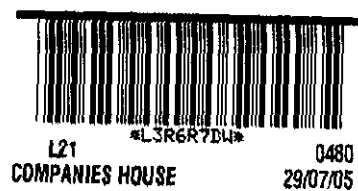

CORALTREND LIMITED

**ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED
31 JULY 2004**



INDEPENDENT AUDITORS' REPORT TO CORALTREND LIMITED

pursuant to section 247 B of the Companies Act 1985

We have examined the abbreviated accounts set out which comprise the Abbreviated Balance Sheet and related notes numbered 1 to 6 together with the financial statements of Coraltrend Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 July 2004.

This report is made solely to the company, in accordance with s.247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) and 247 of the Companies Act 1985 and the abbreviated accounts which comprise the Abbreviated Balance Sheet and related notes numbered 1 to 6 are properly prepared in accordance with those provisions.

Nexia Audit Ltd

Nexia Audit Limited
Chartered Accountants
Registered Auditors

Prospect House
2 Athenaeum Road
Whetstone
London
N20 9YU

Dated: *27 July 2005*

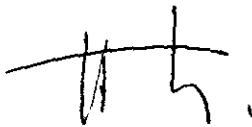
CORALTREND LIMITED

ABBREVIATED BALANCE SHEET
As at 31 July 2004

	Note	£	2004 £	£	2003 £
FIXED ASSETS					
Tangible fixed assets	2		5,226,259		5,276,396
DEBTORS: due after more than one year			609,875		2,939,049
CURRENT ASSETS					
Stocks		2,833		1,909	
Debtors	3	155,721		71,149	
Cash at bank and in hand		3,116		2,917	
		<u>161,670</u>		<u>75,975</u>	
CREDITORS: amounts falling due within one year	4	<u>(400,399)</u>		<u>(1,009,279)</u>	
NET CURRENT LIABILITIES			<u>(238,729)</u>		<u>(933,304)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			5,597,405		7,282,141
CREDITORS: amounts falling due after more than one year	4		(4,025,711)		(5,671,196)
PROVISIONS FOR LIABILITIES AND CHARGES			-		(10,872)
NET ASSETS			<u>1,571,694</u>		<u>1,600,073</u>
CAPITAL AND RESERVES					
Called up share capital	5		2		2
Revaluation reserve			1,525,520		1,525,520
Profit and loss account			46,172		74,551
SHAREHOLDERS' FUNDS			<u>1,571,694</u>		<u>1,600,073</u>

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

The abbreviated accounts were approved by the board on 27 July 2005



Costas Josife

Director

The notes on pages 3 - 4 form part of these financial statements.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 July 2004

1. ACCOUNTING POLICIES**1.1 Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of Freehold property and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002) and include the results of the company's operations which are described in the Directors' Report.

1.2 Cash Flow

The financial statements 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.

1.3 Turnover

Turnover comprises the value of services and apartment letting supplied by the company, during the period according to when guests stayed, exclusive of Value Added Tax and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold buildings	-	2	straight line
Plant and machinery	-	20%	reducing balance

1.5 Operating leases

Rentals under operating leases are charged on a straight-line basis over the lease term, even if the payments are not made on such a basis. Benefits received and receivable as an incentive to sign an operating lease are similarly spread on a straight-line basis over the lease term, except where the period to the review date on which the rent is first expected to be adjusted to the prevailing market rate is shorter than the full lease term, in which case the shorter period is used.

1.6 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.7 Deferred taxation

Deferred tax is provided for on a full basis on all timing differences which have arisen but not reversed at the balance sheet date. A deferred tax asset is not recognised to the extent that the transfer of economic benefit in future is uncertain. Any assets and liabilities recognised have not been discounted.

NOTES TO THE ABBREVIATED ACCOUNTS
For the year ended 31 July 2004

2. TANGIBLE ASSETS

	£
Cost or valuation	
At 1 August 2003	5,668,390
Additions	20,056
At 31 July 2004	5,688,446
Depreciation	
At 1 August 2003	391,994
Charge for year	70,193
At 31 July 2004	462,187
Net Book Value	
At 31 July 2004	5,226,259
At 31 July 2003	5,276,396

3. DEBTORS

Debtors include an amount of £609,875 (2003 - £2,939,049) falling due after more than one year.

4. CREDITORS

Creditors amounting to £4,338,453 (2003 - £4,327,302) are secured.

5. CALLED UP SHARE CAPITAL

	2004 £	2003 £
Authorised		
1,000 ordinary shares of £1 each	1,000	1,000
Allotted, called up and fully paid		
2 ordinary shares of £1 each	2	2

6. PARENT UNDERTAKING

The ultimate parent company is Desilu Group Limited , a company incorporated in Great Britain.