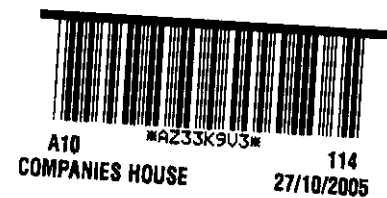


Wyer Investments Limited

FINANCIAL STATEMENTS

for the year ended

31 December 2004



Company Registration No. 03288760

Wyler Investments Limited

DIRECTORS AND OFFICERS

DIRECTORS

H Angest

D Angest

SECRETARY

J R Kaye

COMPANY NUMBER

03288760 (England and Wales)

REGISTERED OFFICE

Arbuthnot House
20 Ropemaker Street
London
EC2Y 9AR

AUDITORS

Baker Tilly
The Clock House
140 London Road
Guildford
Surrey
GU1 1UW

Wyler Investments Limited

DIRECTORS' REPORT

The directors present their report and financial statements of Wyler Investments Limited for the year ended 31 December 2004.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the holding of investments.

DIRECTORS

The following directors have held office since 1 January 2004:

H Angest

D Angest

DIRECTORS' INTERESTS IN SHARES

Directors' interests in the shares of the company, including family interests, were as follows:

	<i>Ordinary shares of £ 1 each</i>	
	31.12.04	1.1.04
H Angest	2	2
D Angest	-	-

POLITICAL DONATIONS

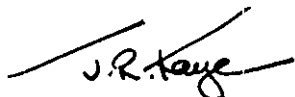
During the year ended December 2003 The Conservative Party was loaned £500,000 as an interest bearing loan, charging interest at 1% p.a. above base rate. This loan was renewed during the current year. The interest accrued at the 2004 year end of £38,500 was rolled into the total value of the loan at the year end.

AUDITORS

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Baker Tilly be re-appointed will be put to the Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board



J R Kaye
Secretary

Date:

24 OCT 2005

Wylter Investments Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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 and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. 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 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 safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WYLER INVESTMENTS LIMITED

We have audited the financial statements on pages 5 to 10.

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 directors and auditors

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards 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 United Kingdom Auditing Standards.

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 directors' remuneration and transactions with the company is not disclosed.

We read the other information in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies within the financial statements. Our responsibilities do not extend to any other information.

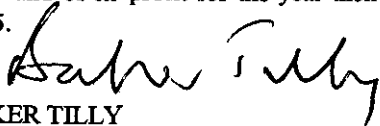
Basis of opinion

We conducted our audit in accordance with Auditing Standards 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



BAKER TILLY

Registered Auditor
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey
GU1 1UW

26 October 2005

Wyler Investments Limited

PROFIT AND LOSS ACCOUNT

for the year ended 31 December 2004

	<i>Notes</i>	2004 £	2003 £
INVESTMENT INCOME		83,172	573,889
INTEREST RECEIVABLE		104,912	66,580
INVESTMENT INCOME AND INTEREST RECEIVABLE	2	188,084	640,469
Interest paid		(365)	-
Other operating expenses	1	(20,587)	(14,949)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	167,132	625,520
Taxation	4	(26,016)	(16,609)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	9	141,116	608,911

The profit for the year arises from the company's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Profit and Loss Account.

Wylter Investments Limited

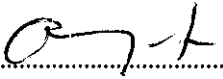
BALANCE SHEET

31 December 2004

	Notes	2004 £	2003 £
FIXED ASSETS			
Investments	5	490	490
CURRENT ASSETS			
Debtors	6	642,568	536,925
Cash at bank and in hand		2,010,034	1,973,913
		2,652,602	2,510,838
CREDITORS: Amounts falling due within one year	7	24,162	23,514
NET CURRENT ASSETS		2,628,440	2,487,324
TOTAL ASSETS LESS CURRENT LIABILITIES		2,628,930	2,487,814
CAPITAL AND RESERVES			
Called up share capital	8	2	2
Profit and loss account	9	2,628,928	2,487,812
SHAREHOLDERS' FUNDS	10	2,628,930	2,487,814

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the board on 24 Oct 2005

 Director
H Angest

Wyler Investments Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

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

INVESTMENTS

Fixed asset investments are stated at cost less provision for diminution in value.

