DYOLL GROUP LIMITED

Unaudited balance sheet
December 31, 2006

	2006	2005
CURRENT ASSETS		
Cash and cash equivalents	622,389	745,961
Bank deposits	6,615,182	5,859,233
Accounts receivable and prepaid expenses	92,529,339	80,082,286
Taxation recoverable	853,026	-
	100,619,936	86,687,480
CURRENT LIABILITIES		
Accounts payable and provisions	31,636,543	39,684,244
Current maturity of long-term debts	4,266,761	4,374,708
Taxation payable	-	6,066,270
	35,903,304	50,125,222
NET CURRENT ASSETS	64,716,632	36,562,258
NON-CURRENT ASSET HELD FOR SALE	-	24,995,347
LOAN RECEIVABLE	67,150,000	64,460,000
INVESTMENT PROPERTY	8,750,000	8,750,000
INVESTMENT IN ASSOCIATE, shares at cost	303,661	303,661
PROPERTY, PLANT & EQUIPMENT	1,240,693	3,901,946
	$ 142,160,986	138,973,212
Financed by:		
SHAREHOLDERS' EQUITY		
Stated capital	110,403,601	110,403,601
Capital reserve	84,457,329	84,457,329
Accumulated deficit	(70,699,944)	(77,975,425)
	124,160,986	116,885,505
LONG-TERM DEBTS	18,000,000	22,087,707
	$ 142,160,986	138,973,212

On behalf of the Board:

Damien King — Chairman

Fay Chang-Rhule — Director

The accompanying notes form an integral part of the financial statements.

Unaudited statement of operations
December 31, 2006

	Unaudited 3 months to 31-Dec-06	Unaudited 12 months to 31-Dec-06	Unaudited 3 months to 31-Dec-05	Audited 12 months to 31-Dec-05
Operating revenue	496,846	496,846	351,196	22,207,387
Operating expenses	(8,971,923)	(12,181,025)	(10,091,123)	(56,525,440)
Gross loss	(8,475,077)	(11,684,179)	(9,739,927)	(34,318,053)
Other income/(expense)				
Interest income	7,105,918	9,243,661	(459,700)	8,885,628
Dividends	-	-	-	1,923,475
Gain on revaluation of investments property	-	-	-	1,150,000
Gain on exchange	5,613,215	6,022,864	1,251,278	2,048,960
Drax Hall Sale Income	8,162,190	8,162,190	-	-
Other income	23,230	23,067	810,029	1,322,915
Gain/(loss) on sale of property, plant and equipment	4,400	4,400	(16,711,334)	(24,623,519)
Interest expense	(3,280,685)	(4,496,522)	(1,350,889)	(5,346,892)
Operating profit/(loss) for the year	9,153,191	7,275,481	(26,200,543)	(48,957,486)
Provision for impairment	-	-	-	(6,835,388)
Profit/(loss) for the year before taxation	9,153,191	7,275,481	(26,200,543)	(55,792,874)
Taxation	-	-	2,020,955	3,069,328
Profit/(loss) for the year after taxation	$9,153,191	7,275,481	(24,179,588)	(52,723,546)

The accompanying notes form an integral part of the financial statements.

Statement of Changes in Shareholders' Equity
December 31, 2006

	Share capital	Share premium	Capital reserves	Accumulated deficit	Total
Balances at December 31, 2004	30,460,857	79,942,744	84,457,329	(25,251,879)	169,609,051
Transfer of share premium	79,942,744	(79,942,744)	-	-	-
Net loss attributable to members, being total recognised losses	-	-	-	(52,723,546)	(52,723,546)
Balances at December 31, 2005	110,403,601	-	84,457,329	(77,975,425)	116,885,505
Net profit attributable to members, being total recognised profit	-	-	-	7,275,481	7,275,481
Balances at December 31, 2006	$110,403,601	-	84,457,329	(70,699,944)	124,160,986

The accompanying notes form an integral part of the financial statements.

