

23 Other Reserves

Other reserves consist of shares to be issued, a reserve for treasury shares, a legal reserve, the B Beneficiary Certificates and the cumulative translation adjustment. None of these reserves are distributable.

Under Luxembourg law, the Company is required, in the following year subject to the approval of the Shareholders, to transfer to a legal reserve a minimum of 5% of its net profits, as defined, each year. This requirement ceases to be necessary once the balance on the legal reserve reaches 10% of the issued share capital.

In 2010, upon approval of the Shareholders, \$228,000 (2009: \$356,000) will be allocated to the legal reserve as the Company had net profits during 2009.

Under Luxembourg law, the Company is required to set up a reserve for treasury shares equal to the amount of the treasury shares purchased.

The shares to be issued reserve contains the cumulative employee share options and restricted stock compensation expense related to the Share Compensation (Note 10).

The B Beneficiary Certificates are not part of the issued capital of the Group but have equal rights, save as to the voting and exchange rights, to the shares and in particular identical rights to dividends and any other distributions (Note 22).