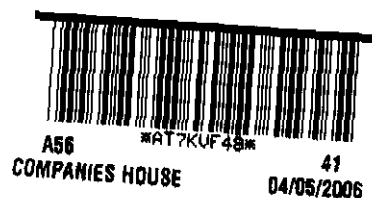


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TARGUS SEATRADE LTD
ACCOUNTS
FOR THE PERIODS ENDED DECEMBER 31, 2005 + 2004



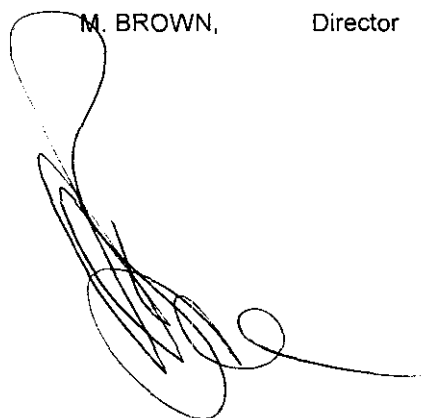
Company Registration No. L - 43168 (The Republic of Liberia)
Company Registration No. FC024060 (England and Wales)

TARGUS SEATRADE LTD
BALANCE SHEET
AT DECEMBER 31, 2005 + 2004

	Notes	US\$ 2005	US\$ 2004
CURRENT ASSETS			
Debtors	6	4,653	196,874
Cash at bank		<u>417,529</u>	<u>645,394</u>
		422,182	842,268
 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	 7	 <u>(174,633)</u>	 <u>(616,666)</u>
 NET CURRENT ASSETS		 <u><u>247,549</u></u>	 <u><u>225,602</u></u>
 CAPITAL AND RESERVES			
Called up share capital	8	-	-
Profit and loss account	9	<u>247,549</u>	<u>225,602</u>
		<u><u>247,549</u></u>	<u><u>225,602</u></u>

These financial statements were approved by the Board of Directors on May 2, 2006 and are signed on its behalf by:

M. BROWN, Director



TARGUS SEATRADE LTD
PROFIT AND LOSS ACCOUNT
FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

	Notes	<u>US\$</u> <u>2005</u>	<u>US\$</u> <u>2004</u>
TURNOVER	3	14,247,857	30,050,654
Cost of sales		<u>(13,760,965)</u>	<u>(29,100,906)</u>
GROSS PROFIT		486,892	949,748
Administrative expenses		<u>(460,021)</u>	<u>(655,106)</u>
OPERATING PROFIT		26,871	294,642
Other income	4	14,734	904
Interest payable and similar charges	5	<u>(14,604)</u>	<u>(15,698)</u>
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		27,001	279,848
Tax on profit on ordinary activities		<u>(5,054)</u>	<u>(65,252)</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>21,947</u>	<u>214,596</u>

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.

TARGUS SEATRADE LTD

NOTES TO THE ACCOUNTS

FOR THE YEARS ENDED DECEMBER 31, 2005 AND 2004

1 GENERAL

The Company was incorporated in The Republic of Liberia on September 17, 1998. The Company established a Branch in England and Wales on August 27, 2002 and commenced trading.

2 ACCOUNTING POLICIES

2.1 Basis of preparation

The accounts have been prepared under the historical cost convention.

The Company prepares accounts denominated in US dollars, as the majority of the company's trade is conducted in this currency. The relevant exchange rate used at December 31, 2005 is £1 = \$1.7168 (December 31, 2004 - £1 = \$1.9199).

2.2 Compliance with accounting standards

The accounts have been prepared in accordance with applicable accounting standards.

2.3 Foreign currency translation

Transactions during the year in currencies other than US dollars are recorded at rates of exchange ruling at the dates of the transactions. Monetary assets and liabilities in currencies other than US dollars are recorded at the rates ruling at the balance sheet date. All exchange differences are dealt with in the profit and loss account.

3 TURNOVER

The Company's principal activity is to charter vessels for the carriage of metallurgic and agricultural products. Turnover represents the invoiced value of the charter services provided.

4 OTHER INCOME

	US\$ 2005	US\$ 2004
Interest receivable and similar income	<u>14,734</u>	<u>904</u>

5 INTEREST PAYABLE AND SIMILAR CHARGES

	US\$ 2005	US\$ 2004
Interest payable on bank overdrafts	311	290
Bank transaction charges	<u>14,293</u>	<u>15,408</u>
	<u>14,604</u>	<u>15,698</u>

6 DEBTORS

	US\$ 2005	US\$ 2004
Trade debtors	2,025	173,887
Other debtors	<u>2,628</u>	<u>22,987</u>
	<u>4,653</u>	<u>196,874</u>

7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	US\$ 2005	US\$ 2004
Trade creditors	53,223	214,989
Corporation taxes	5,054	65,252
Accruals and deferred income	<u>116,356</u>	<u>336,424</u>
	<u>174,633</u>	<u>616,665</u>

8 SHARE CAPITAL

Authorised
500 registered shares of no par value

Issued
1 registered share of no par value

Paid up

US\$

-

9 RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS

	US\$ 2005	US\$ 2004
Profit for the financial year	21,947	214,596
Opening shareholder's funds	<u>225,602</u>	<u>11,006</u>
Closing shareholder's funds	<u>247,549</u>	<u>225,602</u>