

NOTES TO THE FINANCIAL STATEMENTS

Note 1 ORGANIZATION AND OPERATIONS

The consolidated financial statements of RomReal Limited for the year ended 31 December 2007 were authorised for issue in accordance with a resolution of the directors on 19.03.2008

These financial statements cover RomReal Ltd. and its subsidiaries. RomReal Ltd. is incorporated in Bermuda whereas the subsidiaries Westhouse Group SRL, Concorde Group SRL, Investate SRL, Rofrench Connection SRL, Magic Sail SRL, Westhouse Invest SRL, Westhouse One SRL, West Feriae SRL, West Limen SRL, Terra del Sol SRL, Hars SRL are incorporated in Romania. RomReal Ltd and its subsidiaries (the Group) are principally engaged in property investments in Romania. The table below lists all subsidiaries.

The number of employees in the Group was 22 as at December 2007. The registered office address of RomReal Ltd is located at Canon's Court, 22 Victoria Street, Hamilton HM 12 Bermuda.

Figures in EUR

Entity	Country of business	Owner's share	Number of shares
Westhouse Group SRL	Romania	100%	3,587
Concorde Group SRL	Romania	100%	20
Rofrench Connection SRL	Romania	100%	100
Investate SRL	Romania	100%	20
Magic Sail SRL	Romania	100%	20
Westhouse Invest SRL	Romania	100%	68,000
Westhouse One SRL	Romania	100%	3,200
West Feriae SRL	Romania	100%	100
West Limen SRL	Romania	100%	100
Terra del Sol SRL	Romania	100%	15,020
Hars SRL	Romania	100%	20