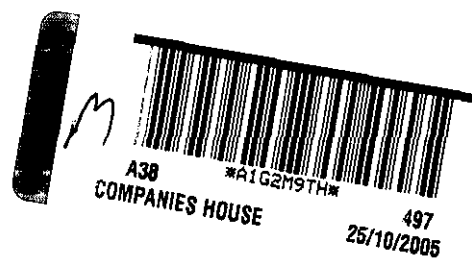


25th October, 2005

CYNAR (U.K.) LIMITED
Co. No. 1466475

FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31st DECEMBER, 2004



CYNAR (U.K) LIMITED

DIRECTORS

Mr N Rohatgi
Mrs N Rohatgi

SECRETARY

Mrs N Rohatgi

REGISTERED OFFICE

19 Barbe Baker Avenue
West End
Southampton
Hampshire
SO30 3RH

CYNAR (U.K) LIMITED**PROFIT AND LOSS ACCOUNT
FOR THE YEAR TO 31st DECEMBER, 2004.**

	<u>2004</u>	<u>2003</u>
Turnover	13,773	39,205
Cost of Sales	11,034	31,793
Gross Profit/(Loss)	2,739	7,412
Administrative and General Expenses	-4,459	-9,260
	-1,720	-1,848
Interest Received	16	62
Interest paid	-157	-179
Profit/(Loss) on ordinary activities, before taxation	-1,861	-1,965
Taxation	-	-
Profit/(Loss) for the Year	-1861	-1965
Dividends paid	-	-
Profit/Deficit for the Year	-1861	-1965
Retained profits, brought forward	1,216	3,181
Retained profits, carried forward	-645	1,216

CYNAR (U.K) LIMITED**BALANCE SHEET****AS AT 31ST DECEMBER, 2004**

	<u>2004</u>	<u>2003</u>
FIXED TANGIBLE ASSETS		
CURRENT ASSETS		
Trade Debtors		114
Other Debtors	261	1,060
Prepayments	-	-
Cash at bank and in hand	218	1,774
	<u>479</u>	<u>2,948</u>
CREDITORS: Amounts falling due within one year		
Trade Creditors	-590	-690
Other Creditors and Taxation	-514	-1,022
Bank Overdraft		
Accruals		
NET CURRENT LIABILITIES	<u>-1,104</u>	<u>-1,712</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	<u>-625</u>	<u>1,236</u>
REPRESENTED BY:		
Called - up Shares capital	20	20
Profit and Loss account	-645	1,216
	<u>-625</u>	<u>1,236</u>

(a) For the year ended 31st December, 2004 the Company was entitled to exemption under section 249 A (1) of the Companies Act 1985.

(b) Members have not required the Company to obtain an audit in accordance with section 249B (2) of the Companies Act 1985.

(c) The Directors acknowledge their responsibility for:

- i. ensuring the Company keeps accounting records which comply with section 221; and
- ii. preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year, and of its profit or loss for the financial year, in accordance with the requirements of section 226, and which otherwise comply with requirements of the Companies Act relating to accounts, so far as applicable to the Company;

(d) The accounts have been prepared in accordance with the special provisions in Part VII of the Companies Act 1985 relating to small companies.

By order of the Board

N. Rohatgi Director 25th October, 2005.



CYNAR (U.K) LIMITED**DETAILED PROFIT AND LOSS ACCOUNT**
FOR THE YEAR ENDED 31st DECEMBER, 2004.

	2004		2003	
	£	£	£	£
Sales		13,773		39,205
Less				
Purchases	9,893		30,493	
Freight Charges	1,141		1,300	
		11,034		31,793
Gross Profit		2,739		7,412
<u>Less General and Administrative Expenditure</u>				
Commissions	-		-	
Directors' Remuneration	-		-	
PAYE Liability	-		-	
Motor and Travel	1,232		4,073	
Entertainment	287		574	
Use of Office	-		-	
Printing, Postage and Stationery	184		397	
Hire Purchase Interest	-		-	
Telephone, Mobile and Fax +internet 57	1,272		1,790	
Advertising	-		-	
Repairs and Maintenance	-		-	
Sundries	1,484		2,426	
Professional Fees				
Bank Charges	157		179	
Depreciation	-		-	
Specific Bad Dept	-		-	
		-4,616		-9,439
		-1,877		-2027
Add: Bank Interest (Gross)		16		62
Net Profit (Loss) for the year		-1,861		-1,965

This schedule is provided for information purposes only and does not form part of the statutory financial statements.