

Company Registration No. 3707065

MARITON INVESTMENTS LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2003

23541-A-2003

Registered Office
5th Floor, Castle Chambers
43 Castle Street
Liverpool



RID	*R0UI3007*	0125
COMPANIES HOUSE		2315105
A19	*A2NL16D4*	0742
COMPANIES HOUSE		23/06/05

MARITON INVESTMENTS LIMITED

**DIRECTOR'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2003**

The director presents his report and financial statements for the year ended 31 December 2003.

Principal activity

The principal activity of the company is that of an investment company.

Review of the business and future developments

The director considers that the results of the company are satisfactory and that the company is expected to continue at its present levels in the future.

Results and dividends

The results for the year are set out on page 4.

No dividends have been declared or paid during this or the comparative period.

Directors

The following directors have held office since 1 January 2003:

J.G. Hester	(Appointed 1 February 2005)
A M Taylor	(Resigned 1 February 2005)

The directors have no interest in the issued share capital of the company.

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Matthew Edwards & Co. be reappointed as auditors of the company will be put to the Annual General Meeting.

Director's responsibilities

Company law requires the director 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 of the company for that period. In preparing those financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. 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.

On behalf of the board



J.G. Hester (Director)

Date: 19/1/04

MARITON INVESTMENTS LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2003**

	Notes	2003 EUR	2002 EUR
Administrative expenses		(12,519)	(11,446)
	
Operating loss	2	(12,519)	(11,446)
Investment income	3	970	2,289
Other interest receivable and similar income	3	750	-
Interest payable and similar charges	4	-	(20)
	
Loss on ordinary activities before taxation		(10,799)	(9,177)
Tax on loss on ordinary activities	5	-	(349)
	
Loss on ordinary activities after taxation	10	(10,799)	(9,526)
Loss brought forward at 1 January 2003		(40,204)	(30,678)
	
Loss carried forward at 31 December 2003		(51,003)	(40,204)
	

The profit and loss account has been prepared on the basis that all operations are continuing operations.

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

MATTHEW EDWARDS & CO
CHARTERED ACCOUNTANTS

5th Floor, 86 Jermyn St, London SW1Y 6AW
Telephone: +44 (0) 207 930 711 Facsimile: +44 (0) 207 930 744
E-mail: audit@matthew-edwards.com

MARITON INVESTMENTS LIMITED

**INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF MARITON INVESTMENTS LIMITED**

We have audited the financial statements of Mariton Investments Limited on pages 4 to 10 for the year ended 31 December 2003. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, 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 members those matters we are required to state to them in an auditor's 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the director and auditors

As described in the statement of director's responsibilities on page 1 the company's director is responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is 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 director's 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 director's remuneration and transactions with the company is not disclosed.

We read the director's report and consider the implications for our report if we become aware of any apparent misstatements within it.

MATTHEW EDWARDS & CO
C H A R T E R E D A C C O U N T A N T S

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MARITON INVESTMENTS LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)
TO THE SHAREHOLDERS OF MARITON INVESTMENTS LIMITED

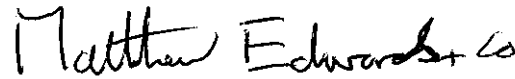
Basis of audit opinion

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 director 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.

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 year then ended and have been properly prepared in accordance with the Companies Act 1985.



Matthew Edwards & Co.
Chartered Accountants
Registered Auditor



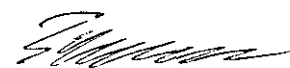
86 Jermyn Street
St. James
London, England

MARITON INVESTMENTS LIMITED

**BALANCE SHEET
AS AT 31 DECEMBER 2003**

		2003		2002	
	Notes	EUR	EUR	EUR	EUR
Fixed assets					
Investments	6		2,105,051		1,960,851
Current assets					
Debtors	7	641		688	
Cash at bank and in hand		6,684		147,261	
		
		7,325		147,949	
Creditors: amounts falling due within one year	8	(2,163,376)		(2,149,001)	
		
Net current liabilities			(2,156,051)		(2,001,052)
		
Total assets less current liabilities			(51,000)		(40,201)
		
Capital and reserves					
Called up share capital	9		3		3
Profit and loss account	10		(51,003)		(40,204)
		
Shareholders' funds - equity interests	11		(51,000)		(40,201)
		

The financial statements were approved by the Board on 19/10/04



J.G. Hester
Director

MARITON INVESTMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2003**

1 Accounting policies

1.1 Accounting convention

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

The financial statements have been prepared on the going concern basis. This is considered appropriate as the ultimate beneficial shareholders will continue to provide financial support to the company for the foreseeable future.

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

1.2 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.3 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the director, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

1.4 Foreign currency translation

The company's accounting records are maintained in Euro's.

