

COMPANY REGISTRATION NUMBER 2918984

REGISTRAR OF COMPANIES

**BET CHASE LIMITED**  
**FINANCIAL STATEMENTS**  
**30 SEPTEMBER 2006**

THURSDAY



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15/05/2008

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COMPANIES HOUSE

**E.C. BROWN & BATTS**  
Chartered Accountants & Registered Auditors  
Delta House  
175-177 Borough High street  
London  
SE1 1HR

**BET CHASE LIMITED**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 30 SEPTEMBER 2006**

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**BET CHASE LIMITED**  
**OFFICERS AND PROFESSIONAL ADVISERS**

<b>The director</b>	Mr B A Reid
<b>Company secretary</b>	Mrs J A Reid
<b>Registered office</b>	5 Elm walk Gidea Park Romford Essex RM2 5NR
<b>Auditor</b>	E C Brown & Batts Chartered Accountants & Registered Auditors Delta House 175-177 Borough High street London SE1 1HR
<b>Company registration number</b>	2918984

**BET CHASE LIMITED**  
**THE DIRECTOR'S REPORT**  
**YEAR ENDED 30 SEPTEMBER 2006**

The director presents his report and the financial statements of the company for the year ended 30 September 2006

**PRINCIPAL ACTIVITIES**

The principal activity of the company during the year continued to be that of accepting credit bets over the telephone and internet

**THE DIRECTOR AND HIS INTERESTS IN THE SHARES OF THE COMPANY**

The director who served the company during the year together with his beneficial interests in the shares of the company was as follows

	Ordinary Shares of £1 each	
	At 30 September 2006	At 1 October 2005
Mr B A Reid	-	-

**DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 director is required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

In so far as the director is aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the director has taken all steps that he ought to have taken to make himself aware of any relevant audit information and to establish that the auditor is aware of that information.

**BET CHASE LIMITED**  
**THE DIRECTOR'S REPORT** *(continued)*  
**YEAR ENDED 30 SEPTEMBER 2006**

**AUDITOR**

A resolution to re-appoint E C Brown & Batts as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985

**SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

Registered office  
5 Elm walk  
Gidea Park  
Romford  
Essex  
RM2 5NR

Signed by order of the director



MRS J A REID  
Company Secretary

Approved by the director on 12 May 2008



# **BET CHASE LIMITED**

## **INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF BET CHASE LIMITED**

**YEAR ENDED 30 SEPTEMBER 2006**

We have audited the financial statements of Bet Chase Limited for the year ended 30 September 2006, which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005) and on the basis of the accounting policies set out on page 8

This report is made solely to the company's shareholders, 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 shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

### **RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND AUDITOR**

The director's responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Director's Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 whether in our opinion the information given in the Director's Report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 director's remuneration and other transactions is not disclosed.

We read the Director's Report and consider the implications for our report if we become aware of any apparent misstatements within it.

### **BASIS OF AUDIT OPINION**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 director 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.

# BET CHASE LIMITED

## INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF BET CHASE LIMITED *(continued)*

YEAR ENDED 30 SEPTEMBER 2006

### OPINION

In our opinion

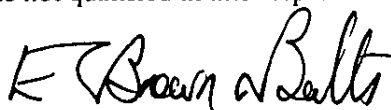
- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 30 September 2006 and of its loss for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Director's Report is consistent with the financial statements

### Emphasis of matter - Going concern

In forming our opinion, we have considered the adequacy of disclosure made in note 8 of the accounts concerning the going concern issue. In view of the significance of the losses made we consider it should be drawn to your attention, but our opinion is not qualified in this respect

Delta House  
175-177 Borough High street  
London  
SE1 1HR

12 May 2008



E C BROWN & BATTS  
~~Chartered Accountants~~  
& Registered Auditors

**BET CHASE LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 30 SEPTEMBER 2006**

	Note	2006 £	2005 £
<b>TURNOVER</b>		<b>3,215,518</b>	<b>2,632,996</b>
Cost of sales		<u>3,352,611</u>	<u>2,722,821</u>
<b>GROSS LOSS</b>		<b>(137,093)</b>	<b>(89,825)</b>
Distribution costs		7,382	15,184
Administrative expenses		<u>242,639</u>	<u>202,481</u>
<b>OPERATING LOSS</b>	<b>2</b>	<b>(387,114)</b>	<b>(307,490)</b>
Interest payable and similar charges		1,678	4,239
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>(388,792)</b>	<b>(311,729)</b>
<b>LOSS FOR THE FINANCIAL YEAR</b>		<b>(388,792)</b>	<b>(311,729)</b>
Balance brought forward		<u>(1,051,236)</u>	<u>(739,507)</u>
Balance carried forward		<u><b>(1,440,028)</b></u>	<u><b>(1,051,236)</b></u>

The notes on pages 8 to 10 form part of these financial statements



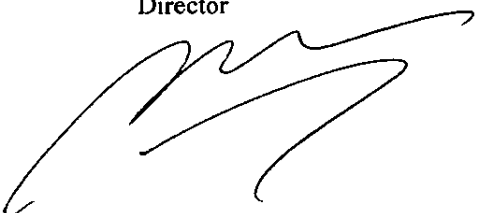
**BET CHASE LIMITED****BALANCE SHEET****30 SEPTEMBER 2006**

