

FORGITAL UK LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
31 DECEMBER 2008



Company Registration Number 06631472

FORGITAL UK LIMITED

FINANCIAL STATEMENTS

FOR THE PERIOD FROM 26 JUNE 2008 TO 31 DECEMBER 2008

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FORGITAL UK LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

J C Chainier
R Spezzapria

Company secretary

DLC Company Services Ltd

Registered office

Davenport Lyons
30 Old Burlington Street
London
W1S 3NL

Auditors

F.W. Smith, Riches & Co.
Chartered Accountants
& Registered Auditors
18 Pall Mall
London
SW1Y 5LU

FORGITAL UK LIMITED

REPORT OF THE DIRECTORS FOR THE PERIOD FROM 26 JUNE 2008 TO 31 DECEMBER 2008

The directors present their report and the financial statements of the company for the period from 26 June 2008 to 31 December 2008.

PRINCIPAL ACTIVITIES

The company was incorporated on 26 June 2008 and commenced trading on 28 June 2008

The principal activity of the company during the year was to market and promote the Forgital products in the UK and to directly serve and support all UK based customers of Forgital Group.

DIRECTORS

The directors who served the company during the period were as follows:

M Luotti	(Served from 26 June 2008 to 11 February 2009)
DLC Incorporations Limited	(Appointed and resigned on 26 June 2008)

J C Chainier was appointed as a director on 11 February 2009.

R Spezzapria was appointed as a director on 11 February 2009.

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 period. In preparing these 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 the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that 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 2006. 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.

In so far as the directors are aware:

- there is no relevant audit information (as defined by section 418(s) of the Companies Act 2006) of which the company's auditors are unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

FORGITAL UK LIMITED

REPORT OF THE DIRECTORS

FOR THE PERIOD FROM 26 JUNE 2008 TO 31 DECEMBER 2008 *(continued)*

AUDITORS

A resolution to re-appoint F.W.Smith, Riches & Co. as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 489 of the Companies Act 2006.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Signed on behalf of the directors

Forgital UK Ltd
Managing Director
R. Spezzapria

Director

22nd September 2009

FORGITAL UK LIMITED**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS
FOR THE PERIOD FROM 26 JUNE 2008 TO 31 DECEMBER 2008**

We have audited the financial statements of Forgital UK Limited for the period from 26 June 2008 to 31 December 2008 on pages 6 to 11, which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) and on the basis of the accounting policies set out on page 8.

This report is made solely to the company's shareholders, as a body, in accordance with Section 495 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out in the Statement of Directors' Responsibilities.

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 have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, have been prepared in accordance with the Companies Act 2006, and give a true and fair view. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept adequate accounting records, if we have not received all the information and explanations we require for our audit, or if certain disclosures of directors' remuneration specified by law are not made.

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. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

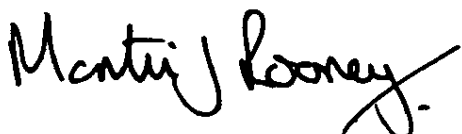
FORGITAL UK LIMITED

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS
FOR THE PERIOD FROM 26 JUNE 2008 TO 31 DECEMBER 2008** *(continued)*

OPINION

In our opinion:

- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- the financial statements have been prepared in accordance with the Companies Act 2006;
- the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2008 and of its loss for the period then ended; and
- the information given in the Directors' Report is consistent with the financial statements.



Martin J. Rooney (Senior Statutory Auditor)
For and on behalf of
F.W. Smith, Riches & Co., Statutory Auditors
18 Pall Mall
London
SW1Y 5LU

22nd September 2009

FORGITAL UK LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE PERIOD FROM 26 JUNE 2008 TO 31 DECEMBER 2008**

		Period from 26 Jun 08 to 31 Dec 08
	Note	£
TURNOVER		339
Administrative expenses		84,449
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(84,110)
Tax on loss on ordinary activities	3	-
LOSS FOR THE FINANCIAL PERIOD	10	<u>(84,110)</u>

