

COMPANY REGISTRATION NUMBER 3105312

HOT-RESERVE INTERNATIONAL LIMITED
FINANCIAL STATEMENTS
FOR
31 DECEMBER 2007



SLAVEN JEFFCOTE LLP
Chartered Certified Accountants
1 Lumley Street
Mayfair
London
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HOT-RESERVE INTERNATIONAL LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

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HOT-RESERVE INTERNATIONAL LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

The director	Lumley Management Limited
Company secretary	JD Secretariat Limited
Registered office	1 Lumley Street Mayfair London W1K 6TT
Accountants	Slaven Jeffcote LLP Chartered Certified Accountants 1 Lumley Street Mayfair London W1K 6TT
Bankers	Bear Stearns & Co Inc. 383 Madison Avenue New York 10179

HOT-RESERVE INTERNATIONAL LIMITED

THE DIRECTOR'S REPORT

YEAR ENDED 31 DECEMBER 2007

The director has pleasure in presenting his report and the unaudited financial statements of the company for the year ended 31 December 2007.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of providing reservations, marketing and sales services to the tourism hotel industry.

DIRECTOR

The director who served the company during the year was as follows:

Lumley Management Limited

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
1 Lumley Street
Mayfair
London
W1K 6TT

Signed by order of the director



JD SECRETARIAT LIMITED
Company Secretary

Approved by the director on 20th Jan 08

HOT-RESERVE INTERNATIONAL LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 DECEMBER 2007

	Note	2007 £	2006 £
TURNOVER		427,819	450,490
Cost of sales		<u>401,316</u>	<u>389,162</u>
GROSS PROFIT		26,503	61,328
Administrative expenses		<u>18,969</u>	<u>45,190</u>
OPERATING PROFIT	2	7,534	16,138
Interest receivable	3	10,687	12,864
Interest payable and similar charges		(1)	(29)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>18,220</u>	<u>28,973</u>
Tax on profit on ordinary activities	4	3,634	5,505
PROFIT FOR THE FINANCIAL YEAR		<u>14,586</u>	<u>23,468</u>

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 year as set out above.

The notes on pages 5 to 7 form part of these financial statements.

HOT-RESERVE INTERNATIONAL LIMITED

BALANCE SHEET

31 DECEMBER 2007

	Note	2007 £	2006 £
CURRENT ASSETS			
Debtors	5	58,485	9,688
Cash at bank		152,599	244,088
		<u>211,084</u>	<u>253,776</u>
CREDITORS: Amounts falling due within one year	6	<u>6,933</u>	<u>64,211</u>
NET CURRENT ASSETS		204,151	189,565
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>204,151</u>	<u>189,565</u>
 CAPITAL AND RESERVES			
Called-up equity share capital	8	1,000	1,000
Profit and loss account	9	203,151	188,565
SHAREHOLDERS' FUNDS	10	<u>204,151</u>	<u>189,565</u>

The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges his responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) 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 financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved and signed by the director and authorised for issue on

20 Jan 08

P. Sordy

for LUMLEY MANAGEMENT LIMITED

The notes on pages 5 to 7 form part of these financial statements.

HOT-RESERVE INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with applicable UK accounting standards.

Cash flow statement

The director has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small.

Turnover

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

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. OPERATING PROFIT

Operating profit is stated after charging:

	2007	2006
	£	£
Director's emoluments	—	—
Net loss on foreign currency translation	<u>4,831</u>	<u>32,353</u>

3. INTEREST RECEIVABLE

	2007	2006
	£	£
Bank interest receivable	<u>10,687</u>	<u>12,864</u>

HOT-RESERVE INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

4. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2007 £	2006 £
Current tax:		
UK Corporation tax based on the results for the year at 20% (2006 - 19%)	3,644	5,505
Over/under provision in prior year	(10)	-
Total current tax	<u>3,634</u>	<u>5,505</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 20% (2006 - 19%).

	2007 £	2006 £
Profit on ordinary activities before taxation	<u>18,220</u>	<u>28,973</u>
Profit on ordinary activities by rate of tax	3,644	5,505
Adjustments to tax charge in respect of previous periods	(10)	-
Total current tax (note 4(a))	<u>3,634</u>	<u>5,505</u>

5. DEBTORS

	2007 £	2006 £
Trade debtors	48,797	-
Other debtors	9,688	9,688
	<u>58,485</u>	<u>9,688</u>

6. CREDITORS: Amounts falling due within one year

	2007 £	2006 £
Trade creditors	-	49,435
Corporation tax	3,644	5,515
Other creditors	3,289	9,261
	<u>6,933</u>	<u>64,211</u>

7. RELATED PARTY TRANSACTIONS

In the opinion of the director, there is no one controlling party.

HOT-RESERVE INTERNATIONAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

8. SHARE CAPITAL

Authorised share capital:

	2007	2006
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2007		2006
	No	£	No
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>

9. PROFIT AND LOSS ACCOUNT

	2007	2006
	£	£
Balance brought forward	188,565	165,097
Profit for the financial year	<u>14,586</u>	<u>23,468</u>
Balance carried forward	<u>203,151</u>	<u>188,565</u>

10. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2007	2006
	£	£
Profit for the financial year	14,586	23,468
Opening shareholders' funds	<u>189,565</u>	<u>166,097</u>
Closing shareholders' funds	<u>204,151</u>	<u>189,565</u>