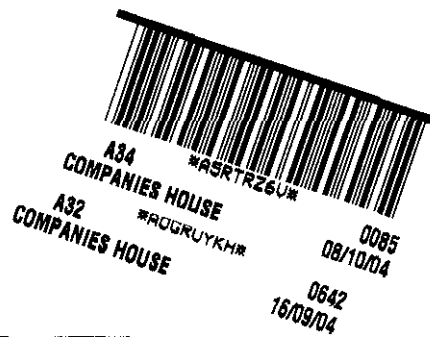


THE ARGENTINE CLUB LIMITED
REGISTERED NUMBER: 109607

Report and Financial Statements for the year ended 31st December, 2003

Morgan-Jones & Co. Ltd.,
"Wychwood Cottage",
38 High Street,
Riseley, Bedfordshire
MK44 1DX



THE ARGENTINE CLUB LIMITED

Financial Statements
for the year ended 31st December, 2003

<u>Contents</u>	<u>Pages</u>
Company Information	3
Directors' report	4 - 5
Profit and loss account	6
Balance sheet	7 - 8
Notes to the financial statements	9 - 13

The following pages do not form part of the statutory financial statements

Detailed profit and loss statement	14- 15
------------------------------------	--------

THE ARGENTINE CLUB LIMITED

Company Information as at 31st December 2003
Company Number 109607

COMMITTEE OF MANAGEMENT

Mr. W. de Segundo Chairman
Mr. A.A. Tabbush OBE
Mr. F Alvarez-Garmon
Mr. G. R. Curtis
Mr. M.F. Daly CMG
Mr. G.M. Gunson
Mr. P.W. Howard
Mr. M.B. Miller OBE
Group Captain D.K.L. McDonnell OBE
Mr. M.J. Nicholls

SECRETARY

Mr. T.M. Harrington

REGISTERED OFFICE

No.4 St. James's Square
London SW1Y 4JU

ACCOUNTANTS

Morgan-Jones & Co. Ltd.,
Chartered Accountants,
"Wychwood Cottage"
38 High Street, Riseley, Beds.
MK44 1DX

THE ARGENTINE CLUB

Directors' Report

The Committee of Management present their annual report with the financial statements of the Company for the year ended 31st December 2003.

PRINCIPAL ACTIVITIES

The Company continues its function of providing social facilities for the members of the Canning Club.

COMMITTEE OF MANAGEMENT AND THEIR INTERESTS

The members in office in the year and their beneficial interests in the Company at the balance sheet date and the beginning of the year (or on appointment if later) were as follows:

		Number of Shares	
		<u>2003</u>	<u>2002</u>
Mr. A. A. Tabbush OBE	Ordinary Shares	20	20
Mr. W. de Segundo	Ordinary Shares	13	13
Mr. F. Alvarez - Garmon	Ordinary Shares	5	-
Mr. G. R. Curtis	Ordinary Shares	-	-
Mr. M.F. Daly, CMG	Ordinary Shares	-	-
Mr. G. M. Gunson	Ordinary Shares	17	17
Mr. P. W. Howard	Ordinary Shares	60	60
Group Captain D.K.L. McDonnell	Ordinary Shares	5	-
Mr. M. B. Miller OBE	Ordinary Shares	10	10
Mr. M. J. Nicholls	Ordinary Shares	5	5

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year, 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 the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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 directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enables them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking steps for the prevention and detection of fraud and other irregularities.

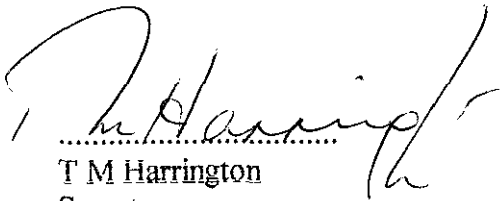
THE ARGENTINE CLUB LIMITED

Directors' Report

SMALL COMPANY EXEMPTIONS

The above 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:


.....
T M Harrington
Secretary

THE ARGENTINE CLUB LIMITED

Profit and Loss Account for the year ended 31st December 2003

	<u>Notes</u>	<u>2003</u>	<u>2002</u>
TURNOVER		8,912	8,429
Administrative expenses		(41,619)	(41,441)
OPERATING LOSS	2		
Investment income and interest receivable		23,771	23,211
Loss/Profit on disposal of investments		20,087	(1,621)
DEFICIT/SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		11,151	(11,422)
Tax on profit on ordinary activities	4	(2,396)	2,033
SURPLUS ON ORDINARY ACTIVITIES AFTER TAXATION	12	8,755	(9,389)

Continuing Operation

None of the company's activities were acquired or discontinued during the above two financial years.

