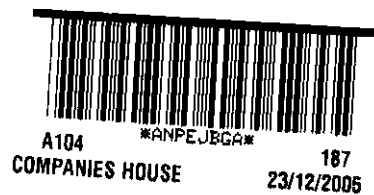


COMPANY REGISTRATION NUMBER 04785763

Buds Property Holdings Limited
Unaudited Financial Statements
For the Year Ended
30 June 2005



Buds Property Holdings Limited

Officers and Professional Advisers

The Board of Directors

M Poray Pstrokonski
R Howe-Douglas

Company Secretary

M Poray Pstrokonski

Registered Office

Sterling House
71 Francis Road
Edgbaston
Birmingham
B16 8SP

Accountants

Haines Watts
Chartered Accountants
Sterling House
71 Francis Road
Edgbaston
Birmingham
B16 8SP

Bankers

Bank of Scotland
3 Mid New Cultins
Edinburgh
EH11 4DH

Buds Property Holdings Limited

The Directors' Report

Year Ended 30 June 2005

The directors present their annual report together with the unaudited financial statements of the company for the year ended 30 June 2005. The company is dormant and has not traded during the year.

The Directors and their Interests in the Shares of the Company

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 30 June 2005	At 1 July 2004
M Poray Pstrokowski	25,000	25,000
R Howe-Douglas	<u>25,000</u>	<u>25,000</u>

Signed by order of the directors



M Poray Pstrokowski
Company Secretary

Approved by the directors on 9.12.05

Buds Property Holdings Limited

Balance Sheet

30 June 2005

	Note	2005 £	2004 £
Fixed Assets			
Investments	3	49,998	49,998
Current Assets			
Debtors	4	<u>2</u>	<u>2</u>
Total Assets		<u>50,000</u>	<u>50,000</u>
Capital and Reserves			
Called-up equity share capital	6	<u>50,000</u>	<u>50,000</u>
Shareholders' Funds		<u>50,000</u>	<u>50,000</u>


Statements:

- (a) For the year ended 30 June 2005 the company was entitled to exemption from audit under Section 249AA(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 responsibilities for:
 - (i) ensuring the company keeps accounting records in accordance with Section 221, and
 - (ii) preparing financial statements 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 and loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements were approved by the directors on the ^{9.12.05} and are signed on their behalf by:



.....
M Poray Pstrokowski



.....
R Howe-Douglas

The notes on pages 4 to 5 form part of these financial statements.

Buds Property Holdings Limited

Notes to the Financial Statements

Year Ended 30 June 2005

1. Dormant Status

The company was dormant (within the meaning of Section 249AA of the Companies Act 1985) throughout the year ended 30 June 2005. The company has not traded during the year or during the preceding financial year. During these periods, the company received no income and incurred no expenditure and therefore made neither profit nor loss.

2. Profit and Loss Account

The company did not trade during the year and has made neither a profit nor a loss. No Profit and Loss Account has therefore been prepared.

3. Investments

	Shares in group undertakings £
Cost	
At 1 July 2004 and 30 June 2005	<u>49,998</u>
Net Book Value	
At 30 June 2005	<u>49,998</u>
At 30 June 2004	<u>49,998</u>

The company owns 100% of the issued share capital of Buds 1987 Limited, a company incorporated in England.

	2005 £	2004 £
Aggregate capital and reserves		
Buds 1987 Limited	182,854	224,623
Profit and (loss) for the year		
Buds 1987 Limited	(41,769)	(139,788)

4. Debtors

	2005 £	2004 £
Called up share capital not paid	<u>2</u>	<u>2</u>

5. Related Party Transactions

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard For Smaller Entities (effective June 2002).

Buds Property Holdings Limited

Notes to the Financial Statements

Year Ended 30 June 2005

6. Share Capital

Authorised share capital:

	2005	2004
	£	£
50,000 Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>

Allotted and called up:

	2005		2004	
	No	£	No	£
Ordinary shares of £1 each	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>

The amounts of paid-up share capital for the following category of shares differed from the called-up share capital stated above due to unpaid calls and were as follows:

	2005	2004
	£	£
Ordinary shares	<u>2</u>	<u>2</u>