

Company Registration No. 3818292 (England and Wales)

CELTIC RESOURCES (CENTRAL ASIA) LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2004



CELTIC RESOURCES (CENTRAL ASIA) LIMITED

INDEPENDENT AUDITORS' REPORT TO CELTIC RESOURCES (CENTRAL ASIA) LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts of Celtic Resources (Central Asia) Limited, which comprise the Abbreviated Balance Sheet and related notes 1 to 3, together with the financial statements for the year ended 31 December 2004 prepared under section 226 of the Companies Act 1985..

This report is made solely to the company's members, as a body, in accordance with Section 247B 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 directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.


Deloitte & Touche


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Chartered Accountants and Registered Auditors

Dublin


CELTIC RESOURCES (CENTRAL ASIA) LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 DECEMBER 2004

| | Notes | 2004 \$ | \$ | 2003 \$ | \$ |
|--|-------|------------------|----|------------------|----|
| Fixed assets | | | | | |
| Investments | 2 | 7,246,445 | | 6,837,445 | |
| Current assets | | | | | |
| Debtors | | 367,601 | | 359,999 | |
| Creditors: amounts falling due within one year | | (5,811,844) | | (5,049,770) | |
| Net current liabilities | | (5,444,243) | | (4,689,771) | |
| Total assets less current liabilities | | <u>1,802,202</u> | | <u>2,147,674</u> | |
| Capital and reserves | | | | | |
| Called up share capital | 3 | 2,146,000 | | 2,146,000 | |
| Profit and loss account | | (343,798) | | 1,674 | |
| Shareholders' funds - equity interests | | <u>1,802,202</u> | | <u>2,147,674</u> | |

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 28/6/5


M.J. Palmer
Director

CELTIC RESOURCES (CENTRAL ASIA) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT.

1.3 Investments

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

1.4 Deferred taxation

Deferred taxation is accounted for in respect of all timing differences. A deferred tax asset is only recognised when it is more likely than not, the asset will be recoverable in the foreseeable future, out of suitable taxable profits from which the underlying timing differences can be recovered. The company has adopted Financial Reporting Standard 19 on deferred taxation.

CELTIC RESOURCES (CENTRAL ASIA) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

2 Fixed assets

| | Investments \$ |
|---------------------|-------------------|
| Cost | |
| At 1 January 2004 | 6,837,445 |
| Additions | 409,000 |
| | <u> </u> |
| At 31 December 2004 | <u>7,246,445</u> |

Holdings of more than 20%

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

| Company | Country of registration or incorporation | Class | Shares held % |
|--------------------------------|---|----------|------------------|
| Subsidiary undertakings | | | |
| FIC Alel JSC | Kazakhstan | Ordinary | 100 |
| Dabney Holdings Limited | BVI | Ordinary | 100 |
| Zherek LLP | Kazakhstan | Ordinary | 75 |

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

| | Capital and reserves 2004 \$ | Profit for the year 2004 \$ |
|-------------------------|---------------------------------------|--------------------------------------|
| FIC Alel JSC | 6,296,000 | 2,164,000 |
| Dabney Holdings Limited | (2,751,000) | (232,000) |
| Zherek LLP | 89,000 | (49,000) |
| | <u> </u> | <u> </u> |

The addition in the year is additional consideration due following the partial collection of a debt which had been written off by the company's subsidiary FIC Alel JSC. Additional payments will be due should further amounts be recovered.

3 Share capital

| | 2004 \$ | 2003 \$ |
|---|-------------------|-------------------|
| Authorised | | |
| 100,000,000 Ordinary shares of \$1 each | 100,000,000 | 100,000,000 |
| | <u> </u> | <u> </u> |
| Allotted, called up and fully paid | | |
| 1,295,923 Ordinary shares of £1 each | 2,146,000 | 2,146,000 |
| | <u> </u> | <u> </u> |

CELTIC RESOURCES (CENTRAL ASIA) LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) *FOR THE YEAR ENDED 31 DECEMBER 2004*

4 Ultimate parent company

The ultimate parent company is Celtic Resources Holdings Plc, a company registered in the Republic of Ireland.

Celtic Resources Holdings Plc Limited prepares group financial statements and copies can be obtained from its U.K. office at 59/65, Upper Ground, London, SE19PQ.