

fc 21069 nm

ARKLOW INVESTMENTS LIMITED
Registered in England number 29120

Report of the Directors

The directors herewith present their report together with the unaudited financial statement for the year ended 31st March, 2001.

Activities

The principal activity of the company is that of holding legal title to property situated at Club Pueblo Evita, Avenida de las Palmeras, Benalmadena, Costa, Malaga, Spain. The property is held by the company for the benefit of the holders of timeshare membership certificates who are members of Club Pueblo Evita, a club formed with the object of securing occupation rights of the property for its members. The legal title to the property was transferred to the company in accordance with the Constitution of the Club and as laid out in a Trust Deed, dated 17th September 1997, between the Trustee and the founder members of Club Pueblo Evita (Pueblo Evita Management Limited and Pueblo Evita Marketing Company Limited).

The Trustee at the date of the accounts was First National Trustco (UK) Limited.

No income has accrued to the company during the year. All expenditure in relation to the management and maintenance of the company is borne by the management company, Pueblo Evita Management Company Limited, on behalf of the members of Club Pueblo Evita.

The general management and administration of Club Pueblo Evita was delegated to the management company in accordance with the Constitution of the Club and a Management Agreement, dated 17th September 1987, between founder members of Club Pueblo Evita and Pueblo Evita Management Company Limited.

Directors

The directors of the company throughout the year were:-

Alistair Charles Peter McLean (resigned 14th April 2000)

Paul Frederick Francis Gardner-Bougaard

Philip Michael Broomhead

David Jonathan Cox (appointed 1st September 2000)

Secretary

The secretary of the company throughout the year was FNTC (Secretaries) Limited.

Directors' Responsibilities

The directors are required by Isle of Man company law 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 for that year. In preparing the financial statements, the directors are 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 a going concern basis unless it is inappropriate to presume that the company will continue in business



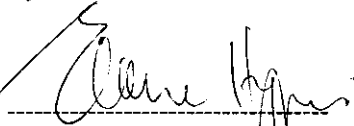
ARKLOW INVESTMENTS LIMITED
Report of the Directors (continued)

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 of the company comply with the Companies Acts 1931 – 1993. 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.

Election to dispense with the appointment of an Auditor.

The Company has by election in its Articles of Association resolved to dispense with the appointment of an Auditor. Members are hereby advised, in accordance with the requirements of the Companies (Exempt Non-Resident Private Companies) (Exempt and Non-Resident Private Companies) (Audit Exemption) (Amendment) Regulations 1994 that they may, by notice in writing to the Company, require the rescission of the aforesaid election.

By Order of the Board 26th October 2001.

A handwritten signature in dark ink, appearing to read 'Clare Hyman', is written over a horizontal dashed line.

Secretary

For and on behalf of FNTC (Secretaries) Limited

ARKLOW INVESTMENTS LIMITED
Balance Sheet as at 31st March 2001

	Note	2001 £	2000 £
ASSETS			
Land and Buildings	2	-	-
CURRENT ASSETS			
Cash in hand		2	2
		<u>£2</u>	<u>£2</u>
CAPITAL RESERVES			
Share Capital		2	2
		<u>£2</u>	<u>£2</u>

Notes to the financial statement:

1. Accounting Policies
The financial statements have been prepared under the historical cost convention with the exception of property which is shown at valuation.
2. Arklow Investments Limited holds legal title to property situated at Club Pueblo Evita, Avenida de Las Palmeras, Benalmadena, Costa, Malaga, Spain. The property was transferred to the company in accordance with the terms of the Constitution and Trust Deed of Club Pueblo Evita and the company holds no occupational rights or residual beneficial interest in the property. The property is therefore shown at nil value.
3. The company has not derived income from any activity during the year and any expenses attributable to the company have been met by third parties. No Profit and Loss Account has therefore been prepared. There are no recognised gains or losses.
4. The authorized share capital is £2000, divided into 2,000 ordinary shares of £1 each, two of which have been issued and fully paid. The issued shares in the company are controlled by the Trustee, First National Trustco (UK) Limited, on behalf of the members from time to time of Club Pueblo Evita.
5. There has been no movement in shareholders' funds during the year.
6. The accounts are prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies.

Approved on behalf of the Board 26th October 2001


 Director