<u>103,000</u>

10. Controlling Party

The company was under the control of P. Shalson throughout the period.

International Trade Group Limited

Notes to the Financial Statements

Year ended 31 December 2005

11. Share Capital

Authorised share capital:

	2005 £	2004 £
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2005 No.	£	2004 No.	£
Equity shares				
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

12. Reconciliation of Movements in Shareholders' Funds

	2005 £	2004 £
Loss for the financial year	(92,859)	-
New ordinary share capital subscribed	<u>-</u>	<u>100</u>
Net (reduction)/addition to shareholders' funds	(92,859)	100
Opening shareholders' funds	<u>100</u>	<u>-</u>
Closing shareholders' (deficit)/funds	<u>(92,759)</u>	<u>100</u>