Total Recognised Gains and Losses

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

THE ARGENTINE CLUB LIMITED

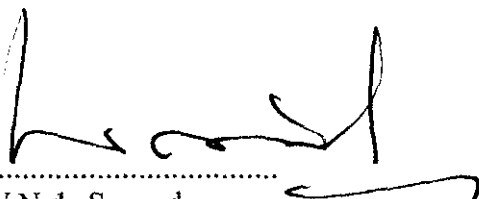
Balance Sheet at 31st December, 2003

		<u>2003</u>		<u>2002</u>	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible Assets	5		730		973
Investments	6		<u>393,789</u>		<u>372,862</u>
			394,519		373,835
CURRENT ASSETS					
Stocks		798		744	
Debtors	7	5,535		4,745	
Loan	8	75,000		75,000	
Cash at bank and in hand		<u>36,565</u>		<u>52,905</u>	
		117,898		133,394	
CREDITORS: Amounts					
falling due within one year	9	<u>(20,690)</u>		<u>(24,257)</u>	
NET CURRENT ASSETS			97,208		109,137
TOTAL ASSETS LESS					
CURRENT LIABILITIES			<u>491,727</u>		<u>482,972</u>
CAPITAL AND RESERVES					
Called up share capital	10		26,830		26,830
Other reserves	11		205,247		205,247
Profit and loss account	12		259,650		250,895
TOTAL SHAREHOLDERS'					
FUNDS	13		<u>491,727</u>		<u>482,972</u>

The directors have:

- a) taken advantage of the Companies Act 1985 in not having these accounts audited under section 249A(1)
- b) confirmed that no notice has been deposited under section 249B(2) of the Companies Act 1985.
- c) acknowledged their responsibilities for ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985.
- d) acknowledged their responsibilities for preparing accounts which give a true and fair view of the Company as at 31st December, 2003 and of its surplus for the year then ended in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to this Company.
- e) (1) taken advantage of the exemptions conferred by Part III of Schedule 8 of the Companies Act 1985
and
(2) in their opinion the Company is entitled to those exemptions on the basis that it qualifies as a small company.

Approved by the board of directors on August 10th 2004 and signed on its behalf by:



W N de Segundo
Director.

THE ARGENTINE CLUB LIMITED

Notes to the financial statements for the year ended 31st. December, 2003

1. STATEMENT OF ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention.

Cash Flow

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".

Depreciation of tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its useful life:

Equipment & fixtures 25% reducing balance

Stocks

Stocks are stated at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

Investments

Investments held as fixed assets are stated at cost less provision for permanent diminution in value. Those held as current assets are stated at the lower of cost and net realisable value.

Dividends are brought to account in the profit and loss account when received.

Deferred taxation

Deferred taxation is provided using the liability method on all timing differences to the extent that they are expected to reverse in the future without being replaced, calculated at the rate at which it is anticipated the timing differences will reverse.

2. OPERATING LOSS

Operating Loss	<u>2003</u>	<u>2002</u>
	£	£
After charging:		
Depreciation of fixed assets	<u>243</u>	<u>324</u>

THE ARGENTINE CLUB LIMITED

Notes to the Financial Statements for the year ended 31st December 2003

3. PENSION COSTS**Money Purchase (defined contribution) pension scheme**

The company operates a money purchase (defined contribution) pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £1,900 (2002 : £1,900.)

4. TAX ON PROFIT ON ORDINARY ACTIVITIES

	<u>2003</u> £	<u>2002</u> £
Taxation comprises :		
Tax credit attributable to franked investment income not refundable	2,396	2,297
Overprovision in previous year	(--)	(2,400)
Refund of Corporation Tax Overpaid	(--)	(1,930)
	<u>2,396</u>	<u>(2,033)</u>

5. TANGIBLE FIXED ASSETS**Plant and Machinery**

	<u>2003</u> £	<u>2002</u> £
Cost:		
At 1 January, 2003	21,463	21,463
Additions	-	-
Total Cost at 31 December, 2003	<u>21,463</u>	<u>21,463</u>
Depreciation:		
At 1 January 2003	20,490	20,166
Charge for year	243	324
Aggregate Depreciation at 31st December 2003	<u>20,733</u>	<u>20,490</u>
Net book value:		
At 31 December 2003	<u>730</u>	<u>973</u>

THE ARGENTINE CLUB LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2003

6. INVESTMENTS

Cost or valuation:	Beginnings of Year	Additions	Disposals (at cost)	End of Year 31/12/2003
	£	£	£	£
Stocks & Shares:	372,862	70,716	(49,789)	393,789
	<u>=====</u>	<u>=====</u>	<u>=====</u>	<u>=====</u>

	Book Value 2003	Market Value 2003	Book Value 2002	Market Value 2002
	£	£	£	£
Listed:				
U.K. Stock Exchange	393,789	663,202	372,862	599,869
	<u>=====</u>	<u>=====</u>	<u>=====</u>	<u>=====</u>

No provision has been made for the liability to Corporation Tax on chargeable gains that would arise if the above investments were disposed of at Market Value.

