

REGISTERED NUMBER: 5284142 (England and Wales)

REPORT OF THE DIRECTORS AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD
11 NOVEMBER 2004 TO 30 NOVEMBER 2005
FOR
ALPARI (UK) LIMITED



A51 *ACT34HNG* 169
COMPANIES HOUSE 03/08/2006

ALPARI (UK) LIMITED

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE PERIOD 11 NOVEMBER 2004 TO 30 NOVEMBER 2005

	Page
Company Information	1
Report of the Directors	2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	5
Chartered Accountants' Report	7
Profit and Loss Account	8

ALPARI (UK) LIMITED

COMPANY INFORMATION

FOR THE PERIOD 11 NOVEMBER 2004 TO 30 NOVEMBER 2005

DIRECTORS:

A Vedikhin
A Dashin
G Perov
S Chattopadhyay

SECRETARIES:

A Vedikhin
Athenaeum Secretaries Limited

REGISTERED OFFICE:

25 Moorgate
London
EC2R 6AR

REGISTERED NUMBER:

5284142 (England and Wales)

ACCOUNTANTS:

Sherwoods
Chartered Accountants
30 Addiscombe Grove
Croydon
Surrey
CR9 5AY

ALPARI (UK) LIMITED

REPORT OF THE DIRECTORS
FOR THE PERIOD 11 NOVEMBER 2004 TO 30 NOVEMBER 2005

The directors present their report with the financial statements of the company for the period 11 November 2004 to 30 November 2005.

COMMENCEMENT OF TRADING

The company was incorporated on 11 November 2004 and commenced preparation for operations on 4 July 2005.

PRINCIPAL ACTIVITY

During the period the company was not in receipt of revenue, but it expects to provide financial, investment and broking services. The company has applied to the FSA for Part 4 authorisation.

DIRECTORS

The directors during the period under review were:

A Vedikhin	- appointed 22.11.04
A Dashin	- appointed 22.11.04
G Perov	- appointed 22.11.04
S Chattopadhyay	- appointed 3.3.05

The directors holding office at 30 November 2005 did not hold any beneficial interest in the issued share capital of the company at date of appointment or 30 November 2005.

The directors hold no interest in the share capital of the company.

Messrs Vedikhin, Dashin and Perov are all directors of the holding company, Alpari (Cyprus) Limited and their interests in the capital of that company is stated in its own accounts.

All the directors, being eligible, offer themselves for election at the forthcoming first 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.

ON BEHALF OF THE BOARD:


.....
S Chattopadhyay - Director

Date: 02/08/06
.....

ALPARI (UK) LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE PERIOD 11 NOVEMBER 2004 TO 30 NOVEMBER 2005

	Notes	£	£
TURNOVER			-
Depreciation		3,333	
Other operating charges		49,080	
		<u> </u>	<u>52,413</u>
OPERATING LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2		(52,413)
Tax on loss on ordinary activities	3		<u>-</u>
LOSS FOR THE FINANCIAL PERIOD AFTER TAXATION			<u>(52,413)</u>
DEFICIT FOR THE PERIOD			<u><u>(52,413)</u></u>

The notes form part of these financial statements

ALPARI (UK) LIMITED

BALANCE SHEET
30 NOVEMBER 2005

	Notes	£	£
FIXED ASSETS			
Tangible assets	4		6,666
CURRENT ASSETS			
Prepayments and accrued income		3,686	
CREDITORS			
Amounts falling due within one year	5	62,763	
NET CURRENT LIABILITIES			(59,077)
TOTAL ASSETS LESS CURRENT LIABILITIES			(52,411)
CAPITAL AND RESERVES			
Called up share capital	6		2
Profit and loss account	7		(52,413)
SHAREHOLDERS' FUNDS			(52,411)

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the period ended 30 November 2005.

The members have not required the company to obtain an audit of its financial statements for the period ended 30 November 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements 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 its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:


S Chattopadhyay - Director

Approved by the Board on 02/08/06

The notes form part of these financial statements

ALPARI (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 11 NOVEMBER 2004 TO 30 NOVEMBER 2005

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - Straight line over 3 years

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

2. OPERATING LOSS

The operating loss is stated after charging:

	£
Depreciation - owned assets	3,333
	<hr/>
Directors' emoluments and other benefits etc	-
	<hr/>

3. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the period.

4. TANGIBLE FIXED ASSETS

	Computer equipment £
COST	
Additions	9,999
	<hr/>
At 30 November 2005	9,999
	<hr/>
DEPRECIATION	
Charge for period	3,333
	<hr/>
At 30 November 2005	3,333
	<hr/>
NET BOOK VALUE	
At 30 November 2005	6,666
	<hr/>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Other creditors	62,763
	<hr/>

ALPARI (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 11 NOVEMBER 2004 TO 30 NOVEMBER 2005

6. CALLED UP SHARE CAPITAL

Authorised:		Nominal value:	£
Number:	Class:		
1,000	Ordinary	£1	<u>1,000</u>

Allotted, issued and fully paid:		Nominal value:	£
Number:	Class:		
2	Ordinary	£1	<u>2</u>

7. RESERVES

	Profit and loss account £
Deficit for the period	<u>(52,413)</u>
At 30 November 2005	<u>(52,413)</u>

8. ULTIMATE PARENT COMPANY

The company is a wholly-owned subsidiary of Alpari (Cyprus) Limited, a company registered in Cyprus. The ultimate control of Alpari (Cyprus) Limited rests with Messrs Vedikhin, Dashin and Perov.

9. TRANSACTIONS WITH DIRECTORS

During the accounting period the directors have advanced monies to the company by paying all its set-up and running costs to the balance sheet date. These amounted to £62,213 and are shown under the heading "Other creditors" in the balance sheet.

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS
ON THE UNAUDITED FINANCIAL STATEMENTS OF
ALPARI (UK) LIMITED

In accordance with our terms of engagement and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company for the period ended 30 November 2005 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England & Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the Balance Sheet as at 30 November 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the period.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Sherwoods
Chartered Accountants
30 Addiscombe Grove
Croydon
Surrey
CR9 5AY



Date: 2 . 8 . 0 6