

RACING RESEARCH LIMITED

ABBREVIATED ACCOUNTS

for the year ended 31 July 2004

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 2004

		2004		2003	
	Notes	£	£	£	£
Fixed assets					
Intangible assets	2		104,400		117,450
Tangible assets	2		38,455		52,024
			<u>142,855</u>		<u>169,474</u>
Current assets					
Stocks		3,000		2,000	
Debtors due within one year		9,741		3,289	
Cash at bank and in hand		2,037		8,384	
		<u>14,778</u>		<u>13,673</u>	
Creditors: amounts falling due within one year					
Directors' loan account		(167,440)		(194,528)	
Other creditors		(15,743)		(20,103)	
		<u>(183,183)</u>		<u>(214,631)</u>	
Net current liabilities			<u>(168,405)</u>		<u>(200,958)</u>
Deficiency of assets			<u>(25,550)</u>		<u>(31,484)</u>
Capital and reserves					
Called up share capital	3		2		2
Profit and loss account			<u>(25,552)</u>		<u>(31,486)</u>
Shareholders' funds			<u>(25,550)</u>		<u>(31,484)</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 the accounts.

RACING RESEARCH LIMITED

ABBREVIATED BALANCE SHEET (CONTINUED)

**DIRECTORS' STATEMENTS REQUIRED BY SECTION 249B(4)
for the year ended 31 July 2004**

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 the exemption conferred by Section 249A(1) of the 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 2004 and

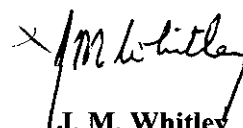
(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 relating to financial statements, 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 8 December 2004 and signed on its behalf by


J. M. Whitley
Director

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

RACING RESEARCH LIMITED

NOTES TO THE ACCOUNTS for the year ended 31 July 2004

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 June 2002).

1.2. Turnover

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

1.3. Goodwill

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

1.4. Intellectual property and business know-how

Intellectual property and business know-how are 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.

1.5. 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:

Software and website development 20% per annum on cost

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

1.6. Stock

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

1.7. 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 receive more, tax.

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

RACING RESEARCH LIMITED

NOTES TO THE ACCOUNTS for the year ended 31 July 2004

2. Fixed assets	Intangible assets £	Tangible fixed assets £	Total £
Cost			
At 1 August 2003	143,000	65,552	208,552
Additions	-	77	77
At 31 July 2004	143,000	65,629	208,629
Depreciation and provision for diminution in value			
At 1 August 2003	25,550	13,528	39,078
Charge for year	13,050	13,646	26,696
At 31 July 2004	38,600	27,174	65,774
Net book values			
At 31 July 2004	104,400	38,455	142,855
At 31 July 2003	117,450	52,024	169,474
3. Share capital		2004	2003
		£	£
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