Company registration number: 5145017

CMC Markets Limited

REPORT AND FINANCIAL STATEMENTS

31 March 2005

CMC Markets Limited
DIRECTORS' REPORT
31 March 2005

The directors have pleasure in presenting the report and the audited financial statements for the year ended 31 March 2005.

RESULTS

The company was incorporated on 3 June 2004 and did not trade during the period.

DIRECTORS

The directors of the company are as follows:

P A Cruddas - (Chairman)	appointed 3 June 2004
R N Hynes	appointed 3 June 2004
J F Ersser	appointed 3 June 2004

The directors do not hold shares in the company.

P A Cruddas has an interest in the share capital of the parent undertaking, CMC Group plc, as disclosed in the directors' report of that company.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are required under company law to prepare financial statements for each financial period 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 these financial statements the directors are required to:

- select suitable accounting policies and apply these consistently;
- make reasonable and prudent judgements and estimates;
- state whether Accounting Standards have been followed, and give details of any departures; and
- prepare the financial statements on a going concern basis unless in the directors view the company will be unable to continue in business.

The directors are also responsible for:

- keeping proper accounting records;
- safeguarding the company's assets; and
- taking reasonable steps for the prevention and detection of fraud.

AUDITORS

A resolution to reappoint Baker Tilly as auditors of the company will be proposed at the forthcoming Annual General Meeting.

By order of the board

P A Cruddas

P A Cruddas
Director

Registered office:

66 Prescot Street
London E1 8HG

29 June 2005

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF CMC MARKETS LIMITED
for the year ended 31 March 2005

We have audited the financial statements on pages 3 and 4.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS
The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

BASIS OF OPINION
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION
In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 March 2005 and have been properly prepared in accordance with the Companies Act 1985.

Baker Tilly

BAKER TILLY
Registered Auditor
Chartered Accountants
London WC1B 3ST

29 June 2005

CMC Markets Limited
BALANCE SHEET
as at 31 March 2005

	Note	2005
		£
CURRENT ASSETS		
Debtors	2	1
NET CURRENT ASSETS		1
CAPITAL AND RESERVES		
Called up share capital	3	1
Profit and loss account		-
EQUITY SHAREHOLDERS' FUNDS	4	1

The financial statements on pages 3 and 4 were approved by the board of directors on 29 June 2005 signed on its behalf by:

P.A. Cruddas

P A Cruddas - Director

1 PRINCIPAL ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

2 DEBTORS

	2005
	£
Amount due from parent undertaking	1

3 SHARE CAPITAL

AUTHORISED	
50,000 ordinary shares of £1 each	50,000
ISSUED AND FULLY PAID	
1 ordinary share of £1 each	1

4 RECONCILIATION OF MOVEMENT IN EQUITY SHAREHOLDERS' FUNDS

Closing shareholders' funds	1

5 ULTIMATE PARENT UNDERTAKING

The company's ultimate parent undertaking is CMC Group plc, a company registered in England.