7. DEBTORS

	<u>2003</u>	<u>2002</u>
	£	£
Trade Debtors	5,535	4,745
	<u>=====</u>	<u>=====</u>

8. LOAN

	<u>2003</u>	<u>2002</u>
	£	£
Other Loan	75,000	75,000
	<u>=====</u>	<u>=====</u>

The loan to In and Out Limited is interest free and the Company shall repay the loan on or before the expiry date being 5 years from 11 August 2003.

THE ARGENTINE CLUB LIMITED

Notes to the Financial Statements for the Year ended 31 December 2003

9. CREDITORS: Amounts falling due within one year.

	<u>2003</u>	<u>2002</u>
	£	£
Trade Creditors	5,438	5,259
Other Taxes and Social Security Costs	477	606
Other Creditors and Accrued Charges	6,366	5,929
Deferred Income	<u>8,409</u>	<u>12,463</u>
	<u>20,690</u>	<u>24,257</u>

10. SHARE CAPITAL

	<u>2003</u>	<u>2002</u>
	£	£
Authorised:		
Equity Interests:		
5000 Ordinary Shares of £10 each	<u>50,000</u>	<u>50,000</u>
 Allotted, called up and Fully Paid:		
Equity Interest:		
4269 Ordinary Shares of £10 each £5 Paid	21,345	21,345
£5 per share in respect of 1097 shares		
received in advance.	<u>5,485</u>	<u>5,485</u>
	<u>26,830</u>	<u>26,830</u>

THE ARGENTINE CLUB LIMITED

Notes to the Financial Statements for the Year Ended 31 December 2003

11. OTHER RESERVE

	<u>2003</u>	<u>2002</u>
	£	£
Other Reserves:		
Balance at beginning and end of year	<u>205,247</u>	<u>205,247</u>

12. PROFIT AND LOSS ACCOUNT

	<u>2003</u>	<u>2002</u>
	£	£
Retained profit at 1 January, 2003	250,895	260,284
Profit at 31 December, 2003	8,755	--
Deficit at 31st December 2002	--	(9,389)
Retained Profit at 31 December, 2003	<u>259,650</u>	<u>250,895</u>

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	<u>2003</u>	<u>2002</u>
	£	£
Deficit/Profit for the financial year	8,755	(9,389)
Opening shareholders' funds	<u>482,972</u>	<u>492,361</u>
Closing shareholders' funds	<u>491,727</u>	<u>482,972</u>
Represented by:		
Equity interests	<u>491,727</u>	<u>482,972</u>

14. RELATED PARTY DISCLOSURES

Argentine Club Limited has a related party transaction, as defined by Financial Reporting Standard 8, with In and Out Limited, its related company.

THE ARGENTINE CLUB LIMITED

Detailed Trading and Profit and Loss Account
For the Year Ended 31 December, 2003

	<u>2003</u>		<u>2002</u>	
	£	£	£	£
Commission Receivable		8,651		8,294
Other Income		<u>261</u>		<u>135</u>
		8,912		8,429
ADMINISTRATIVE EXPENSES				
OPERATING LOSS		(32,707)		(33,012)
OTHER INCOME AND EXPENSES				
Income from Investments:				
Investment interest receivable - Gross	2,447		2,975	
Dividends receivable - Gross	20,023		18,748	
Profit on disposal of investment	<u>20,087</u>		<u>(1,621)</u>	
		<u>42,557</u>		<u>20,102</u>
		9,850		(12,910)
Interest receivable:				
Bank deposit interest		<u>1,301</u>		<u>1,488</u>
NET DEFICIT/SURPLUS FOR THE YEAR BEFORE TAXATION		<u><u>11,151</u></u>		<u><u>(11,422)</u></u>

THE ARGENTINE CLUB LIMITED

Administrative Expenses

For the Year Ended 31 December, 2003

	<u>2003</u>	<u>2002</u>
	£	£
ADMINISTRATIVE EXPENSES		
Wages and Salaries (excl. N.I.)	21,369	20,737
Staff Pension	1,900	1,900
Investment Expenses	4,271	4,225
Insurance	731	636
Office Expenses	2,585	479
Printing, Postage and Stationery	1,802	2,133
Subscriptions, Newspapers and Magazines	149	256
AGM Expenses	384	379
Committee Lunches	2,630	1,689
Funeral Expenses - Mr. Ralph Emery	—	905
Advertising	—	3,206
Repairs - Maintenance	337	180
Bookkeeping	1,592	1,298
Accountancy	3,088	2,533
Bank Charges	538	561
Depreciation	243	324
	<u>41,619</u>	<u>41,441</u>