Transactions in other currencies are converted at the rate ruling at the date of the transaction. Current assets and liabilities are converted at the rate of exchange ruling at the balance sheet date. Any material gains or losses resulting from the conversion are taken to the profit and loss account.

1.5 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company and its subsidiary undertaking comprise a small-sized group. The company has therefore taken advantage of the exemptions provided by section 248 of the Companies Act 1985 not to prepare group accounts.

2 Operating loss

	2003	2002
	EUR	EUR
Operating loss is stated after charging:		
Auditors' remuneration	1,964	1,137

3 Income from investments

	2003	2002
	EUR	EUR
Income from subsidiary undertakings	970	2,289
Profit on foreign exchange	750	-

	1,720	2,289

MARITON INVESTMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2003**

4	Interest payable and similar charges	2003 EUR	2002 EUR
	Loss on foreign exchange	-	20
	
		-	20
	
5	Taxation	2003 EUR	2002 EUR
	Domestic current year tax		
	Corporation tax at 30.00% (2002 - 30.00%)	-	-
	Foreign corporation tax		
	Foreign corporation tax	-	349
	
	Current tax charge	-	349
	
	Factors affecting the tax charge for the year		
	Loss on ordinary activities before taxation	(10,799)	(9,177)
	
	Loss on ordinary activities before taxation multiplied by the standard rate of corporation tax of 30.00% (2002: 30.00%)	(3,240)	(2,753)
	
	Effects of:		
	Losses not recognised for accounting purposes	3,240	2,753
	Foreign tax adjustments	-	349
	
		3,240	3,102
	
	Current tax charge	-	349
	

On the basis of these financial statements no provision has been made for corporation tax.

MARITON INVESTMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2003**

6 Fixed asset investments

	Unlisted investments	Shares in subsidiary undertakings	Total
	EUR	EUR	EUR
Cost			
At 1 January 2003	626,604	1,334,247	1,960,851
Additions	144,200	-	144,200

At 31 December 2003	770,804	1,334,247	2,105,051

At 31 December 2002	626,604	1,334,247	1,960,851

Holdings of 20% or more

The company holds 20% or more of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
Subsidiary undertakings			
Habenllog SL	Spain	Ordinary	55
Merano 2000, SL	Spain	Ordinary	84
Participating interests			
Mecanicas Electricas Mecalec SL	Spain	Ordinary	25

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Principal Activity	Capital and reserves	Profit for the year
		EUR	EUR
Habenllog SL	Real estate	1,420,904	(634)
Merano 2000, SL	Real estate	900,268	947
Mecanicas Electricas Mecalec SL	Real estate	1,796,327	78,337
	

The unlisted investments represent a 16.14% interest in Varosa 10, SL and a 15.91% interest in Lackanton Edificaciones SL. They were both incorporated in Spain, and are stated at cost.

During the year the investment holdings in Varosa 10, SL increased from 15.21% to 16.14% and the investment in Lackanton Edificaciones SL increased from 14.91% to 15.91%.

7 Debtors	2003	2002
	EUR	EUR
Prepayments and accrued income	641	688

MARITON INVESTMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2003**

8	Creditors: amounts falling due within one year	2003 EUR	2002 EUR
	Other creditors	2,159,647	2,139,422
	Accruals and deferred income	3,729	9,579
	
		2,163,376	2,149,001
	
9	Share capital	2003 No.	2002 No.
	Authorised		
	10,000 ordinary £1 shares	10,000	10,000
	
	Allotted, called up and fully paid	EUR	EUR
	2 ordinary £1 shares	3	3
	
10	Statement of movements on profit and loss account		Profit and loss account EUR
	Balance at 1 January 2003		(40,204)
	Retained loss for the year		(10,799)
		
	Balance at 31 December 2003		(51,003)
		
11	Reconciliation of movements in shareholders' funds	2003 EUR	2002 EUR
	Loss for the financial year	(10,799)	(9,526)
	Opening shareholders' funds	(40,201)	(30,675)
	
	Closing shareholders' funds	(51,000)	(40,201)
	
12	Contingent liabilities		
	There were no known contingent liabilities at the balance sheet date.		
13	Capital commitments		
	There were no major capital commitments as at the balance sheet date		

MARITON INVESTMENTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2003**

14 Employees

Number of employees

There were no employees during the year apart from the director. The director received no remuneration during the year.

15 Ultimate Controlling Party and Related Party Transactions

The director is aware of the identity of the ultimate controlling party. However, they are under a duty of confidentiality that prevents them from disclosing certain information otherwise required by Financial Reporting Standard 8. Therefore they have taken the exemption offered by the Standard in respect of confidentiality.