Co Hse

COMPANY REGISTRATION NUMBER 04582221

Amended Accounts

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

FINANCIAL STATEMENTS

31 DECEMBER 2003

WEDNESDAY

ATPK29M9

A07 06/05/2009 28

COMPANIES HOUSE

FINNIGAN & CO
Chartered Certified Accountants & Registered Auditors
37 Lower Brook Street
Ipswich
Suffolk
IP4 1AQ

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

FINANCIAL STATEMENTS

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

CONTENTS

	PAGE
The directors' report	1
Independent auditors' report to the shareholders	3
Profit and loss account	5
Balance sheet	6
Cash flow statement	7
Notes to the financial statements	8

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

THE DIRECTORS' REPORT

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

The directors have pleasure in presenting their report and the financial statements of the company for the period from 6 November 2002 to 31 December 2003.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was that of the provision of insurance brokering services.

The company was incorporated on 5 November 2002 as Long Companies 212 Limited, and commenced trading from that date. The company changed its name to Harrison Beaumont Insurance Services Limited on 13 December 2002.

This report represents the first years trading which has been satisfactory. Established to acquire the renewal rights and infrastructure of a previous business we rapidly achieved a stabilisation in performance and return to profit following the loss of market capacity that had affected the previous business.

The business is being re-focused to concentrate on the sports and leisure sector and through its range of specialist products attracts interest directly from customers and through a network of introducers including specialist clubs and similar organisations and insurance brokers.

FUTURE DEVELOPMENTS

Success will come from increased distribution of core products into new distribution and we are actively seeking to acquire new non-insurance partners. Working with clubs, universities, colleges and companies specialising in the sports and leisure sector is a key target for us. We are also establishing a range of discounted goods and services to provide added value to our customers.

RESULTS AND DIVIDENDS

The trading results for the period and the company's financial position at the end of the period are shown in the attached financial statements.

The directors have not recommended a dividend.

DIRECTORS

The directors who served the company during the period were as follows:

	Preference shares of £1,00 each	Ordinary shares of £1 each
Mr R Proudman	350	1
Mr R Williams	55	1
Birkett Long Directors Limited	-	-

Mr R Proudman was appointed as a director on 29 November 2002.
Mr R Williams was appointed as a director on 29 November 2002.

Birkett Long Directors Limited retired as a director on 29 November 2002.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which 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:

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

THE DIRECTORS' REPORT *(continued)*

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

- select suitable accounting policies, as described on pages 8 to 9, and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- 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. The directors 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.

AUDITORS

A resolution to re-appoint Finnigan & Co as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:
Globe House
24 Turret Lane
Ipswich
Suffolk
IP4 1DL

Signed by order of the directors

Mr R Proudman
Company Secretary

Approved by the directors on 5/12/08

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF HARRISON BEAUMONT INSURANCE SERVICES LIMITED *(continued)*

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

We have audited the financial statements of Harrison Beaumont Insurance Services Limited for the period from 6 November 2002 to 31 December 2003, which have been prepared under the historical cost convention and the accounting policies set out on pages 8 to 9.

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 auditors' 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 DIRECTORS AND AUDITORS

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 if, in our opinion, the Directors' Report is not consistent with the financial statements, if 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 directors' remuneration and transactions with the company is not disclosed.

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

BASIS OF AUDIT OPINION

Except for, as discussed in the following paragraph, we conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board, except that the scope of our work was limited as explained below.

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 directors 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 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.

Our audit scope was limited in the following areas. We were not able to verify fully sundry debtors of £27,210 due to records not being available during the audit. In respect of the sales and purchases recording system we were unable to fully verify the systems in place. Owing to the nature of the Company's records, we were unable to satisfy ourselves by other audit procedures.

In addition to this we disagree with the amounts shown on the balance sheet for cash at bank. These are materially understated by £95,499.