	Note	2006 £	2005 £
<b>FIXED ASSETS</b>			
Tangible assets	3	<u>5,564</u>	<u>12,946</u>
<b>CURRENT ASSETS</b>			
Debtors	4	5,000	81,298
Cash at bank		<u>93,673</u>	<u>23,551</u>
		98,673	104,849
<b>CREDITORS: Amounts falling due within one year</b>	5	<u>1,044,265</u>	<u>669,031</u>
<b>NET CURRENT LIABILITIES</b>		<u>(945,592)</u>	<u>(564,182)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(940,028)</u>	<u>(551,236)</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	7	500,000	500,000
Profit and loss account		<u>(1,440,028)</u>	<u>(1,051,236)</u>
<b>DEFICIT</b>		<u>(940,028)</u>	<u>(551,236)</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2005)

These financial statements were approved and signed by the director and authorised for issue on  
12/07/08

MR B A REID  
Director



The notes on pages 8 to 10 form part of these financial statements

**BET CHASE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 30 SEPTEMBER 2006**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

**Turnover**

The turnover shown in the profit and loss account represents amounts invoiced during the year

**Tangible fixed assets**

Tangible fixed assets are stated at cost less depreciation

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Equipment                      15% straight line basis

**Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

**Going concern**

Accounts have been prepared on going concern basis. If going concern basis were not appropriate, adjustment would have to be made to reduce the balance sheet values of the assets to their recoverable amounts, to provide for any future liabilities which might arise and to reclassify fixed assets and long term liabilities as current assets and liabilities

**2. OPERATING LOSS**

Operating loss is stated after charging

	2006	2005
	£	£
Director's emoluments	—	—
Depreciation of owned fixed assets	7,382	15,184
Auditor's fees	4,500	3,525

**BET CHASE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 30 SEPTEMBER 2006**

**3. TANGIBLE FIXED ASSETS**

	Equipment £
<b>COST</b>	
At 1 October 2005 and 30 September 2006	<u>49,213</u>
<b>DEPRECIATION</b>	
At 1 October 2005	36,267
Charge for the year	<u>7,382</u>
At 30 September 2006	<u>43,649</u>
<b>NET BOOK VALUE</b>	
At 30 September 2006	<u>5,564</u>
At 30 September 2005	<u>12,946</u>

**4. DEBTORS**

	2006 £	2005 £
Other debtors	<u>5,000</u>	<u>81,298</u>

**5. CREDITORS: Amounts falling due within one year**

	2006 £	2005 £
Bank loans	—	85,410
Amounts owed to group undertakings	836,266	498,810
Other creditors	<u>207,999</u>	<u>84,811</u>
	<u>1,044,265</u>	<u>669,031</u>

Bank overdraft was secured by way of a debenture as a fixed and floating charge over company's assets

**6. ULTIMATE CONTROLLING PARTY**

By virtue of the ownership of the 100% of ordinary share capital in Chase racing 4 limited which in turn owns 100% of the issued ordinary share capital in Bet chase limited, Mr and Mrs Reid were the ultimate controlling party at the balance sheet date

**BET CHASE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 30 SEPTEMBER 2006**

**7. SHARE CAPITAL**

**Authorised share capital:**

	2006 £	2005 £
500,000 Ordinary shares of £1 each	<u>500,000</u>	<u>500,000</u>

**Allotted, called up and fully paid:**

	2006 No	£	2005 No	£
Ordinary shares of £1 each	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>

**8. GOING CONCERN**

As at the balance sheet date the company made a gross loss of £137,093(2005, £89,825) where as operating losses at the same date amounted to £387,114 (2005, £307,490 The company also had a negative balance sheet total of £940,028 (2005 , £551,326) The Director has agreed to provide the company with the financial help as it would need to keep the business a going concern for the unforeseeable future

**BET CHASE LIMITED**  
**MANAGEMENT INFORMATION**  
**YEAR ENDED 30 SEPTEMBER 2006**

**The following pages do not form part of the statutory financial statements  
which are the subject of the independent auditor's report on pages 4 to 5**

**BET CHASE LIMITED**  
**DETAILED PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 30 SEPTEMBER 2006**

	2006	2005
	£	£
<b>TURNOVER</b>	<b>3,215,518</b>	<b>2,632,996</b>
<b>COST OF SALES</b>		
Wining bets	3,288,705	2,693,963
Hedging	19,279	28,858
Promotions	44,627	—
	<u>3,352,611</u>	<u>2,722,821</u>
<b>GROSS LOSS</b>	<b>(137,093)</b>	<b>(89,825)</b>
<b>OVERHEADS</b>		
Depreciation of fixtures and fittings	7,382	15,184
Administrative expenses	242,639	202,481
	<u>250,021</u>	<u>217,665</u>
<b>OPERATING LOSS</b>	<b>(387,114)</b>	<b>(307,490)</b>
Bank interest payable	(1,678)	(4,239)
<b>LOSS ON ORDINARY ACTIVITIES</b>	<b>(388,792)</b>	<b>(311,729)</b>