

RACING RESEARCH LIMITED

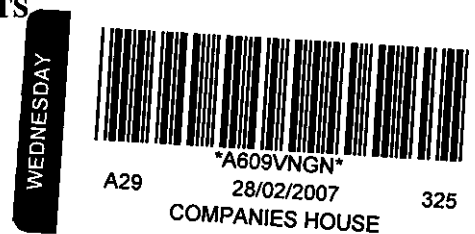
ABBREVIATED ACCOUNTS

for the year ended 31 July 2006

Registration Number 04377850

LAMBERT, ROPER & HORSFIELD

CHARTERED ACCOUNTANTS



RACING RESEARCH LIMITED

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RACING RESEARCH LIMITED
ABBREVIATED BALANCE SHEET
as at 31 July 2006

		2006		2005	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	2		78,300		91,350
Tangible assets	2		17,502		26,309
			<u>95,802</u>		<u>117,659</u>
Current assets					
Stocks		3,080		2,000	
Debtors due within one year		12,222		9,820	
Cash at bank and in hand		3,899		3,477	
		<u>19,201</u>		<u>15,297</u>	
Creditors: amounts falling due within one year					
Directors' accounts		(126,410)		(138,569)	
Other creditors		(24,771)		(19,267)	
		<u>(151,181)</u>		<u>(157,836)</u>	
Net current liabilities			<u>(131,980)</u>		<u>(142,539)</u>
Deficiency of assets			<u>(36,178)</u>		<u>(24,880)</u>
Capital and reserves					
Called up share capital	3		2		2
Profit and loss account			(36,180)		(24,882)
Shareholders' funds			<u>(36,178)</u>		<u>(24,880)</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 4 to 5 form an integral part of these accounts.

RACING RESEARCH LIMITED

ABBREVIATED BALANCE SHEET (CONTINUED)

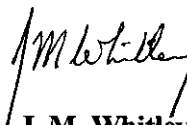
**DIRECTORS' STATEMENTS REQUIRED BY SECTION 249B(4)
for the year ended 31 July 2006**

In approving these abbreviated accounts as directors of the company we hereby confirm:

- (a) that for the year stated above the company was entitled to exemption from audit under Section 249A(1) Companies Act 1985 ;
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 July 2006 and
- (c) that we acknowledge our responsibilities for:
 - (1) ensuring that the company keeps accounting records which comply with Section 221, and
 - (2) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act 1985, so far as applicable to the company.

These abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The abbreviated accounts were approved by the board on 30 January 2007 and signed on its behalf by


J. M. Whitley
Director

The notes on pages 4 to 5 form an integral part of these accounts.

RACING RESEARCH LIMITED

NOTES TO THE ACCOUNTS

for the year ended 31 July 2006

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

1.2. Changes in accounting policy

In adopting the FRSSE (effective January 2005) in the year under review, certain accounting policies have been changed, in particular relating to the treatment of proposed dividends and other events after the balance sheet date.

Such changes have not given rise to any prior year adjustment in these financial statements.

1.3. Turnover

Turnover represents the amounts derived from the provision of goods and services after deduction of trade discounts and value added tax.

1.4. Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life of 10 years.

1.5. Intellectual property and business know-how

Intellectual property and business know-how is valued at cost less accumulated amortisation.

Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful life of 10 years.

1.6. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Plant and machinery	-	20% per annum on cost
Fixtures, fittings and equipment	-	20% per annum on a reducing balance basis and 25% per annum on cost

1.7. Stock

Stock is valued at the lower of cost and net realisable value.

1.8. Pensions

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

RACING RESEARCH LIMITED

NOTES TO THE ACCOUNTS

for the year ended 31 July 2006

1.9. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which future reversal of the underlying timing differences can be deducted.

2. Fixed assets	Intangible assets £	Tangible fixed assets £	Total £
Cost			
At 1 August 2005	143,000	67,473	210,473
Additions	-	6,607	6,607
At 31 July 2006	143,000	74,080	217,080
Depreciation and Provision for diminution in value			
At 1 August 2005	51,650	41,164	92,814
Charge for year	13,050	15,414	28,464
At 31 July 2006	64,700	56,578	121,278
Net book values			
At 31 July 2006	78,300	17,502	95,802
At 31 July 2005	91,350	26,309	117,659
3. Share capital		2006 £	2005 £
Authorised			
1,000 Ordinary shares of £1 each		1,000	1,000
Allotted, called up and fully paid			
2 Ordinary shares of £1 each		2	2