

A & H RISK SERVICES LIMITED

UNAUDITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2007



A & H RISK SERVICES LIMITED

COMPANY INFORMATION

DIRECTORS

B M H Reed
S T Lowe (resigned 7 June 2007)
T Whiteman

SECRETARY

Trojan Consultants (UK) Limited

COMPANY NUMBER

03843121

REGISTERED OFFICE

Monmouth House
40 Artillery Lane
London
E1 7LS

ACCOUNTANTS

FW Stephens
24 Chiswell Street
London
EC1Y 4YX

A & H RISK SERVICES LIMITED

CONTENTS

	Page
Directors' report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4 - 5
Notes to the financial statements	6 - 10
The following pages do not form part of the statutory accounts	
Detailed profit and loss account and summaries	12 - 13

A & H RISK SERVICES LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2007

The directors present their report and the financial statements for the year ended 30 September 2007

PRINCIPAL ACTIVITIES

The principal activity of the company continued to be that of insurance, risk management and financial services

DIRECTORS

The directors who served during the year were

B M H Reed
S T Lowe (resigned 7 June 2007)
T Whiteman

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual report and the financial statements in accordance with applicable law and regulations

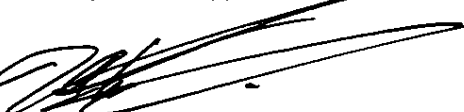
Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).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

- select suitable accounting policies and then apply them consistently,
- make judgments 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 directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. 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 report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 14 July 2008 and signed on its behalf



T Whiteman
Director

A & H RISK SERVICES LIMITED

**ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE
UNAUDITED FINANCIAL STATEMENTS OF A & H RISK SERVICES LIMITED**

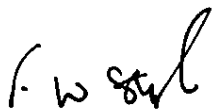
In accordance with the engagement letter dated 30 January 2008, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and loss account the Balance sheet and the related notes from the accounting records and information and explanations you have given to us

This report is made to the company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the Balance sheet as at 30 September 2007 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



FW STEPHENS

18th July 2008

24 Chiswell Street
London
EC1Y 4YX

A & H RISK SERVICES LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

	Note	2007 £	2006 £
TURNOVER	1	145,627	118,657
Cost of sales		(43,008)	(9,317)
GROSS PROFIT		102,619	109,340
Administrative expenses		(58,318)	(129,692)
OPERATING PROFIT/(LOSS)	2	44,301	(20,352)
Interest receivable	3	1,588	885
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		45,889	(19,467)
Tax on profit/(loss) on ordinary activities	4	(9,000)	2,504
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION	11	36,889	(16,963)

The notes on pages 6 to 10 form part of these financial statements

A & H RISK SERVICES LIMITED

**BALANCE SHEET
AS AT 30 SEPTEMBER 2007**

	Note	£	2007 £	£	2006 £
FIXED ASSETS					
Tangible fixed assets	5		56,220		29,409
Fixed asset investments	6		15,000		-
			<u>71,220</u>		<u>29,409</u>
CURRENT ASSETS					
Debtors	7	130,671		117,322	
Cash at bank		21,468		27,464	
		<u>152,139</u>		<u>144,786</u>	
CREDITORS * amounts falling due within one year	8	(122,080)		(96,931)	
NET CURRENT ASSETS			<u>30,059</u>		<u>47,855</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>101,279</u>		<u>77,264</u>
CREDITORS . amounts falling due after more than one year	9		(6,700)		(19,700)
NET ASSETS			<u>94,579</u>		<u>57,564</u>
CAPITAL AND RESERVES					
Called up share capital	10		1,413		1,287
Share premium account	11		384,052		384,052
Profit and loss account	11		(290,886)		(327,775)
SHAREHOLDERS' FUNDS			<u>94,579</u>		<u>57,564</u>


A & H RISK SERVICES LIMITED

**BALANCE SHEET (continued)
AS AT 30 SEPTEMBER 2007**

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 30 September 2007 and of its profit for the year then ended in accordance with the requirements of section 226 of the Act and which otherwise comply with the requirements of the Companies Act 1985 relating to the financial statements so far as applicable to the company.

