

**REPORT OF THE DIRECTOR AND**  
**AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY 2010**  
**FOR**  
**ALMI PRODUCTIONS LIMITED**



**ALMI PRODUCTIONS LIMITED**  
**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31ST MAY 2010**

**DIRECTOR** C F Werner

**SECRETARY** Regent Corporate Secretaries Limited

**REGISTERED OFFICE:** Suite 66  
10 Barley Mow Passage  
Chiswick  
London  
W4 4PH

**REGISTERED NUMBER** 2639173 (England and Wales)

**AUDITORS** Stein Richards  
Chartered Accountants and Statutory Auditor  
10 London Mews  
Paddington  
London  
W2 1HY

**ALMI PRODUCTIONS LIMITED**

**REPORT OF THE DIRECTOR**  
**FOR THE YEAR ENDED 31ST MAY 2010**

The director presents his report with the financial statements of the company for the year ended 31st May 2010

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of an investment company

**DIRECTOR**

C F Werner held office during the whole of the period from 1st June 2009 to the date of this report.

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing the Report of the Director and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is satisfied that they 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 these financial statements, the director is required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, Stein Richards, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**



C F Werner - Director

Date 25 OCTOBER 2010

**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF**  
**ALMI PRODUCTIONS LIMITED**

We have audited the financial statements of Almi Productions Limited for the year ended 31st May 2010 on pages five to nine. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 a Report of the Auditors 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 director and auditors**

As explained more fully in the Statement of Director's Responsibilities set out on page two, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the director, and the overall presentation of the financial statements.

**Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31st May 2010 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Emphasis of matter - Going concern**

In forming our opinion on the financial statements, which is not qualified, we have considered the adequacy of the disclosure made in note 1 to the financial statements concerning the company's ability to continue as a going concern. The company incurred a net loss of €31,340 during the year ended 31 May 2010 and at that date the company's current liabilities exceeded its total assets by €96,926. These conditions, along with the other matters explained in note 1 to the financial statements, indicate the existence of a uncertainty which may cast doubt about the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern.

**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements.

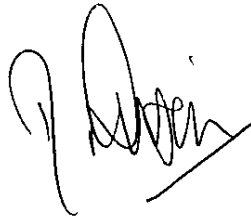
**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF**  
**ALMI PRODUCTIONS LIMITED**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of director's remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the director was not entitled to prepare the financial statements and the Report of the Director in accordance with the small companies regime

Mr Robert Nissen (Senior Statutory Auditor)  
for and on behalf of Stein Richards  
Chartered Accountants and Statutory Auditor  
10 London Mews  
Paddington  
London  
W2 1HY



Date 25 October 2010

**ALMI PRODUCTIONS LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST MAY 2010**

	Notes	31.5.10 €	31.5.09 €
<b>TURNOVER</b>		-	-
Administrative expenses		<u>5,605</u>	<u>11,861</u>
		<b>(5,605)</b>	<b>(11,861)</b>
Other operating income		<u>95</u>	<u>150,677</u>
<b>OPERATING (LOSS)/PROFIT</b>	2	<b>(5,510)</b>	138,816
Loan written off	3	<u>-</u>	<u>111,013</u>
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>(5,510)</b>	27,803
Tax on (loss)/profit on ordinary activities	4	<u>25,830</u>	<u>-</u>
<b>(LOSS)/PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		<b><u>(31,340)</u></b>	<b><u>27,803</u></b>

The notes form part of these financial statements

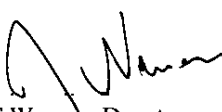
**ALMI PRODUCTIONS LIMITED**

**BALANCE SHEET**  
**31ST MAY 2010**

	Notes	31 5 10 €	€	31 5 09 €	€
<b>FIXED ASSETS</b>					
Investments	5		711,546		3,114,477
<b>CURRENT ASSETS</b>					
Debtors	6	-		258,304	
Cash at bank		13,088		3,620	
		<u>13,088</u>		<u>261,924</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	7	821,560		3,441,987	
		<u>821,560</u>		<u>3,441,987</u>	
<b>NET CURRENT LIABILITIES</b>			(808,472)		(3,180,063)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>(96,926)</u>		<u>(65,586)</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	8		160,000		160,000
Profit and loss account	9		(256,926)		(225,586)
			<u>(96,926)</u>		<u>(65,586)</u>
<b>SHAREHOLDERS' FUNDS</b>			<u>(96,926)</u>		<u>(65,586)</u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the director on 25 October 2010 and were signed by

  
C F Werner - Director

The notes form part of these financial statements

## **ALMI PRODUCTIONS LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS** **FOR THE YEAR ENDED 31ST MAY 2010**

#### **1 ACCOUNTING POLICIES**

##### **Basis of preparing the financial statements**

The company financial statements consolidate the financial statements of the company made up to 31 May 2010 and the financial statements of its subsidiary undertakings made up to 31 December 2009. The financial statements of the companies that are included in the consolidation area are included using acquisition method.

