

Company Registration No. 2776051 (England and Wales)

ALTOKEY LIMITED

COMPANIES HOUSE COPY

DIRECTOR'S REPORT AND
UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2005



ALTOKEY LIMITED

COMPANY INFORMATION

Director	J Cobb
Secretary	CETC (Nominees) Limited
Company number	2776051
Registered office	4th Floor St Alphage House 2 Fore Street London EC2Y 5DH
Accountants	UHY Hacker Young 4th Floor St Alphage House 2 Fore Street London EC2Y 5DH
Bankers	National Westminster Bank Plc 10 Benedict Street Cambridge CB2 3PU

ALTOKEY LIMITED

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ALTOKEY LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 30 JUNE 2005

The director presents his report and financial statements for the year ended 30 June 2005.

Principal activities and review of the business

In 1993 the company purchased the exclusive rights to a portfolio of paints and related products. The company granted a licence and was receiving royalties therefrom. The licence terminated on 31 December 1997.

Results and dividends

The results for the year are set out on page 3.

The director does not recommend payment of an ordinary dividend.

Director

The following director has held office since 1 July 2004:

J Cobb

Director's interests

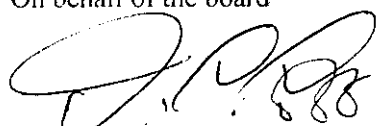
The director's interest in the shares of the company was as stated below:

Ordinary shares of £ 1 each	
30 June 2005	1 July 2004
-	-

J Cobb

The director's interests in the shares of the holding company, Chroma Australia Pty Limited are shown in that company's accounts.

On behalf of the board



J Cobb

Director

19 June 2006

ALTOKEY LIMITED

CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF ALTOKEY LIMITED

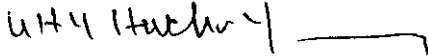
In accordance with the engagement letter dated 19 July 2005, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of Altokey Limited for the year ended 30 June 2005, set out on pages 3 to 7 from the accounting records and information 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 and 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 for the year ended 30 June 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 year.

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.


UHY Hacker Young

12/9/2006
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Chartered Accountants
Reporting Accountants

ALTOKEY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2005

	Notes	2005 £	2004 £
Administrative expenses		1,474	(305)
	
Operating profit/(loss)		1,474	(305)
Other interest receivable and similar income	2	12,042	16,290
	
Profit on ordinary activities before taxation		13,516	15,985
Tax on profit on ordinary activities	3	(666)	(1,400)
	
Profit on ordinary activities after taxation	8	12,850	14,585
	

The company's operation in the year continued unchanged; no operations were disposed of or acquired.

There are no recognised gains and losses other than those passing through the profit and loss account.

ALTOKEY LIMITED

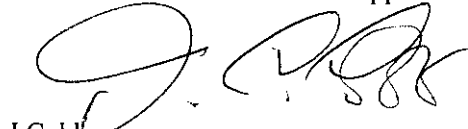
BALANCE SHEET AS AT 30 JUNE 2005

	Notes	2005 £	£	2004 £	£
Fixed assets					
Intangible assets	4	-		-	
Current assets					
Debtors	5	200,817		185,200	
Cash at bank and in hand		7,459		7,459	
		
		208,276		192,659	
Creditors: amounts falling due within one year	6	(24,712)		(21,945)	
		
Total assets less current liabilities		183,564		170,714	
		
Capital and reserves					
Called up share capital	7	10,000		10,000	
Share premium account	8	6,649,267		6,649,267	
Profit and loss account	8	(6,475,703)		(6,488,553)	
		
Shareholders' funds - equity interests	9	183,564		170,714	
		

In preparing these financial statements:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges his responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, 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 the requirements of this Act relating to accounts, so far as applicable to the company.

The financial statements were approved by the Board on 19 June 2006



J Cobb
Director

ALTOKEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

1 Accounting policies

1.1 Basis of preparation

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

2 Other interest receivable and similar income	2005 £	2004 £
Other interest	12,042	16,290

3 Taxation	2005 £	2004 £
Domestic current year tax		
U.K. corporation tax	666	1,400

Current tax charge	666	1,400

Factors affecting the tax charge for the year

Profit on ordinary activities before taxation	13,516	15,985

Profit on ordinary activities before taxation multiplied by standard rate
of UK corporation tax of 19.00% (2004: 19.00%)

2,568	3,037
.....

Effects of:

Non deductible expenses	19	38
Capital allowances	(488)	(1,021)
Overseas tax relief	(1,167)	-
Other tax adjustments	(266)	(654)

	(1,902)	(1,637)

Current tax charge	666	1,400

ALTOKEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

4 Intangible fixed assets

	Rights £
Cost	
At 1 July 2004 & at 30 June 2005	200,401
Provision	
At 1 July 2004 & at 30 June 2005	200,401
Net book value	
At 1 July 2004 & at 30 June 2005	-

A full provision was made in the prior year against the value of the intangible asset as the rights contract expired on 31 December 1997. The director does not anticipate further income from this contract.

5 Debtors	2005 £	2004 £
Other debtors	200,817	185,200

6 Creditors: amounts falling due within one year	2005 £	2004 £
Corporation tax	2,066	1,400
Other creditors	15,341	15,341
Accruals and deferred income	7,305	5,204
	24,712	21,945

7 Share capital	2005 £	2004 £
Authorised		
10,000 Ordinary shares of £1 each	10,000	10,000
Allotted, called up and fully paid		
10,000 Ordinary shares of £1 each	10,000	10,000

ALTOKEY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2005

8 Statement of movements on reserves

	Share premium account £	Profit and loss account £
Balance at 1 July 2004	6,649,267	(6,488,553)
Retained profit for the year	-	12,850

Balance at 30 June 2005	6,649,267	(6,475,703)

9 Reconciliation of movements in shareholders' funds

	2005 £	2004 £
Profit for the financial year	12,850	14,585
Opening shareholders' funds	170,714	156,129

Closing shareholders' funds	183,564	170,714

10 Employees

Number of employees

There were no employees during the year apart from the director.

11 Control

The immediate parent company is Chroma Australia Pty Limited, a company registered in Australia.

12 Related party transactions

Altokey Limited owes £14,118 in respect of expenses incurred by Chroma Acrylics Inc. on Altokey Limited's behalf. This amount is disclosed in other creditors.

Chroma Australia Pty Limited, a company also under the control of Mr Cobb owed Altokey Limited £200,817 at 30 June 2005 (2004: £185,200). Interest of £12,042 was charged on this loan for the period 1 January 2003 to 30 June 2004 (2002: £16,290). This amount is included in other debtors.