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

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

14 July 2008


T Whiteman
Director

The notes on pages 6 to 10 form part of these financial statements

A & H RISK SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2007

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

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)

1.2 TURNOVER

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts

1.3 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Fixtures & fittings	-	25%	reducing balance
Computer equipment	-	33 3%	straight line

1.4 INVESTMENTS

Investments in subsidiaries are valued at cost less provision for impairment

1.5 DEFERRED TAXATION

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are not discounted

1.6 FOREIGN CURRENCIES

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction

Exchange gains and losses are recognised in the Profit and loss account

A & H RISK SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

2. OPERATING PROFIT/(LOSS)

The operating profit/(loss) is stated after charging

	2007	2006
	£	£
Depreciation of tangible fixed assets - owned by the company	40,852	23,022

3. INTEREST RECEIVABLE

	2007	2006
	£	£
Other interest receivable	1,588	885

4. TAXATION

	2007	2006
	£	£
ANALYSIS OF TAX CHARGE IN THE YEAR		
CURRENT TAX (see note below)		
UK corporation tax charge on profit/loss for the year	9,000	-
DEFERRED TAX		
Origination and reversal of timing differences	-	(2,504)
TAX ON PROFIT/LOSS ON ORDINARY ACTIVITIES	9,000	(2,504)

A & H RISK SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2007

5. TANGIBLE FIXED ASSETS

	Furniture, fittings and equipment £
COST	
At 1 October 2006	222,451
Additions	67,663
	<u>290,114</u>
At 30 September 2007	
DEPRECIATION	
At 1 October 2006	193,042
Charge for the year	40,852
	<u>233,894</u>
At 30 September 2007	
NET BOOK VALUE	
At 30 September 2007	<u>56,220</u>
At 30 September 2006	<u>29,409</u>

6. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST OR VALUATION	
At 1 October 2006	-
Additions	15,000
	<u>15,000</u>
At 30 September 2007	

SIGNIFICANT SHAREHOLDING

The following was a significant shareholding of the company

International Policies Limited 25%

The aggregate of the share capital and reserves as at 31st May 2007 and of the profit or loss for the year ended on that date for the company was as follows

	Aggregate of share capital and reserves £	Profit/(loss) £
International Policies Limited	<u>(4,437)</u>	<u>(4,537)</u>

A & H RISK SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

7. DEBTORS

	2007	2006
	£	£
Trade debtors	51,216	41,993
Other debtors	79,329	75,329
Called up share capital not paid	126	-
	130,671	117,322

Included within 'Other debtors' above is a deferred tax asset of £76,599 (2006 - £73,829) This represents carried forward taxable losses that the company can offset against realisable profits in the foreseeable future

**8. CREDITORS:
AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2007	2006
	£	£
Bank loans and overdrafts	2	2
Trade creditors	50,687	76,736
Corporation tax	9,000	-
Social security and other taxes	1,330	3,493
Other creditors	61,061	16,700
	122,080	96,931

**9. CREDITORS:
AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2007	2006
	£	£
Other loans	6,700	19,700

The above loan is wholly repayable within five years

A & H RISK SERVICES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2007**

10. SHARE CAPITAL

	2007 £	2006 £
AUTHORISED		
150,000 Ordinary shares shares of 1p each	<u>1,500</u>	<u>1,500</u>
ALLOTTED, CALLED UP AND FULLY PAID		
141,264 (2006 - 128,700) Ordinary shares shares of 1p each	<u>1,413</u>	<u>1,287</u>

During the year, 12,564 ordinary shares were issued at par

11. RESERVES

	Share premium account £	Profit and loss account £
At 1 October 2006	384,052	(327,775)
Profit for the year		36,889
At 30 September 2007	<u>384,052</u>	<u>(290,886)</u>

12. RELATED PARTY TRANSACTIONS

During the year, the company operated current accounts with two of its directors and shareholders, S T Lowe and T Whiteman. At the year end, the balance due to S T Lowe was £2,000 (2006 - £3,000) and the balance due to T Whiteman was £7,300 (2006 - £7,300), both of which are included within 'Other creditors' in note 8 to these accounts.

At the year end £2,000 (2006 £2,000) was owed to G Cook and £2,000 (2006 £2,000) was owed to H Davies, both of whom are shareholders in the company.

During the year, the company paid Trojan Consultants (UK) Limited, a company over which T Whiteman has significant influence, £20,793 (2006 - £18,000) for computer system development services and £11,345 (2006 - £13,800) for contract staff. At the year end, the balance due to Trojan Consultants (UK) Limited was £6,700 (2006 - £6,100) and is included within 'Other loans' in note 9 to these accounts.

13. CONTROLLING PARTY

There is no ultimate controlling party.