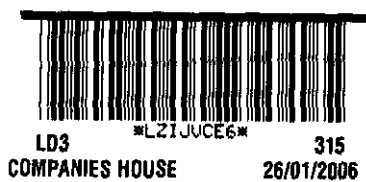


Crown Sakura Limited

REPORT AND FINANCIAL STATEMENTS

31 March 2005



Company Registration No. 2643887

Crown Sakura Limited

DIRECTORS AND OFFICERS

DIRECTORS

P Menon
M Menon

SECRETARY

V Rajan

REGISTERED OFFICE

43 Porchester Terrace
London W2 3TS

PRINCIPAL BANKERS

National Westminster Bank plc
PO Box No 4NU
1 Cavendish Square
London W1A 4NU

Crown Sakura Limited

DIRECTORS' REPORT

The directors submit their report and the financial statements for the year ended 31 March 2005.

PRINCIPAL ACTIVITIES

The principal activity of the company during the period was that of property investment and providing management services.

DIRECTORS' INTERESTS IN SHARES

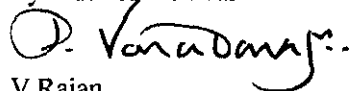
Directors' interests in the shares of the company, including family interests, were as follows:

	<i>Ordinary shares of £1 each</i>	
	2005	2004
P Menon	90	90
M Menon	10	10

BASIS OF PREPARATION

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

By order of the board



V Rajan
Secretary

20 January 2006

Crown Sakura Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

Company law requires the directors to prepare financial statements for each financial period 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 directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the requirements of the Companies Act 1985. They are 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.

Crown Sakura Limited
PROFIT AND LOSS ACCOUNT
for the year ended 31 March 2005

	Notes	2005 £	2004 £
TURNOVER		20,746	33,411
Property outgoings		(5,157)	(8,134)
NET RENTAL INCOME		<u>15,589</u>	<u>25,276</u>
Administrative expenses		(8,837)	(17,526)
OPERATING PROFIT	1	<u>6,752</u>	<u>7,750</u>
Interest receivable		10	32
Interest payable		(20,106)	(17,630)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(13,344)</u>	<u>(9,848)</u>
Tax on loss on ordinary activities		-	-
LOSS FOR THE FINANCIAL YEAR	9	<u>(13,344)</u>	<u>(9,848)</u>

The operating profit for the year arises from the company's continuing operations.

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

	2005 £	2004 £
Loss for the financial period	(13,344)	(9,848)
Unrealised surplus on revaluation of properties	50,000	-
Total recognised gains and losses relating to the year	<u>36,656</u>	<u>(9,848)</u>

Crown Sakura Limited

BALANCE SHEET

31 March 2005

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	3	654,227	605,636
CURRENT ASSETS			
Debtors	4	3,938	5,493
Cash at bank and in hand		298	879
		<u>4,236</u>	<u>6,372</u>
CREDITORS: Amounts falling due within one year	5	(395,113)	(385,314)
NET CURRENT LIABILITIES		<u>(390,877)</u>	<u>(378,942)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>263,350</u>	<u>226,694</u>
CREDITORS: Amounts falling due over one year	6	(232,000)	(232,000)
NET ASSETS		<u>31,350</u>	<u>(5,306)</u>
CAPITAL AND RESERVES			
Called up share capital	7	100	100
Revaluation reserves	8	223,864	173,864
Profit and loss account	9	(192,614)	(179,270)
SHAREHOLDERS' FUNDS	10	<u>31,350</u>	<u>(5,306)</u>

For the year ended 31 March 2005 the company was entitled to the exemption from the requirement to have an audit under the provisions of s249A(1), Companies Act 1985. No notice has been deposited with the company under s249B(2) of that Act requiring an audit to be carried out. The directors acknowledge their responsibility for:

- a Ensuring the company keeps accounting records in accordance with s221, Companies Act 1985; and
- b Preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of its financial year and of its result for the year then ended in accordance with the requirements of s226, Companies Act 1985, and which otherwise comply with the requirements of the Act so far as they are applicable to the company.

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

Approved by the board on 20 January 2006

P Menon
Director



Crown Sakura Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention modified to include the revaluation of freehold properties.

TANGIBLE FIXED ASSETS

Depreciation is provided on all tangible fixed assets other than freehold land at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Furniture, fixtures and equipment	25% Reducing balance
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INVESTMENT PROPERTY

In accordance with Statement of Standard Accounting Practice No 19:

- investment properties are revalued annually and the aggregate surplus or deficit is transferred to a revaluation reserve; and
- no depreciation or amortisation is provided in respect of freehold properties and leasehold investment properties with over 20 periods to run.

This treatment, as regards certain of the company's investment properties, may be a departure from the requirements of the Companies Act concerning depreciation of fixed assets. However, these properties are not held for consumption but for investment and the directors consider that systematic annual depreciation would be inappropriate. The accounting policy adopted is therefore necessary for the accounts to give a true and fair view. Depreciation or amortisation is only one of the many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

INVESTMENT

Investments are stated at cost less any diminution in value.

DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the Group's taxable profits and its results as stated in the financial statements.

Deferred tax is recognised in respect of the retained earnings of overseas subsidiaries and associates only to the extent that, at the balance sheet date, dividends have been accrued as receivable or a binding agreement to distribute past earnings in future has been entered into by the subsidiary or associate.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

Crown Sakura Limited

ACCOUNTING POLICIES

CASHFLOW STATEMENT

The company is exempt, under Section 246 to 249 of the Companies Act 1985 from preparing a cash flow statement.

TURNOVER

Turnover represents rental income earned and other services provided to customers.

Crown Sakura Limited

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2005

1	OPERATING LOSS	2005 £	2004 £
	This is stated after charging the following:		
	Depreciation	1,409	1,878
	Directors' emoluments	-	-
2	TAXATION	2005 £	2004 £
	Based on the result for the period:		
	UK corporation tax at 20% (2004: 20%)	-	-
	Under/(over) provision in earlier years	-	-
	Taxation payable	-	-
	Factors affecting tax charge for period:	2005 £	2005 £
	Loss on ordinary activities before tax	(13,344)	(9,848)
	Loss on ordinary activities multiplied by standard rate of 19% (2000: 20%)	(2,535)	(1,871)
	Depreciation in excess of capital allowances for the period	(43)	(59)
	Tax loss not utilised	2,578	1,930
	Current tax charge for period	-	-

The company had unutilised tax losses at 31 March 2005 of £52,386 (2004: £39,273) which are available to offset against future taxable profits. No deferred tax asset has been recognised in respect of these losses.

The potential unprovided deferred tax liabilities at the balance sheet date was £67,159 (2004 : £52,159) in respect of the tax charge that would arise on the sale of investment property.

Crown Sakura Limited
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2005

3 TANGIBLE FIXED ASSETS

	Investment Property £	Furniture fittings and Equipment £	Total £
Cost or valuation			
31 March 2004	600,000	31,245	631,245
Addition	-	-	-
Revaluation	50,000	-	50,000
31 March 2005	650,000	31,245	681,245
Depreciation			
31 March 2005	-	25,609	25,609
Charged in the year	-	1,409	1,409
Disposal	-	-	-
31 March 2005	-	27,018	27,018
Net book value			
31 March 2005	650,000	4,227	654,227
31 March 2004	600,000	5,636	605,636

The investment property was revalued at their open market value at 31 March 2005 by the directors . The original cost of the property was £426,136 (2004 : £426,136).

4 DEBTORS	2005 £	2004 £
Other debtors	3,938	5,493
5 CREDITORS: Amounts falling due within one period	2005 £	2004 £
Bank overdraft	298,989	295,058
Other creditors	93,553	88,303
Taxation and social security	2,571	1,953
	395,113	385,314

The bank overdraft from Canara Bank is secured on the fixed asset freehold property of the company.

Crown Sakura Limited

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2005

6	CREDITORS: Amounts falling due over one year	2005 £	2004 £
	Other creditors	232,000	232,000
		<u> </u>	<u> </u>
	The creditors have undertaken not to seek repayment of the amounts due to the extent than any such repayment would be to the detriment of the other creditors of the company.		
7	SHARE CAPITAL	2005 £	2004 £
	Authorised: 100 ordinary shares of £1 each	100	100
		<u> </u>	<u> </u>
	Allotted, issued and fully paid: 100 ordinary shares of £1 each	100	100
		<u> </u>	<u> </u>
8	REVALUATION RESERVE		£
	1 April 2004		173,864
	Revaluation in the year		50,000
			<u> </u>
	31 March 2005		223,864
			<u> </u>
9	PROFIT AND LOSS ACCOUNT		£
	1 April 2004		(179,270)
	Loss for the year		(13,344)
			<u> </u>
	31 March 2005		(192,614)
			<u> </u>
10	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS	2005 £	2004 £
	Loss for the financial period	(13,344)	(9,848)
	Revaluation	50,000	-
	Opening shareholders' funds	(5,306)	4,542
		<u> </u>	<u> </u>
	Closing shareholders' funds	31,350	(5,306)
		<u> </u>	<u> </u>

Crown Sakura Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2005

11 RELATED PARTY TRANSACTIONS

Party	Relationship	Nature of transaction	Transactions in the period		Balance receivable/(payable) at period end	
			31.03.05 £	31.03.04 £	31.03.05 £	31.03.04 £
Gulf Consolidated Co. Limited	M Menon is a director and shareholder	Loan	-	-	(232,000)	(232,000)
Oxbridge Networks Limited	M Menon is a shareholder	Working capital	14,174	28,219	(8,889)	5,285
P Menon	Director/ shareholder	Working capital	1,782	(25,322)	(68,360)	(70,142)
Solar Corporation Limited	P Menon is a shareholder	Current account	(3,027)	-	(3,027)	-

12 CONTROLLING PARTY

The controlling party of the company is Mr P Menon.