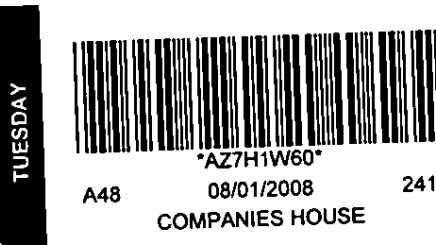


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Greysrike Capital LLP

**Members' Report and Financial Statements
For The Period Ended 31 December 2006**

Registration No: OC316784 (England and Wales)



Greyshrike Capital LLP

Designated Members and Professional Advisers

Period ended 31 December 2006

Designated Members and Professional Advisers

Designated members

Robert Tann
Charles Kirwan-Taylor
Susanne Seibel

Registered office

3rd Floor
4 Matthew Parker Street
London
SW1H 9NP

Bankers

HSBC Private Bank (UK) LTD
78 St James's Street
London
SW1A 1JB

Solicitors

Maples and Calder
Princes Court
7 Princes Street
London
EC2R 8AQ

Greyshrike Capital LLP

Profit and Loss Account for the Period Ended 31 December 2006

| | Notes | Period ended 31 December 2006 £ |
|--|-------|---|
| Income | | |
| Management fees | | 26,720 |
| Performance fees | | 53,295 |
| | | <u>80,015</u> |
| Expenses | | |
| Administrative expenses | | <u>(596,889)</u> |
| Operating profit/(loss) | 2 | (516,884) |
| Interest receivable | | 24,940 |
| Interest payable | | — |
| Foreign exchange gain/(loss) | | <u>—</u> |
| Profit/(loss) for the financial period before members' remunerations and profit/(loss) allocation | | (491,944) |
| Profit/(loss) allocation | | — |
| Retained profit/(loss) | 8 | <u>(491,944)</u> |

The Profit and Loss account has been prepared on the basis that all operations are continuing operations

The accounting policies and the notes form an integral part of these Financial Statements

Statement of Total Recognised Gains and Losses

There are no recognised gains and losses other than those included in the results above and therefore no separate statement of total recognised gains and losses has been presented

Greyshrike Capital LLP

Balance Sheet as at 31 December 2006

| | Notes | 2006 £ |
|---|-------|-----------|
| Fixed assets | | |
| Tangible fixed assets | 4 | 130,843 |
| Current assets | | |
| Trade debtors | 5 | 213,399 |
| Cash at bank and in hand | | 733,744 |
| | | 947,143 |
| Current liabilities | | |
| Creditors amounts falling due within one year | 6 | (108,392) |
| Net current assets | | 838,751 |
| Total assets less current liabilities | | 969,594 |
| Loans and other debts due to members | 7 | (261,538) |
| Net assets/(liabilities) attributable to members | | 708,056 |
| Represented by | | |
| Loans and other debts due to members | | |
| Member's capital | 8 | 1,200,000 |
| Other amounts | 8 | (491,944) |
| | | 708,056 |

For the year ended 31 December 2006 the Limited Liability Partnership was entitled to exemption under section 249A(1) of the Companies Act 1985 (as applied to limited liability partnerships by regulation 3 of the Limited Liability Partnerships Regulations 2001)

The members acknowledge their responsibility for ensuring the limited liability partnership keeps accounting records which comply with section 221, and preparing accounts which give a true and fair view of the state of affairs of the limited liability partnership as at the end of the financial year, and of its loss for the financial year, in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the limited liability partnership

The accounts have been prepared in accordance with the special provisions in Part VII of the Companies Act 1985 (as applied to limited liability partnerships by regulation 3 of the Limited Liability Partnerships Regulations 2001) relating to small limited liability partnerships

The Financial Statements were approved by the members and were signed on its behalf by

C. J. Kirwan-Taylor

Charles Kirwan-Taylor (Designated Member)

21 '08

Date

Notes to the Financial Statements for the Period Ended 30 November 2006

1 Accounting Policies

The accounts have been prepared in accordance with applicable accounting standards and the requirements of the Statement of Recommended Practice - Accounting by Limited Liability Partnerships issued in March 2006 and in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985. A summary of the more important accounting policies adopted are described below.

1.1 Basis of Accounting

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents management and performance fees receivable in respect of the period.

1.3 Fixed Assets

Fixed assets are stated at cost less provision for diminution in value. Depreciation is charged during the period so as to write down the value of the asset to its residual value evenly over the useful economic life of the asset as follows:

| | |
|-----------------------|-----------|
| Fixtures and fittings | - 5 years |
| Computer equipment | - 3 years |

1.4 Taxation

In accordance with the statement of recommended practice on accounting by Limited Liability Partnerships no taxation is required to be disclosed. Tax is borne by the individual members on their attributable profit shares and not the LLP.

