

AA FINANCIAL SERVICES LIMITED
ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2006

Registered number: 912211



AA FINANCIAL SERVICES LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2006

The directors present their annual report on the affairs of the company, together with the financial statements, for the year ended 31 December 2006

REVIEW OF ACTIVITIES AND FUTURE DEVELOPMENTS

The company did not trade in the year and has been dormant, as defined in section 249AA of the Companies Act 1985, throughout the year

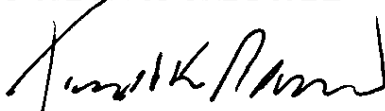
DIRECTORS

The directors who held office throughout the year were as follows

Timothy Charles Parker
Paul Antony Woolf

At no time did any director, holding office at 31 December 2006, have any interest in the shares of the Company. Details of the interests of the directors in the shares of the ultimate parent company, AA Limited (formerly AA Top Co Limited), are shown in that company's financial statements for 2006

BY ORDER OF THE BOARD


TIMOTHY PARKER
DIRECTOR
20th June 2007

Registered Office:
Fanum House
Basing View
Basingstoke
Hampshire
RG21 4EA

AA FINANCIAL SERVICES LIMITED
BALANCE SHEET AT 31 DECEMBER 2006

	Notes	2006	2005
CURRENT ASSETS			
DEBTORS	2	578	578
NET ASSETS	1	<u>578</u>	<u>578</u>
CAPITAL AND RESERVES			
CALLED UP SHARE CAPITAL	3	2,000	2,000
PROFIT AND LOSS		<u>(1,422)</u>	<u>(1,422)</u>
EQUITY SHAREHOLDERS' FUNDS	1	<u>578</u>	<u>578</u>

The company did not trade during the current or preceding period and has made neither profit nor loss, nor any other recognised gain or loss

The annual financial statements have not been audited because the company is entitled to the exemption provided by section 249AA(1) of the Companies Act 1985 relating to dormant companies, and, its members have not required the company to obtain an audit of these financial statements in accordance with section 249B(2)

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records that comply with section 221 of the Companies Act 1985. The directors also acknowledge their responsibilities for preparing financial statements that give a true and fair view of the state of the company's affairs as at the end of the financial year and of its profit or loss for the financial year in accordance with section 226 of the Companies Act 1985 and which otherwise comply with the requirements of that Act relating to financial statements, so far as applicable to the company

The financial statements on pages 2 to 3 were approved by the board of directors on 20th June 2007 and were signed on its behalf by



Timothy Parker
DIRECTOR

The notes on page 3 form an integral part of these financial statements

AA FINANCIAL SERVICES LIMITED

2 DEBTORS

	2006 £'000	2005 £'000
Amounts owed by group undertakings	<u>578</u>	<u>578</u>

3 CALLED UP SHARE CAPITAL

	2006 £'000	2005 £'000
Ordinary shares of £1 each - authorised	<u>3,000</u>	<u>3,000</u>
Issued, called up and fully paid	<u>2,000</u>	<u>2,000</u>

4 ULTIMATE OWNERSHIP

The Company is a wholly owned subsidiary of Automobile Association Developments Limited, a company registered in England and Wales.

The ultimate parent undertaking, which is also the parent of the smallest and largest group to consolidate these financial statements, is AA Limited (formerly AA Top Co Limited) whose registered office is at

Fanum House
Basing View
Basingstoke
Hampshire
RG21 4EA

Copies of the financial statements of AA Limited are available from the Company Secretary at this address