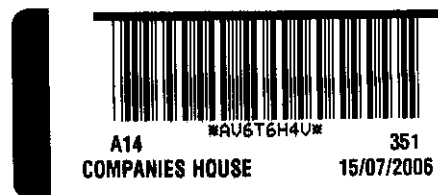


COMPANY NUMBER: 2536708 (ENGLAND & WALES)

ACUTE LIMITED

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2005



ACUTE LIMITED

COMPANY INFORMATION

Company Number: 2536708 (England & Wales)

Director: Peter Lismer

Secretary: Philip Walker

Registered Office: Buchan House,
7, Bridge Street,
Witney,
Oxfordshire.
OX28 1BY

Bankers: Barclays Bank PLC
54, Cornmarket Street,
Oxford,
Oxfordshire.
OX1 3HS

ACUTE LIMITED
DIRECTOR'S REPORT
FOR THE YEAR ENDED 30TH SEPTEMBER 2005

The Director presents the report and the financial statements for the year ended 30th September 2005.

Principal activities

The principal activity of the company continues to be that of the design, manufacture and marketing of childrenswear and ladies and gentlemen's hairdressing.

Review of business

The profit and loss account for the year follows the Director's Report.

The Director considers the state of affairs of the Company to be satisfactory. The company did not trade in the year.

Fixed assets

Changes in fixed assets during the year are set out in the notes to the financial statements.

Dividends

The Director does not recommend the payment of a dividend.

Director's interests

The Directors of the Company during the year and their interests in the share capital of the Company as recorded in the register of Directors' interests were as follows:

	2005	2004
	Number of shares	
Peter Lismer	2	2

Responsibilities of the Directors

Company law requires the Directors to prepare financial statements for each financial year that 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 those financial statements, the Directors are 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 a 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 to enable them to

ACUTE LIMITED
DIRECTOR'S REPORT
FOR THE YEAR ENDED 30TH SEPTEMBER 2005

Responsibilities of the Directors (continued)

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.

Audit

The Director has decided that the accounts of the Company do not require a statutory audit as required under section 394(1) of the Companies Act 1985.

By order of the board

Philip Walker.

.....
Philip Walker
Company Secretary

Date: 3rd July 2006

Buchan House,
7, Bridge Street,
Witney,
Oxfordshire.
OX28 1BY

ACUTE LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH SEPTEMBER 2005

	Note	2005 £	2004 £
Turnover	2	-	-
Cost of sales		<u>-</u>	<u>-</u>
Gross Profit		-	-
Administrative expenses		<u>40</u>	<u>81</u>
Operating profit / (loss)	3	(40)	(81)
Interest payable	5	<u>-</u>	<u>(3)</u>
Profit /(loss) on ordinary activities before taxation		(40)	(84)
Taxation	6	<u>-</u>	<u>-</u>
Retained (Loss) for the year		<u>(40)</u> =====	<u>(84)</u> =====

The Company has made no acquisitions or discontinued any operations within the meaning of Financial Reporting Standard 3 during the year therefore turnover and operating profit derive entirely from continuing operations.

The Company has no recognised gains or losses other than the results above and therefore no separate statement of total recognised gains and losses has been presented.

The annexed notes form part of these financial statements.

ACUTE LIMITED

BALANCE SHEET

AS AT 30TH SEPTEMBER 2005

	Note	£	2005 £	£	2004 £
Fixed assets					
Tangible assets	7		—	—	—
Current assets					
Debtors	8	-	-	13	-
Cash at bank and in hand		40		67	
		40		80	
Creditors					
Amounts falling due within one year	9	-	-	-	-
Net current assets			40		80
Net assets			40		80
			=====		=====
Capital and reserves					
Called up share capital	10		20,002		20,002
Profit and loss account	11		(19,962)		(19,922)
Shareholder's funds	12		40		80
			=====		=====

The annexed notes form part of these financial statements.

For the year ended 30th September 2005 the company was entitled to exemption under section 249AA(1) of the Companies Act 1985. No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2).

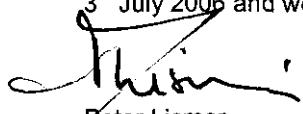
The Directors acknowledge their responsibility for:

- i) Ensuring the company keeps accounting records which comply with section 221; and
- ii) Preparing accounts which give a true and fair view of the state of affairs of the company as at the end of its financial year, and of its profit and loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

The accounts are prepared in accordance with the special provisions of part VII of the Companies act 1985 relating to small companies.

