

Registered number: 5311751

OLSA (UK) LIMITED
REPORT AND FINANCIAL STATEMENTS
for the period ended 31 December 2005



A40
COMPANIES HOUSE

AHWIFKRU

328
23/11/2006

OLSA (UK) LIMITED

**FINANCIAL STATEMENTS
for the period ended 31 December 2005**

CONTENTS

	Page
Directors' report	1
Statement of directors' responsibilities	2
Profit and loss account	3
Balance sheet	4-5
Notes	6-8

OLSA (UK) LIMITED

DIRECTORS' REPORT
31 December 2005

The directors present their report and financial statements for the period from 13 December 2004 to 31 December 2005.

Principal activity

The company invests in insurance-related companies in Romania and commenced trading on 13 December 2004.

Business review

The Company is continuing to explore its options in the Romanian insurance market.

Results and dividends

The results for the period are shown in the profit and loss account on page 3. The directors do not propose payment of a dividend.

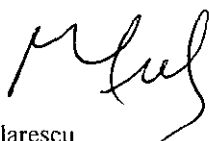
Directors

The directors of the company who served throughout the period and their interests in the fully-paid shares of the company as recorded in the register of directors' interests were as follows:

31 December 2005
Ordinary
shares

J. Espinosa (appointed 13.12.04)	-
M. Olarescu (appointed 13.12.04)	100%

On behalf of the board



M. Olarescu

Director

Victoria House
64 Paul Street
London
EC2A 4TT

Date : 06 November 2006

OLSA (UK) LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

United Kingdom company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company as at the end of each financial year and of the profit or loss of the company for that year. In preparing those financial statements the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for the system of internal control, 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



M. Olarescu
Director

Date : 06 November 2006

OLSA (UK) LIMITED

PROFIT AND LOSS ACCOUNT
for the period from 13 December 2004 to 31 December 2005

		Period to 31 December 2005
	Note	€
Turnover	2	1,241
Interest Income		433
Net administrative expenses		(1,674)
Exceptional loss		(20,000)
Loss on ordinary activities before taxation		<hr/> (20,000)
Taxation	4	-
Retained loss for the year	8	<hr/> (20,000) <hr/>

Movements in shareholders' funds are shown in note 9.

There are no recognised gains and losses other than the loss for the current period shown above.

The above results are in respect of continuing operations.

The financial statements are expressed in Euros. The directors have adopted this currency in which to report as it is most suited to the company's business and its shareholders.

OLSA (UK) LIMITED

**BALANCE SHEET
at 31 December 2005**

		2005
	Note	€
Fixed assets		
Investments	5	-
Cash at bank and in hand		592
Debtors	6	<u>8,674</u>
Current assets		9,266
Creditors: amounts falling due within one year	7	(9,266)
Net current assets		<u>-</u>
Net assets		<u>-</u>
Capital and reserves		
Called up share capital	8	20,000
Profit and loss account	9	<u>(20,000)</u>
Total shareholders' equity	10	<u>-</u>

The financial statements are expressed in Euros.

OLSA (UK) LIMITED

**BALANCE SHEET (cont.)
at 31 December 2005**

Directors' Statements on the Balance Sheet

The directors are satisfied that the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985 and that members have not required an audit in accordance with subsection (2) of the section 249 (B).

The directors acknowledge their responsibility for:

- (i) ensuring that the company keeps accounting records which comply with section 221; and
- (ii) preparing accounts 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 and loss for the financial year in accordance with the requirements of section 226 and which otherwise comply with the requirements of this Act relating to the accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions of Part VII of the Act relating to small companies.

The financial statements on pages 3 to 9 were approved by the Board of Directors and signed on its behalf by



M. Olarescu
Director

Date 06 November 2006

OLSA (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS 31 December 2005

1 Accounting policies

Basis of accounting

The financial statements have been prepared under applicable accounting standards and historical cost accounting rules.

Investments

Fixed asset investments are stated at cost less provision for impairment.

Deferred taxation

Deferred tax is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in years different from those in which they are included in the financial statements.

Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

Foreign currencies

Monetary assets and liabilities are translated at the rate ruling at the balance sheet date.

The average rate of exchange is used to convert profit and loss account transactions. All differences are taken to the profit and loss account.

Cash flow statement

Under Financial Reporting Standard 1, the company is exempt from the requirement to prepare a cash flow statement on the grounds of its size.

2 Turnover

Turnover represents fee income.

3 Directors and employees

The Company had no employees during the period.

The Directors received no emoluments during the period.

4 Taxation

The Company is not liable for tax in the period ended 31 December 2005.

OLSA (UK) LIMITED
NOTES TO FINANCIAL STATEMENTS
31 December 2005

5 Investments

	2005
	€
Shares in Group Undertakings	20,000
Impairment	<u>(20,000)</u>
	<u>-</u>

Details of the investment in companies are as follows:

Name	Country of incorporation	Interest in ordinary shares	Aggregate share capital/ reserves at 31.12.05	Loss for the period
		%	€	€
OLSA MAI Limited	UK	50%	-	(40,000)

The Company invested in OLSA MAI Limited, UK, in order to participate in insurance activities in Romania. OLSA MAI Limited is reassessing its options and, therefore, the Directors considered a full impairment of their investment appropriate.

6 Debtors: amounts falling due within one year

	2005
	€
Amounts due from group undertakings	6,326
Other Debtors	<u>2,348</u>
	<u>8,674</u>

7 Creditors: amounts falling due within one year

	2005
	€
Amounts due to group undertakings	703
Other Creditors	<u>8,563</u>
	<u>9,266</u>

NOTES TO FINANCIAL STATEMENTS
31 December 2005

8 Called up share capital

Authorised

	2005 Number of Shares	€
Ordinary share capital	<u>20,000</u>	<u>20,000</u>

Allotted and called up

	2005 Number of Shares	€
Ordinary share capital	<u>20,000</u>	<u>20,000</u>

9 Reconciliation of movements in profit and loss and shareholders' funds

	2005 €
Opening shareholders' funds	-
Loss for the financial period	(20,000)
Issue of Share Capital	<u>20,000</u>
Closing shareholders' funds	<u>-</u>

10 Related party transactions

Included in Amounts owed by group undertakings is €6,326 due from OLSA MAI Limited, interest at 5% pa..

Included in Other Debtors is €1,241 due from Mihai Olarescu, a director and €1,107 due from OLSA RE Broker SRL, Romania, in which Mihai Olarescu, director, has an interest.

Included within Amounts owed to group undertakings is €703 due to OLSA MAI Limited, UK

Included within other creditors is €8,563 due to OLSA Peru, in which the directors of the Company have an interest.

11 Ultimate Parent Undertaking

The ultimate owner of the Company is Mihai Olarescu, a director.