

**REPORT OF THE DIRECTOR AND  
FINANCIAL STATEMENTS  
FOR THE PERIOD 7 MARCH 2006 TO 31 MARCH 2007  
FOR  
PRIME ART FINANCE LIMITED**

WPA Audit Limited  
26 Grosvenor Street  
Mayfair  
London  
W1K 4QW

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**PRIME ART FINANCE LIMITED**

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FOR THE PERIOD 7 MARCH 2006 TO 31 MARCH 2007**

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**PRIME ART FINANCE LIMITED**  
**COMPANY INFORMATION**  
**FOR THE PERIOD 7 MARCH 2006 TO 31 MARCH 2007**

**DIRECTOR:** H Salem

**SECRETARY:** Wilton Corporate Services Limited

**REGISTERED OFFICE:** 26 Grosvenor Street  
Mayfair  
London  
W1K 4QW

**REGISTERED NUMBER:** 05732844 (England and Wales)

**AUDITORS:** WPA Audit Limited  
26 Grosvenor Street  
Mayfair  
London  
W1K 4QW

**PRIME ART FINANCE LIMITED**  
**REPORT OF THE DIRECTOR**  
**FOR THE PERIOD 7 MARCH 2006 TO 31 MARCH 2007**

The director presents his report with the financial statements of the company for the period 7 March 2006 to 31 March 2007.

**INCORPORATION**

The company was incorporated on 7 March 2006 and passed a special resolution on 24 July 2007 changing its name from Allied Associates Asset Finance Limited to Prime Art Finance Limited.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the period under review was that of financing and trading of arts.

**DIRECTOR**

H Salem was appointed as a director on 7 March 2006 and held office during the whole of the period from then to the date of this report.

The director, being eligible, offers himself for election at the forthcoming first Annual General Meeting.

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing 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). The financial statements are required by law to 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 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 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.

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

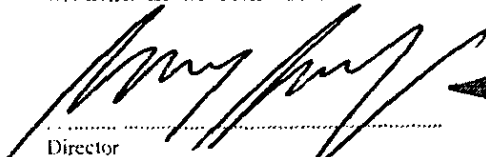
So far as the director is aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, WPA Audit Limited, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

**ON BEHALF OF THE BOARD:**

  
Director

Date:

18.2.2009

**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF  
PRIME ART FINANCE LIMITED**

We have audited the financial statements of Prime Art Finance Limited for the period ended 31 March 2007 on pages four to seven. These financial statements have been prepared under the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2007).

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 auditors' 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 director and auditors**

The director's responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out on page two.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 whether in our opinion the information given in the Report of the Director is consistent with the financial statements.

In addition, we report to you if, in our opinion, 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 other transactions is not disclosed.

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

**Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 31 March 2007 and of its loss for the period then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the Director is consistent with the financial statements.

*WPA Audit Ltd*

WPA Audit Limited  
26 Grosvenor Street  
Mayfair  
London  
W1K 4QW

Date: 18/02/09

**PRIME ART FINANCE LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE PERIOD 7 MARCH 2006 TO 31 MARCH 2007**

	Notes	CHF
<b>TURNOVER</b>		32,883
Administrative expenses		<u>83,116</u>
		(50,233)
Other operating income		<u>4,886</u>
<b>OPERATING LOSS</b>	2	(45,347)
Interest receivable and similar income		<u>25</u>
		(45,322)
Interest payable and similar charges		<u>50</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(45,372)
Tax on loss on ordinary activities	3	<u>-</u>
<b>LOSS FOR THE FINANCIAL PERIOD AFTER TAXATION</b>		<u>(45,372)</u>

The notes form part of these financial statements

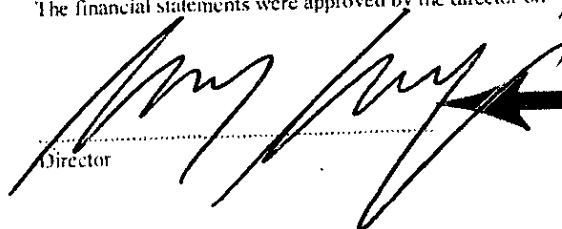
PRIME ART FINANCE LIMITED

BALANCE SHEET  
31 MARCH 2007

	Notes	CHF
<b>CURRENT ASSETS</b>		
Debtors	4	1,314,108
Cash at bank		<u>128,267</u>
		1,442,375
<b>CREDITORS</b>		
Amounts falling due within one year	5	<u>1,485,357</u>
<b>NET CURRENT LIABILITIES</b>		<u>(42,982)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(42,982)</u>
<b>CAPITAL AND RESERVES</b>		
Called up share capital	6	2,384
Profit and loss account	7	<u>(45,371)</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>(42,982)</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The financial statements were approved by the director on 18.2.2009 and were signed by:

  
Director

The notes form part of these financial statements

**PRIME ART FINANCE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD 7 MARCH 2006 TO 31 MARCH 2007**

**1. ACCOUNTING POLICIES**

**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 January 2007).

**Turnover**

Turnover represents net invoiced sales of services, excluding value added tax.

**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**

Assets and liabilities in foreign currencies are translated into CHF at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into CHF at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Rates of exchange at 31 March 2007 are as follows:-

1 USD = 1.21745 CHF

1 GBP = 2.38975 CHF

1 EUR = 1.62395 CHF

**2. OPERATING LOSS**

The operating loss is stated after charging:

	CHF
Auditors' remuneration	5,000
Foreign exchange differences	<u>43,272</u>
Director's emoluments and other benefits etc	<u>-</u>

**3. TAXATION**

**Analysis of the tax charge**

No liability to UK corporation tax arose on ordinary activities for the period.

**4. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	CHF
Amounts owed by group undertakings	314,856
Other debtors	<u>999,252</u>
	<u>1,314,108</u>

**5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	CHF
Amounts owed to group undertakings	1,465,357
Other creditors	<u>20,000</u>
	<u>1,485,357</u>



**PRIME ART FINANCE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE PERIOD 7 MARCH 2006 TO 31 MARCH 2007**

**6. CALLED UP SHARE CAPITAL**

Authorised: Number:	Class:	Nominal value:	CHF
1,000	Ordinary shares	2.389	<u>2,389</u>

Allotted, issued and fully paid: Number:	Class:	Nominal value:	CHF
1,000	Ordinary shares	2.389	<u>2,389</u>

1,000 Ordinary shares of 2.389 CHF each were allotted and fully paid for cash at par during the period.

**7. RESERVES**

	Profit and loss account CHF
Deficit for the period	<u>(45,371)</u>
At 31 March 2007	<u>(45,371)</u>

**8. TRANSACTIONS WITH DIRECTOR**

The following loan to directors subsisted during the period ended 31 March 2007:

	CHF
<b>H Salem</b>	
Balance outstanding at start of period	-
Balance outstanding at end of period	741,310
Maximum balance outstanding during period	<u>741,310</u>

**9. RELATED PARTY DISCLOSURES**

During the year there were the following related party transaction:-

	CHF	CHF
Loan to Falak Investments AG	7,056	
Loan to First Real Estate Investment AG	55,410	
Loan to Rudana Investment Group AG	252,390	
Loan from Prime Asset Finance Limited		1,465,357

These loans are interest free and repayable on demand.

**10. ULTIMATE PARENT COMPANY**

Prime Art Finance Limited is owned 100% by Rudana Investment Group AG.