These financial statements were approved by the Board of Directors on

3rd July 2006 and were signed on its behalf by:


Peter Lismer
Director

ACUTE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2005

1. Accounting policies

The financial statements have been prepared on the historical cost basis of accounting and in accordance with applicable Accounting Standards in the United Kingdom. The accounting policies have been applied consistently.

Turnover comprises of the invoiced value of goods and services supplied by the Company, net of Value Added Tax.

The Company has taken advantage of the exemption provided by Financial Reporting Standard 1 and has not prepared a cashflow statement for the year.

Depreciation and diminution in value of assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold improvements	-The period of the lease
Fixtures and fittings	- 3 to 10 years on cost

Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowances for obsolete and slow moving stocks. Cost includes all direct costs.

Leasing

Rentals payable under operating leases are charged to the profit and loss account as incurred.

Goodwill

Goodwill is the difference between the amount paid on the acquisition of the business and the aggregate fair value of its separate net assets. It is being written off in equal annual instalments over its estimated economic life.

ACUTE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2005

2. Turnover

Turnover and profit is attributable solely to continuing operations and derives from the principal activity of the Company, which is as described in the Directors' Report.

3. Operating profit

	2005	2004
	£	£
Operating profit is stated after charging:		
Depreciation and amortisation of owned assets	-	-
	=====	=====

4. Staff costs

The average number of persons employed by the Company, including Directors, during the year was as follows:

	2005	2004
Office and management	-	-
	=====	=====

The aggregate payroll costs of these persons were as follows:

	2005	2004
	£	£
Wages and salaries	-	-
Social security	-	-
	=====	=====

5. Interest payable

	2005	2004
	£	£
Interest payable – bank loans and overdraft	-	3
	=====	=====

ACUTE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2005

6. Taxation on profit on ordinary activities

	2005 £	2004 £
United Kingdom Corporation Tax	-	-
	=====	=====

7. Tangible fixed assets

	Leasehold Improvements £	Fixtures and Fittings £	Total £
Cost:			
At 1 st October 2004	-	-	-
Disposals	-	-	-
At 30 th September 2005	-	-	-
Depreciation:			
At 1 st October 2004	-	-	-
Disposals	-	-	-
At 30 th September 2005	-	-	-
Net book value:			
At 30 th September 2005	-	-	-
At 30 th September 2004	-	-	-

8. Debtors

	2005 £	2004 £
Due within one year:		
Trade debtors	-	-
Other debtors	-	-
	-----	-----
	-	-
	=====	=====

9. Creditors – amounts falling due within one year

	2005 £	2004 £
Trade creditors	-	-
	-----	-----
	-	-
	=====	=====

ACUTE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2005

10. Share capital

	2005	2004
Authorised		
Ordinary shares of £1 each	100	100
	£	£
Allotted, called up and fully paid		
Ordinary shares of £1 each	2	2
Additional share capital	20,000	20,000

11. Profit and loss account

	2005 £	2004 £
Balance brought forward at 1 st October	(19,922)	(19,838)
Profit / (loss) for the year	(40)	(84)
	-----	-----
Balance at 30 th September	(19,962)	(19,922)
	=====	=====

12. Reconciliation of movements in shareholder's funds

	2005 £	2004 £
Profit/(Loss) for the financial year	(40)	(84)
Shareholder's funds at 1 st October	80	164
	-----	-----
Shareholder's funds at 30 th September	40	80
	=====	=====

13. Transactions with Directors and Officers

The Company is controlled by the Director as disclosed in the Director's report.

ACUTE LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30TH SEPTEMBER 2005

	£	2005 £	£	2004 £
Turnover				
Sales – design		-		-
Sales – salon		-		-
		-		-
 Cost of sales				
Opening stock valuation	-		-	
Purchases – design	-		-	
Purchases – salon	-			
	-		-	
Closing stock valuation	-		-	
		-		-
Gross Profit		-		-
 Miscellaneous Other Operating Income				
Other interest receivable		-		-
		-		-
 Overheads				
Wages and Salaries	-		-	
Depreciation	-		-	
Professional fees	-		-	
Telephone and communications	-		-	
Consumables & magazines	-		-	
Rent and rates	-		-	
Light and heat	-		-	
Insurance	-		-	
Bank and credit card charges	40		6	
Security	-		75	
Sundry expenses	-		-	
Bank interest	-		3	
		40		84
 Profit/(Loss) on ordinary activities before taxation		(40)		(84)
		=====		=====