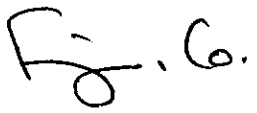
HARRISON BEAUMONT INSURANCE SERVICES LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF HARRISON BEAUMONT INSURANCE SERVICES LIMITED *(continued)*

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

QUALIFIED OPINION

In our opinion, because of the effects of the matters discussed in the preceding paragraph(s), the financial statements do not give a true and fair view of the company's affairs as at 31 December 2003 and of its profit for the period then ended, and have not been properly prepared in accordance with the Companies Act 1985.



FINNIGAN & CO
Chartered Certified Accountants
& Registered Auditors

37 Lower Brook Street
Ipswich
Suffolk
IP4 1AQ

- 5 DEC 2008

.....

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

PROFIT AND LOSS ACCOUNT

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

	Note	Period from 6 Nov 02 to 31 Dec 03 £
TURNOVER	2	675,267
Cost of sales		133,826
GROSS PROFIT		541,441
Administrative expenses		470,702
OPERATING PROFIT	3	70,739
Interest receivable		12,067
Interest payable and similar charges	5	(4)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		82,802
Tax on profit on ordinary activities	6	13,973
PROFIT FOR THE FINANCIAL PERIOD		68,829

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the period as set out above.

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

BALANCE SHEET

31 DECEMBER 2003

	Note	£	31 Dec 03 £
FIXED ASSETS			
Intangible assets	7		196,532
Tangible assets	8		14,176
Investments	9		445,872
			656,580
CURRENT ASSETS			
Debtors	10	66,756	
Cash at bank		244,142	
		310,898	
CREDITORS: Amounts falling due within one year	11	401,670	
NET CURRENT LIABILITIES			(90,772)
TOTAL ASSETS LESS CURRENT LIABILITIES			565,808
CREDITORS: Amounts falling due after more than one year	12		91,184
			474,624
PROVISIONS FOR LIABILITIES			
Deferred taxation	13		793
			473,831
CAPITAL AND RESERVES			
Called-up share capital	16		405,002
Profit and loss account			68,829
SHAREHOLDERS' FUNDS (including non-equity interests)	17		473,831

These financial statements were approved by the directors and authorised for issue on 5/12/08, and are signed on their behalf by:

.....

Mr R Proudman

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

CASH FLOW STATEMENT

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

	Note	Period from 6 Nov 02 to 31 Dec 03	
		£	£
NET CASH INFLOW FROM OPERATING ACTIVITIES	18		424,254
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	18		12,063
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT	18		(688,361)
CASH OUTFLOW BEFORE FINANCING			(252,044)
FINANCING	18		496,186
INCREASE IN CASH	18		244,142

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention.

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

Turnover

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

Goodwill

Goodwill arising on acquisitions is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful economic life, presumed to be 10 years. It is reviewed for impairment at the end of the first full financial year following the acquisitor and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

Amortisation

Amortisation 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:

Goodwill	-	straight line basis over 10 years

Fixed assets

All fixed assets are initially recorded at cost.

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:

Fixtures & Fittings	-	25% reducing balance basis

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

1. ACCOUNTING POLICIES *(continued)*

Leasing and hire purchase commitments

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, and hire purchase contracts, are capitalised in the balance sheet and are depreciated over their useful lives. The capital elements of future obligations under the leases and hire purchase contracts are included as liabilities in the balance sheet.

The interest elements of the rental obligations are charged in the profit and loss account over the periods of the leases and hire purchase contracts and represent a constant proportion of the balance of capital repayments outstanding.

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

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, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

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 the future reversal of the underlying timing differences can be deducted.

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.

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

2. TURNOVER

The turnover and profit before tax are attributable to the one principal activity of the company. An analysis of turnover is given below:

	Period from 6 Nov 02 to 31 Dec 03 £
United Kingdom	675,267

3. OPERATING PROFIT

Operating profit is stated after charging:

	Period from 6 Nov 02 to 31 Dec 03 £
Directors' emoluments	–
Amortisation	25,957
Depreciation of owned fixed assets	5,824
Operating lease costs:	
Plant and equipment	817

Auditors' remuneration is paid by the company's ultimate controlling party.