Unaudited statement of cash flows
December 31, 2006

	31-Dec-06	31-Dec-05
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit/(loss) for the year attributable to the company	7,275,481	(52,723,546)
Adjustment to reconcile loss to cash provided by operating activities:		
Depreciation	2,661,253	3,893,572
Provision for impairment of intangible asset and property, plant & equipment	-	6,835,388
Loss on disposal of property, plant and equipment	-	4,048,696
Loss on disposal of intangible asset	-	20,574,823
Pension asset written-off	-	3,830,428
Gain on revaluation of investment properties	-	(1,150,000)
Taxation expense	-	(3,069,328)
Interest income	(9,243,661)	(8,885,628)
Interest payable	-	5,346,892
Exchange loss on loans receivable	(2,690,000)	(2,660,000)
	(1,996,927)	(23,958,703)
(Decrease)/increase in current assets:		
Accounts receivable and prepaid expenses	(4,389,053)	3,004,741
(Increase)/decrease in current liabilities:		
Accounts payable and provisions	(3,551,179)	29,829,848
Interest paid	(4,496,522)	(5,346,892)
Taxation paid	(6,919,296)	(347,258)
Interest received	1,185,661	1,452,995
Net cash (outflow)/inflow from operating activities	(20,167,316)	4,634,731
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of intangible assets	-	10,473,217
Investment in associate	-	(303,661)
Bank deposits	(755,949)	7,400,536
Additions to intangible assets	-	(20,539,137)
Proceeds from sale of subsidiary	24,995,347	-
Proceeds from sale of equipment	-	2,082,646
Net cash inflow/(outflow) from investing activities	24,239,398	(886,399)
CASH FLOWS FROM FINANCING ACTIVITIES		
Finance lease obligations	-	(406,442)
Long-term debts, net	(4,195,654)	(3,329,410)
Net cash outflow from financing activities	(4,195,654)	(3,735,852)
Net (decrease)/increase in cash and cash equivalents	(123,572)	12,480
Cash and cash equivalents at the beginning of the year	745,961	733,481
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	$ 622,389	745,961
Cash and cash equivalents comprise:		
Cash and bank balance	622,389	745,961
	$ 622,389	745,961

1. The company

The company is incorporated under the Laws of Jamaica under the Companies Act and domiciled in Jamaica. Its shares are listed on the Jamaica Stock Exchange. The registered office of the company is situated at 40-46 Knutsford Boulevard, Kingston 5, Jamaica, W. I.

The company has ceased trading activities during the period.

2. Statement of compliance and basis of preparation

(a) Statement of compliance:

Except as disclosed at note 2 (b) the financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) and their interpretations adopted by the International Accounting Standards Board (IASB), and comply with the provisions of the Companies Act.

(b) Basis of preparation:

The financial statements are presented in Jamaica dollars ($), which is the currency in which the company conducts the majority of its operations. The financial statements are prepared under the historical cost convention, modified for the inclusion of investment property at fair value. The preparation of the financial statements to conform to IFRS requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, contingent assets and contingent liabilities at the balance sheet date, and the income and expense for the year then ended. Actual amounts could differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

3. Accounting estimates and judgements

The preparation of the financial statements in accordance with IFRS also assumes that the company will continue in operational existence for the foreseeable future. This means, inter alia, that the balance sheet and statement of operations assume no intention or necessity to liquidate the company or curtail the scale of its operations. This is commonly referred to as the going concern basis.

3. Accounting estimates and judgements (cont'd)

The financial statements have been prepared on the going concern basis; however significant judgement has been exercised by the directors with regard to the likelihood of the accrued interest receivable of $88,346,599 being recovered in the short term. This amount has been reflected as a current asset, however in the event that it is not realisable in the short term, the company would have a net current liability position and could then, as it is reliant on the recovery of the amount, be unable to adequately service its current liabilities.

In 2008, the directors have indicated that they may liquidate the company in the foreseeable future. However, the company is expected to realise the assets at the values reflected in the balance sheet.

4. Significant accounting policies

(a) Basis of consolidation:

Non-consolidation of subsidiaries:

The Companies Act and IFRS require that financial statements prepared for issuance to shareholders be prepared on a consolidated basis, except in limited circumstances. These financial statements:

(i) Have not been prepared on a consolidated basis because its main subsidiary is in the process of liquidation.

(ii) Do not purport to present the company's financial position, results of operations and cash flows in full compliance with the Companies Act and IFRS.

(b) Revenue recognition:

Revenue from the sale of services is recognised in the statement of operations when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due.

5. Profit/loss per stock unit

The loss per ordinary stock unit is calculated by dividing the loss for the year attributable to members, by the total of 60,921,714 ordinary stock units in issue.