FORGITAL UK LIMITED**BALANCE SHEET
AS AT 31 DECEMBER 2008**

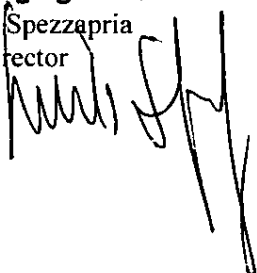
	Note	£	31 Dec 08 £
FIXED ASSETS			
Tangible assets	4		1,224
CURRENT ASSETS			
Debtors	5	18,186	
Cash at bank		112,443	
		<u>130,629</u>	
CREDITORS: Amounts falling due within one year	6	<u>31,029</u>	
NET CURRENT ASSETS			<u>99,600</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>100,824</u>
CREDITORS: Amounts falling due after more than one year	7		<u>144,934</u>
			<u>(44,110)</u>
CAPITAL AND RESERVES			
Called-up equity share capital	9		40,000
Profit and loss account	10		<u>(84,110)</u>
SHAREHOLDERS FUNDS - DEFICIT			<u>(44,110)</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements on pages 6 to 11 were approved by the directors on *22nd September 2009* and were signed on their behalf by:

Forgital UK Ltd
Managing Director

R. Spezzapria
Director



FORGITAL UK LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 26 JUNE 2008 TO 31 DECEMBER 2008**

1. ACCOUNTING POLICIES**Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

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

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Office equipment - Straight line over 3 years

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

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 liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

FORGITAL UK LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 26 JUNE 2008 TO 31 DECEMBER 2008****2. OPERATING LOSS**

Operating loss is stated after charging:

	Period from 26 Jun 08 to 31 Dec 08 £
Directors' emoluments	—
Depreciation of owned fixed assets	97
Auditors' remuneration	4,500
Net loss on foreign currency translation	<u>529</u>

3. TAX ON LOSS ON ORDINARY ACTIVITIES

The company has losses carried forward for tax purposes of £85,334.

4. TANGIBLE FIXED ASSETS

	Office Equipment £
COST	
Additions	1,321
At 31 December 2008	<u>1,321</u>
DEPRECIATION	
Charge for the period	97
At 31 December 2008	<u>97</u>
NET BOOK VALUE	
At 31 December 2008	<u>1,224</u>

5. DEBTORS

	31 Dec 08 £
Other debtors	<u>18,186</u>

6. CREDITORS: Amounts falling due within one year

	31 Dec 08 £
Trade creditors	442
Other taxation and social security	3,031
Other creditors	27,556
	<u>31,029</u>

FORGITAL UK LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 26 JUNE 2008 TO 31 DECEMBER 2008****7. CREDITORS: Amounts falling due after more than one year**

	31 Dec 08
	£
Amounts owed to group undertakings	<u>144,934</u>

8. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2008 the company had aggregate annual commitments under non-cancellable operating leases as set out below.

	31 Dec 08
	£
Operating leases which expire:	
Within 1 year	<u>24,000</u>

9. SHARE CAPITAL**Authorised share capital:**

	31 Dec 08
	£
40,000 Ordinary shares of £1 each	<u>40,000</u>

Allotted, called up and fully paid:

	No	£
Ordinary shares of £1 each	<u>40,000</u>	<u>40,000</u>

During the period the company allotted 40,000 Ordinary shares of £1 for total consideration of £40,000.

10. PROFIT AND LOSS ACCOUNT

	Period from
	26 Jun 08 to
	31 Dec 08
	£
Loss for the financial period	<u>(84,110)</u>
Balance carried forward	<u>(84,110)</u>

FORGITAL UK LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM 26 JUNE 2008 TO 31 DECEMBER 2008**

11. POST BALANCE SHEET EVENTS

Since the period end the company has issued 60,000 ordinary shares of £1 for consideration of £60,000.

12. ULTIMATE PARENT COMPANY

The company's ultimate parent and controlling party is Forgital SA, a company registered in Luxembourg.

During the period Forgital Italy SpA, a fellow subsidiary company registered in Italy, loaned the company £144,934. At the year end the amount owed to Forgital Italy SpA was £144,934.