4. PARTICULARS OF EMPLOYEES

The average number of staff employed by the company during the financial period amounted to:

	Period from 6 Nov 02 to 31 Dec 03 No
Number of administrative staff	5
Number of operation staff	9
	14

The aggregate payroll costs of the above were:

	Period from 6 Nov 02 to 31 Dec 03 £
Wages and salaries	306,949
Social security costs	26,823
	333,772

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

5. INTEREST PAYABLE AND SIMILAR CHARGES

	Period from 6 Nov 02 to 31 Dec 03 £
Interest payable on bank borrowing	4

6. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the period

	Period from 6 Nov 02 to 31 Dec 03 £
Current tax:	
In respect of the period:	
UK Corporation tax based on the results for the period at 30%	13,180
Total current tax	13,180
Deferred tax:	
Origination and reversal of timing differences (note 13)	
Capital allowances	793
Tax on profit on ordinary activities	13,973

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the period is lower than the standard rate of corporation tax in the UK of 30%.

	Period from 6 Nov 02 to 31 Dec 03 £
Profit on ordinary activities before taxation	82,802
Profit on ordinary activities by rate of tax	24,841
Expenses not deductible for tax purposes	47
Capital allowances for period in excess of depreciation	(793)
Group relief	(3,284)
Marginal relief	(7,631)
Total current tax (note 6(a))	13,180

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

6. TAXATION ON ORDINARY ACTIVITIES *(continued)*

(c) Factors that may affect future tax charges

As the group becomes more profitable, and the company grows it is expected that the effective rate at which the company pays tax will increase towards the standard rate of corporation tax (currently 30%).

7. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
Additions	222,489
At 31 December 2003	222,489
AMORTISATION	
Charge for the period	25,957
At 31 December 2003	25,957
NET BOOK VALUE	
At 31 December 2003	196,532

8. TANGIBLE FIXED ASSETS

	Fixtures & Fittings £
COST	
Additions	20,000
At 31 December 2003	20,000
DEPRECIATION	
Charge for the period	5,824
At 31 December 2003	5,824
NET BOOK VALUE	
At 31 December 2003	14,176

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

9. INVESTMENTS

	£
COST	
Additions	450,000
Disposals	(4,128)
At 31 December 2003	445,872
NET BOOK VALUE	
At 31 December 2003	445,872

The share investments relate to the purchase of 432 ordinary shares, a 32% holding, in R3: Holdings Limited, a company controlled by Mr R Proudman and Mr R Williams. 436 shares were purchased on 29 November 2002 for £450,000, and 4 were sold on 31 December 2002 for £4,128.

10. DEBTORS

	31 Dec 03 £
Trade debtors	37,948
Other debtors	27,210
Prepayments and accrued income	1,598
	66,756

11. CREDITORS: Amounts falling due within one year

	£	31 Dec 03 £
Trade creditors		260,013
Other creditors including taxation and social security:		
Corporation tax	13,180	
PAYE and social security	6,929	
Other creditors	119,953	
		140,062
Accruals and deferred income		1,595
		401,670

12. CREDITORS: Amounts falling due after more than one year

	31 Dec 03 £
Other creditors:	
Other creditors	91,184

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

13. DEFERRED TAXATION

The movement in the deferred taxation provision during the period was:

	Period from 6 Nov 02 to 31 Dec 03 £
Profit and loss account movement arising during the period	793
Provision carried forward	793

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	31 Dec 03 £
Excess of taxation allowances over depreciation on fixed assets	793
	793

14. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2003 the company had annual commitments under non-cancellable operating leases as set out below.

	Assets Other Than Land & Buildings £
Operating leases which expire:	
Within 2 to 5 years	3,173

15. RELATED PARTY TRANSACTIONS

The company was under the control of Mr R Proudman and Mr R Williams who each own 50% of the ordinary shares.