1.5 Foreign Currency Translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of transaction. All differences are taken to the profit and loss account.

1.6 Member's Remuneration

The policy is to distribute profits to the members according to the terms and conditions of the Partnership Agreement.

2 Operating Profit

| | |
|--|-----------|
| | 2006 £ |
| Operating profit/(loss) is stated after charging | |
| Auditor's remunerations | |
| Audit services | 8,800 |
| Non-audit services | 23,900 |
| Depreciation charge for the period | 29,672 |

Greyshrike Capital LLP

Notes to the Financial Statement

Period ended 31 December 2006

3 Staff Costs

| | 2006 £ |
|-----------------------|---------------|
| Wages and salaries | 44,991 |
| Social security costs | 22,251 |
| | <u>67,242</u> |

The average number of employees in the period ended 31 December 2006 was 2

No remunerations were paid to Members during the period The average number of members during the period was 3

4 Fixed Asset

| | Fixtures & fittings £ | Computer equipment £ | Total £ |
|---------------------------|-----------------------------|----------------------------|-------------------|
| Cost | | | |
| As at 19 December 2005 | — | — | — |
| Additions | 120,743 | 39,772 | 160,515 |
| Disposals | — | — | — |
| As at 30 November 2006 | <u> </u> | <u> </u> | <u> </u> |
| Depreciation | | | |
| As at 19 December 2005 | — | — | — |
| Charge for the period | 22,495 | 7,177 | 29,672 |
| Depreciation on disposals | — | — | — |
| As at 30 November 2006 | <u> </u> | <u> </u> | <u> </u> |
| Net Book Value | | | |
| As at 19 December 2005 | <u> </u> | <u> </u> | <u> </u> |
| As at 30 November 2006 | <u>98,248</u> | <u>32,595</u> | <u>130,843</u> |

5 Debtors

| | 2006 £ |
|----------------|----------------|
| Trade debtors | 80,015 |
| Other debtors | 110,942 |
| Prepayments | 12,423 |
| Accrued Income | 10,019 |
| | <u>213,399</u> |

Greyshrike Capital LLP

Notes to the Financial Statement

Period ended 31 December 2006

6 Creditors: Amounts falling due within one year

| | 2006 £ |
|------------------------------------|----------------|
| Trade creditors | — |
| Amounts owed to Group undertakings | 31,866 |
| Other taxes and social security | 3,963 |
| Accruals | 72,563 |
| | <u>108,392</u> |

7 Loans and other debts due to members

| | 2006 £ |
|--------------------------------------|----------------|
| Loans and other debts due to members | <u>261,538</u> |

Loans and other debts due to members represents the amount yet attributable to the members as at the period end

8 Members' Share

| | Members' Capital £ | Other amounts £ | Total £ | Loans and other debts due to members £ | Total £ |
|--|--------------------------|-----------------------|------------|---|------------|
| Members' interest as at 19 December 2005 | — | — | — | — | — |
| Profit/(loss) for the period available for division amongst members | — | (491,944) | (491,944) | — | (491,944) |
| Members' interest after profit/(loss) for the period | — | (491,944) | (491,944) | — | (491,944) |
| Allocated profit/(loss) | — | — | — | — | — |

Greyshrike Capital LLP

Notes to the Financial Statement

Period ended 31 December 2006

| | Members' Capital £ | Other amounts £ | Total £ | Loans and other debts due to members £ | Total £ |
|--|--------------------------|-----------------------|------------|---|------------|
| Capital introduced by members | 1,200,000 | — | 1,200,000 | 280,696 | 1,480,696 |
| Capital returned to members | — | — | — | — | — |
| Drawings | — | — | — | (19,158) | (19,158) |
| Members' interest as at 30 November 2006 | 1,200,000 | (491,944) | 708,056 | 261,538 | 969,594 |

9 Contingent liabilities and Commitments

There are no contingent liabilities or commitments noted at 31 December 2006

10 Related Party Transactions

During the year, Greyshrike Investment Management Limited recharged £41,395 of expenses to Greyshrike Capital LLP. Greyshrike Capital LLP recharged £9,529 of expenses to Greyshrike Investment Management Limited. At the period end £31,866 was due to Greyshrike Investment Management Limited.

11 Ultimate Controlling Party

The ultimate controlling party of this partnership are the members