The profit and losses of subsidiary undertakings listed in the report of the directors are consolidated from the date of acquisition.

The financial statements have been prepared on a going concern basis. Whilst the company has a net deficit on its balance sheet, it is reliant on the continued support of the shareholders. The directors have been given assurances by the creditors that these are not payable in the near future and that they will provide further support if and when required.

##### **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 April 2008).

##### **Preparation of consolidated financial statements**

The financial statements contain information about Almi Productions Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

##### **Deferred tax**

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

##### **Foreign currencies**

Transactions in foreign currencies have been converted to euros at the rate ruling on the date of the transaction. Foreign currency assets and liabilities at the balance sheet date have been converted to euros at the rate ruling on that date. Transactions in the accounting period have arisen in euros with the exception of the Share Capital which has been converted at the rate of exchange of £1.60 to the sterling. The Share Capital is therefore a sterling debt of the company.

##### **Fixed asset investments**

Fixed asset investments are valued at cost less any provision if appropriate.

#### **2 OPERATING (LOSS)/PROFIT**

The operating loss (2009 - operating profit) is stated after charging/(crediting)

	<b>31.5.10</b>	<b>31.5.09</b>
	<b>€</b>	<b>€</b>
Auditors' remuneration	<b>2,080</b>	1,939
Foreign exchange differences	<b>(95)</b>	-
	<b>=====</b>	<b>=====</b>
Director's remuneration and other benefits etc	-	-
	<b>=====</b>	<b>=====</b>

#### **3 LOAN WRITTEN OFF**

	<b>31.5.10</b>	<b>31.5.09</b>
	<b>€</b>	<b>€</b>
Loan account written off	-	111,013
	<b>=====</b>	<b>=====</b>



**ALMI PRODUCTIONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31ST MAY 2010**

**4 TAXATION**

**Analysis of the tax charge**

The tax charge on the loss on ordinary activities for the year was as follows

	<b>31 5 10</b>	<b>31 5 09</b>
	€	€
Current tax		
Foreign tax	<b>25,830</b>	-
	<hr/>	<hr/>
Tax on (loss)/profit on ordinary activities	<b>25,830</b>	-
	<hr/>	<hr/>

**5 FIXED ASSET INVESTMENTS**

	<b>31 5 10</b>	<b>31 5 09</b>
	€	€
Shares in group undertakings	<b>9,900</b>	9,900
Loans to group undertakings	<b>701,646</b>	3,104,577
	<hr/>	<hr/>
	<b>711,546</b>	3,114,477
	<hr/>	<hr/>

Additional information is as follows

	<b>Shares in group undertakings €</b>
<b>COST</b>	
At 1st June 2009 and 31st May 2010	<b>9,900</b>
	<hr/>
<b>NET BOOK VALUE</b>	
At 31st May 2010	<b>9,900</b>
	<hr/>
At 31st May 2009	9,900
	<hr/>

The company's investments at the balance sheet date in the share capital of companies include the following

**Iris 2003 S.r.L.**

Country of incorporation Italy

Nature of business Dealing in real estate

	<b>% holding</b>		
Class of shares	<b>99 00</b>		
Ordinary			
		<b>31/12/09</b>	<b>31/12/08</b>
		€	€
Aggregate capital and reserves		<b>4,546,012</b>	38,442
Profit for the year		<b>4,507,570</b>	30,643
		<hr/>	<hr/>

**ALMI PRODUCTIONS LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31ST MAY 2010**

**5 FIXED ASSET INVESTMENTS - continued**

	<b>Loans to group undertakings €</b>
At 1st June 2009	<b>3,104,577</b>
Repayment in year	<b>(2,402,931)</b>
	<hr/>
At 31st May 2010	<b>701,646</b>
	<hr/>

**6 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31 5.10</b>	<b>31 5 09</b>
	<b>€</b>	<b>€</b>
Other debtors	<b>-</b>	<b>258,304</b>
	<hr/>	<hr/>

**7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31.5.10</b>	<b>31 5 09</b>
	<b>€</b>	<b>€</b>
Other creditors	<b>821,560</b>	<b>3,441,987</b>
	<hr/>	<hr/>

**8 CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid				
Number	Class	Nominal value	<b>31 5.10</b>	<b>31 5 09</b>
			<b>€</b>	<b>€</b>
100,000	Ordinary	€1 60	<b>160,000</b>	<b>160,000</b>
			<hr/>	<hr/>

**9 RESERVES**

	<b>Profit and loss account €</b>
At 1st June 2009	<b>(225,586)</b>
Deficit for the year	<b>(31,340)</b>
	<hr/>
At 31st May 2010	<b>(256,926)</b>
	<hr/>

**10 ULTIMATE CONTROLLING PARTY**

The ultimate controlling party of the company was Shara Holding Limited by virtue of its shareholding