At the period end the company owed £50,121 to R3: Holdings Limited a company in which the Directors have a controlling interest. This amount relates to funds provided to fund working capital requirements, initially £100,000 was advanced, of this £49,879 has been repaid. This amount is included in other creditors.

16. SHARE CAPITAL

Authorised share capital:

	31 Dec 03 £
1,000 Ordinary shares of £1 each	1,000
405 Preference shares of £1,000 each	405,000
	406,000

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

18. NOTES TO THE STATEMENT OF CASH FLOWS *(continued)*

16. SHARE CAPITAL *(continued)*

Allotted and called up:

	No	£
Ordinary shares of £1 each	2	2
Preference shares of £1,000 each	385	385,000
	387	385,002

The company's authorised share capital on incorporation was £1,000 split in to 1,000 ordinary shares of £1 each. On the 18 March 2003 the authorised share capital of the company was increased by £405,000 by the creation of 405 preference shares of £1,000 each. On incorporation, 2 ordinary shares of £1 each with an aggregated nominal value of £2, were issues fully paid up for £2 cash. On 1 April 2003, 405 preference shares of £1,000 each with an aggregated nominal value of £405,000 , were issued fully paid up for cash of £405,000.

The preference shares are redeemable on demand from the company at any time after 1 January 2004. They carry no dividend rights.

The preference shares carry no votes at meetings, and on a winding up of the company, the preference shareholders have a right to received, in preference to any payments to the ordinary shareholders, £1,000 per share. The shares rank pari passu in all other respects.

17. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

EQUITY SHAREHOLDERS' FUNDS

	31 Dec 03 £
Profit for the financial period	68,829
New equity share capital subscribed	2
Net addition to shareholders' equity funds	68,831
Closing shareholders' equity funds	68,831

NON-EQUITY SHAREHOLDERS' FUNDS

New non-equity share capital subscribed	405,000
Closing shareholders' non-equity funds	405,000
TOTAL SHAREHOLDERS' FUNDS	473,831

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

18. NOTES TO THE STATEMENT OF CASH FLOWS *(continued)*

18. NOTES TO THE STATEMENT OF CASH FLOWS

RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	Period from 6 Nov 02 to 31 Dec 03 £
Operating profit	70,739
Amortisation	25,957
Depreciation	5,824
Increase in debtors	(66,756)
Increase in creditors	388,490
Net cash inflow from operating activities	424,254

RETURNS ON INVESTMENTS AND SERVICING OF FINANCE

	Period from 6 Nov 02 to 31 Dec 03 £
Interest received	12,067
Interest paid	(4)
Net cash inflow from returns on investments and servicing of finance	12,063

CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT

	Period from 6 Nov 02 to 31 Dec 03 £
Payments to acquire intangible fixed assets	(222,489)
Payments to acquire tangible fixed assets	(20,000)
Acquisition of fixed asset investments	(450,000)
Disposal of fixed asset investments	4,128
Net cash outflow for capital expenditure and financial investment	(688,361)

HARRISON BEAUMONT INSURANCE SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 6 NOVEMBER 2002 TO 31 DECEMBER 2003

18. NOTES TO THE STATEMENT OF CASH FLOWS *(continued)*

FINANCING

	Period from 6 Nov 02 to 31 Dec 03 £
Issue of equity share capital	2
Issue of non-equity share capital	405,000
Net inflow from other long-term creditors	91,184
Net cash inflow from financing	496,186

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS

	31 Dec 03 £	£
Increase in cash in the period	244,142	
Net cash (inflow) from other long-term creditors	(91,184)	
		152,958
Change in net funds		152,958
Net funds at 6 November 2002		–
Net funds at 31 December 2003		152,958

ANALYSIS OF CHANGES IN NET FUNDS

	At 6 Nov 2002 £	Cash flows £	At 31 Dec 2003 £
Net cash:			
Cash in hand and at bank	–	244,142	244,142
Debt:			
Debt due after 1 year	–	(91,184)	(91,184)
Net funds	–	152,958	152,958