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**WITTFELD UK LIMITED
FINANCIAL STATEMENTS
31 DECEMBER 2003**



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WITTFELD UK LIMITED

FINANCIAL STATEMENTS

PERIOD FROM 17 APRIL 2003 TO 31 DECEMBER 2003

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WITTFELD UK LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

Directors	U Remme W Thomas
Company secretary	A C Kaufman
Registered office	12 York Gate Regents Park London NW1 4QS
Auditors	Blick Rothenberg Chartered Accountants and Registered Auditors 12 York Gate Regent's Park London, NW1 4QS

WITTFELD UK LIMITED

DIRECTORS' REPORT

PERIOD FROM 17 APRIL 2003 TO 31 DECEMBER 2003

The directors present their report and the audited financial statements of the company for the period from 17 April 2003 to 31 December 2003.

Principal activity

The principal activity of the company during the period was construction and civil engineering.

Review of the business and future developments

The results for the period and the financial position at the year end are considered satisfactory by the directors who expect continuing growth in the foreseeable future.

Results and dividends

The results for the period and the company's financial position at the end of the period are shown in the attached financial statements.

The directors do not recommend a dividend.

It is proposed to transfer the retained loss for the period of £86,626 to reserves.

Directors

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

U Remme	(Appointed 17 April 2003)
W Thomas	(Appointed 17 April 2003)

Directors' responsibilities

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 for the period then ended.

In preparing those 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.

The directors 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 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. The directors 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.

WITTFELD UK LIMITED

DIRECTORS' REPORT *(continued)*

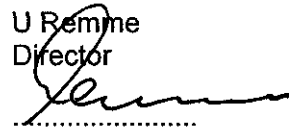
PERIOD FROM 17 APRIL 2003 TO 31 DECEMBER 2003

Auditors

Blick Rothenberg were appointed as auditors during the period and a resolution to re-appoint them for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Signed on behalf of the directors

U Remme
Director


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WITTFELD UK LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS

PERIOD FROM 17 APRIL 2003 TO 31 DECEMBER 2003

We have audited the financial statements on pages 6 to 10 which have been prepared under the historical cost convention and 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 235 of the Companies Act 1985. 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 the directors and the auditors

As described on page 2, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

It is our responsibility 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 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 United Kingdom 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.

WITTFELD UK LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS *(continued)*

PERIOD FROM 17 APRIL 2003 TO 31 DECEMBER 2003

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 2003 and of its loss for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

12 York Gate
Regent's Park
London, NW1 4QS

31 October 2005



BLICK ROTHENBERG
Chartered Accountants and
Registered Auditors

WITTFELD UK LIMITED**PROFIT AND LOSS ACCOUNT****PERIOD FROM 17 APRIL 2003 TO 31 DECEMBER 2003**

	Note	Period from 17 Apr 03 to 31 Dec 03 £
Turnover	2	1,865,954
Cost of sales		(1,889,445)
Gross loss		<u>(23,491)</u>
Administrative expenses		(62,668)
Operating loss	3	(86,159)
Interest payable and similar charges	5	(467)
Loss on ordinary activities before taxation		<u>(86,626)</u>
Tax on loss on ordinary activities		—
Retained loss for the financial period		<u><u>(86,626)</u></u>

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 period as set out above.

WITTFELD UK LIMITED

BALANCE SHEET

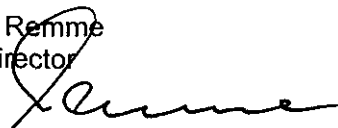
31 DECEMBER 2003

	Note	£	31 Dec 03 £
Current assets			
Stocks	6	167,306	
Debtors	7	963,756	
Cash at bank and in hand		<u>60,233</u>	
		1,191,295	
Creditors: Amounts falling due within one year	8	<u>(1,270,421)</u>	
Net current liabilities			<u>(79,126)</u>
Total assets less current liabilities			<u>(79,126)</u>
Capital and reserves			
Called-up share capital	10		7,500
Profit and loss account	11		<u>(86,626)</u>
Deficiency	12		<u>(79,126)</u>

5th July 2004

These financial statements were approved by the board of directors on and are signed on its behalf by:

U Remme
Director



WITTFELD UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 17 APRIL 2003 TO 31 DECEMBER 2003

1. Accounting policies

1.1 Basis of accounting and change in accounting policy

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

1.2 Turnover

Turnover represents amounts receivable for goods and services, net of VAT and trade discounts.

1.3 Leases

Assets held under finance leases and hire purchase contracts are capitalised at the fair value on the inception of the lease and are depreciated over the shorter of the period of the lease and the estimated useful economic lives of the assets. The finance charges are allocated over the period of the lease in proportion to the capital element outstanding and are charged to the profit and loss account.

Operating lease rentals are charged to the profit and loss account in equal instalments over the lease term.

1.4 Deferred taxation

Deferred tax is provided in full on timing differences which 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 periods different from those in which they are included in 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.

1.5 Foreign currencies

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 the transaction. All differences are taken to the profit and loss account.

2. Turnover

The turnover and loss before tax are attributable to the principal activity of the company.

A geographical analysis of turnover is given below:

	Period from 17 Apr 03 to 31 Dec 03 £
United Kingdom	<u>1,865,954</u>

WITTFELD UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 17 APRIL 2003 TO 31 DECEMBER 2003

3. Operating loss

Operating loss is stated after charging:

Period from
17 Apr 03 to
31 Dec 03
£

Directors' emoluments
Auditors' remuneration:
- audit services

—

3,500

4. Particulars of employees

There were no employees during the period apart from the directors.

5. Interest payable and similar charges

Period from
17 Apr 03 to
31 Dec 03
£

Interest payable on bank loans and overdrafts

467

6. Stocks

31 Dec 03
£

Work in progress

167,306

7. Debtors

31 Dec 03
£

Trade debtors

963,756

8. Creditors: Amounts falling due within one year

31 Dec 03
£

Trade creditors
Amounts owed to group undertakings
Other taxation
Accruals and deferred income

392,340
215,681
80,423
581,977

1,270,421

WITTFELD UK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 17 APRIL 2003 TO 31 DECEMBER 2003

9. Related party transactions and controlling party

In the opinion of the directors the ultimate controlling party is Wittfeld GmbH.

Name (Relationship) Transaction	Amount 2003 £	Amount due (to)/from related parties
		2003 £
Wittfeld GmbH Transfer from parent company	215,681	(215,681)

10. Share capital

	31 Dec 03	
	Number	£
Authorised share capital:		
Ordinary shares of £1 each	<u>7,500</u>	<u>7,500</u>
Called up, allotted and fully paid:		
Ordinary shares of £1 each	<u>7,500</u>	<u>7,500</u>

On 10 June 2003 the company issued 7,500 ordinary shares of £1 each at par, in order to establish the capital structure of the company.

11. Reserves

	Profit and loss account £
Loss for the period	(86,626)
Balance carried forward	<u>(86,626)</u>

12. Reconciliation of movements in shareholders' funds

	31 Dec 03 £
Loss for the financial period	(86,626)
New equity share capital subscribed	<u>7,500</u>
Net reduction to funds	<u>(79,126)</u>
Closing shareholders' deficit	<u>(79,126)</u>

13. Parent undertaking

The ultimate parent company is Wittfeld GmbH, a company incorporated in Germany. Consolidated accounts are not prepared.