INVESTMENT INCOME

Investment income reflects dividends received.

DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements.

CONSOLIDATED FINANCIAL STATEMENTS

The accounts present information about the company as an individual undertaking and not about its group, as the company has taken advantage of the exemption provided by section 248 of the Companies Act 1985 not to prepare group accounts.

Wylter Investments Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

1. OTHER OPERATING EXPENSES	2004 £	2003 £
Administrative expenses	<u>20,587</u>	<u>14,949</u>
2. INVESTMENT INCOME	2004 £	2003 £
Income from unlisted investments	-	1,755
Income from subsidiary undertakings	83,172	572,134
Bank interest	76,792	53,868
Other interest	28,120	12,712
	<u>188,084</u>	<u>640,469</u>
3. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2004 £	2003 £
Profit on ordinary activities before taxation is stated after charging:		
Auditors' remuneration	<u>5,000</u>	<u>4,935</u>
4. TAXATION	2004 £	2003 £
Domestic current year tax		
U.K. corporation tax	<u>26,016</u>	<u>16,609</u>
Current tax charge	<u>26,016</u>	<u>16,609</u>
Factors affecting the tax charge for the year		
Profit on ordinary activities before taxation	<u>167,132</u>	<u>625,520</u>
Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax for small companies of 30.00% (2003: 30.00%)	<u>50,140</u>	<u>187,656</u>
Effects of:		
Non deductible expenses	828	1,120
Dividends and distributions received	(24,952)	(172,167)
Other tax adjustments	-	-
	<u>(24,124)</u>	<u>(171,047)</u>
Current tax charge	<u>26,016</u>	<u>16,609</u>

Wylers Investments Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2004

5. FIXED ASSET INVESTMENTS

	Shares in group undertakings
	£
Cost	
1 January 2004 and 31 December 2004	490

In the opinion of the directors the aggregate value of the company's investment in subsidiary undertaking is not less than the amount included in the balance sheet.

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

<u>Company</u>	<u>Country of incorporation</u>	<u>Class</u>	<u>Shares held</u>	<u>%</u>
<u>Subsidiary undertakings</u>				
Thurleigh Estates Limited	England	Ordinary		45

The aggregate amount of capital and reserves and the results of the above undertaking for the last relevant financial year were as follows:

	Capital and reserves £	Profit for the year £
Thurleigh Estates Limited	124,879	7,321

Wylers Investments Limited owns 45% of the share capital of Thurleigh Estates Limited. Flowidea Limited, a connected company by virtue of common control, owns an additional 15% of the share capital of Thurleigh Estates Limited. Therefore Wylers Investments Limited is deemed to be in control of Thurleigh Estates Limited and this company is classed as Wylers Investments Limited's subsidiary company.

6. DEBTORS	2004 £	2003 £
Other debtors	642,568	536,925

Amounts falling due after more than one year and included in the debtors above are:

	2004 £	2003 £
Other debtors	13,154	19,681

Wylter Investments Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2004

7. CREDITORS: Amounts falling due within one year	2004 £	2003 £
Bank overdraft	3,446	-
Corporation tax	14,016	16,609
Other creditors	6,700	6,905
	<u>24,162</u>	<u>23,514</u>

8. SHARE CAPITAL	2004 £	2003 £
Authorised: 1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, issued and fully paid: 2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>

9. STATEMENT OF MOVEMENT ON RESERVES

	<i>Profit and loss account £</i>
1 January 2004	2,487,812
Retained profit for the year	<u>141,116</u>
31 December 2004	<u>2,628,928</u>

10. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	2004 £	2003 £
Profit for the financial year	141,116	608,911
Opening shareholders' funds	<u>2,487,814</u>	<u>1,878,903</u>
Closing shareholders' funds	<u>2,628,930</u>	<u>2,487,814</u>

11. CONTROL

H Angest holds both issued shares in the company.

12. SUBSEQUENT EVENTS

During January 2005 a loan of £1,650,000 was made to Flowidea Limited at 1% p.a. over the base rate for a period not exceeding 12 months. On 26 April 2005 a loan was made to Flowidea Limited of £300,000 at 1% over the base rate for a period not exceeding six months. Flowidea Limited is a connected company by virtue of common control.