

IFGL WORLDWIDE HOLDINGS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

For the year ended 31st March 2007

IFGL WORLDWIDE HOLDINGS LIMITED

Company Information

		Date Appointed	Date Resigned
Directors			
	T..M. O'Carroll	24-Aug-05	03-Aug-07
	C.G. Hepburn	24-Aug-05	-
	S.K. Bajoria	19-Sep-05	-
	D.A. Harris	03-Aug-07	-
Secretary			
	IFG International (Secretaries) Limited	31-Jul-06	-
Registered office	International House Castle Hill Victoria Road Douglas Isle of Man IM2 4RB		
Registered Number	114242C		

IFGL WORLDWIDE HOLDINGS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

For the year ended 31st March 2007

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IFGL WORLDWIDE HOLDINGS LIMITED

DIRECTORS' REPORT

For the year ended 31st March 2007

The Directors hereby submit their report on the activities and the unaudited financial statements of the Company for the year ended 31 March 2007 which have been prepared in accordance with the provisions of the Isle of Man Companies Acts, 1931-2004.

Activities and Business Review

The Company's principal activity is that of an investment company.

Results and Dividend

The results for the period are set out on page 2. No dividend has been declared or paid during the year and the Directors do not recommend the declaration of any dividend in respect of the year ended 31 March 2007.

Directors and their interests

The Directors who served during the period and to the date of the signing of these financial statements and their interests in the company are as stated below:

	Ordinary shares	
	31Mar2007	01Apr2006
T..M. O'Carroll	-	-
C.G. Hepburn	-	-
S.K. Bajoria	-	-
D.A. Harris	-	-

Statement of the Directors' Responsibilities with regard to the Financial Statements

The directors are responsible for preparing the financial statements in accordance with applicable law and Generally Accepted Accounting Practice in the Isle of Man.

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 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 judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 Companies Acts 1931-2004. 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.

The directors of a company must, in determining how amounts are presented within items in the profit and loss account and balance sheet, have regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles and practice.

Audit Exemption

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 and Non-Resident Private Companies) (Audit Exemption) Regulations 1993, the Companies (Exempt and Non-Resident Private Companies) (Audit Exemption) (Amendment) Regulations 1994 and the Companies (Exempt and Non-Resident Private Companies) (Audit Exemption) (Amendment) Regulations 2006 that they may, by notice in writing to the Company, require the rescission of the aforesaid election.

By order of the Board:

(Secretary)

Dated..... 3 August 07

IFGL WORLDWIDE HOLDINGS LIMITED**PROFIT AND LOSS ACCOUNT**
For the year ended 31st March 2007

	<u>2007</u>
	£
INCOME	
Other income	87
Dividend receivable	321,898

	321,985

EXPENDITURE	
Administrative and other expenses	8,137

	8,137

PROFIT FOR THE YEAR	313,848
RETAINED BALANCE BROUGHT FORWARD	277,498

RETAINED BALANCE CARRIED FORWARD	£ <u>591,346</u>

There are no recognised gains or losses other than the profit or loss above.

The notes on page 4 form an integral part of these Financial Statements.

IFGL WORLDWIDE HOLDINGS LIMITED**BALANCE SHEET**
as at 31st March 2007

	Notes	<u>2007</u> £
Fixed Assets		
Unquoted Investments	2 3	6,141,966
Current Assets		
Cash at bank		4,625
		----- 4,625
Creditors: amounts falling due within one year	3 4	(204,011)

Net current assets (liabilities)		(199,386)

TOTAL NET ASSETS		£ <u>5,942,580</u>
Capital and Reserves		
Called up share capital	4 5	5,350,000
Revaluation reserve		1234
Profit and Loss account		591,346

EQUITY SHAREHOLDERS' FUNDS		£ <u>5,942,580</u>

These Financial Statements were approved by the Board of Directors on the 3 day of August 2007
on its behalf by:-

.....
Director

.....
Director

The notes on page 4 form an integral part of these Financial Statements.

IFGL WORLDWIDE HOLDINGS LIMITED

Notes forming part of the financial statements
For the year ended 31st March 2007

1. Accounting Policies

1.1. *Basis of Accounting*

The financial statements are prepared under the historical cost convention and in accordance with the Isle of Man SORP. Compliance with the SORP indicates the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2005) have been met, as applicable to companies registered in the Isle of Man.

1.2. *Turnover*

Turnover represents the total net income receivable during the period.

1.3. *Investments*

Fixed asset investments are stated at cost less provision for permanent diminution in value.

2. Taxation

The Company has been granted exemption from Manx Income Tax for the fiscal year 2006/2007. The Isle of Man Government levies a fee for granting exemption. This fee has been included in the amount of professional fees charged to the Profit and Loss account. Therefore the directors have not made any provision for taxation.

3. Unquoted Investments at cost

	<u>2007</u>
	£
Tianjin Monocon Refractories Limited	187,519
IFGL Monocon Holdings Limited	5,215,517
Monotec Refratarios Ltda	220,000
Tianjin Aluminous	518,930

as at 31st March 2007	6,141,966

4. CREDITORS: amounts due within one year

	<u>2007</u>
	£
Unsecured loans payable	204,011

	204,011

The above loan is unsecured, interest free and not subject to a fixed repayment date.

5. Share Capital

	<u>2007</u>
	£
Authorised	
6,000,000 ordinary shares of £1.00 each	6,000,000

Allotted, called up and fully paid	
5,350,000 ordinary shares of £1.00 each	5,350,000
