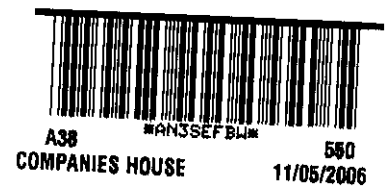


**Report of the Director and
Financial Statements
for the Year Ended 31 October 2005
for
The Sporting Advisor Limited**

M Knights & Co Limited
The Old Vicarage
Ridgmont
Bedford
MK43 0TX



The Sporting Advisor Limited

**Contents of the Financial Statements
for the Year Ended 31 October 2005**

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The Sporting Advisor Limited
Company Information
for the Year Ended 31 October 2005

DIRECTOR: P D Male

SECRETARY: T Eustace

REGISTERED OFFICE: Dunmore Court
Wootton Road
Abingdon
Oxfordshire
OX13 6BH

REGISTERED NUMBER: 4394387

ACCOUNTANTS: M Knights & Co Limited
The Old Vicarage
Ridgmont
Bedford
MK43 0TX

The Sporting Advisor Limited

**Report of the Director
for the Year Ended 31 October 2005**

The director presents his report with the financial statements of the company for the year ended 31 October 2005.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the sale of running shoes and related equipment.

DIRECTOR

P D Male was the sole director during the year under review.

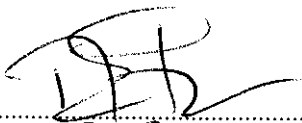
The director holding office at 31 October 2005 did not hold any beneficial interest in the issued share capital of the company at 1 November 2004 or 31 October 2005.

SHAREHOLDINGS

The Sporting Advisor Group Limited is the ultimate holding company therefore. Mr P D Male and his family were beneficially interested in 89.9% of the share capital of the ultimate holding company.

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

ON BEHALF OF THE BOARD:


.....
Director Secretary

Date: 29.4.06

The Sporting Advisor Limited
Profit and Loss Account
for the Year Ended 31 October 2005

		2005	2004
	Notes	£	£
TURNOVER		383,806	312,916
Cost of sales		297,591	273,705
GROSS PROFIT		86,215	39,211
Administrative expenses		191,837	276,072
OPERATING LOSS	2	(105,622)	(236,861)
Group loan written off	3	132,642	-
		27,020	(236,861)
Interest receivable and similar income		-	615
		27,020	(236,246)
Interest payable and similar charges		493	190
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		26,527	(236,436)
Tax on profit/(loss) on ordinary activities	4	-	-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION		26,527	(236,436)
Deficit brought forward		(512,143)	(275,707)
DEFICIT CARRIED FORWARD		£(485,616)	£(512,143)

The notes form part of these financial statements

The Sporting Advisor Limited

Balance Sheet
31 October 2005

		2005		2004	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	5		18,982		15,553
CURRENT ASSETS:					
Stocks		154,496		309,442	
Debtors	6	420		68,496	
Cash in hand		184		100	
		<u>155,100</u>		<u>378,038</u>	
CREDITORS: Amounts falling due within one year	7	<u>59,697</u>		<u>305,733</u>	
NET CURRENT ASSETS:			<u>95,403</u>		<u>72,305</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£114,385</u>		<u>£87,858</u>
CAPITAL AND RESERVES:					
Called up share capital	8		600,001		600,001
Profit and loss account			(485,616)		(512,143)
SHAREHOLDERS' FUNDS:			<u>£114,385</u>		<u>£87,858</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 October 2005.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



- Director

Approved by the Board on 29.4.06

The notes form part of these financial statements

The Sporting Advisor Limited
Notes to the Financial Statements
for the Year Ended 31 October 2005

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Motor vehicles - 25% on reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. OPERATING LOSS

The operating loss is stated after charging/(crediting):

	2005	2004
	£	£
Depreciation - owned assets	6,691	7,787
Profit on disposal of fixed assets	(138)	(23,030)
Pension costs	5,214	2,844
	<u> </u>	<u> </u>
Director's emoluments and other benefits etc	-	-
	<u> </u>	<u> </u>

3. EXCEPTIONAL ITEMS

The sum of £132,642 that was owed to the parent company has been written back.

4. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 October 2005 nor for the year ended 31 October 2004.

The Sporting Advisor Limited

**Notes to the Financial Statements
for the Year Ended 31 October 2005**

5. TANGIBLE FIXED ASSETS

	Leasehold property	Fixtures and fittings	Motor vehicles	Totals
	£	£	£	£
COST:				
At 1 November 2004	-	20,912	7,030	27,942
Additions	12,383	-	-	12,383
Disposals	-	-	(6,030)	(6,030)
	<u>12,383</u>	<u>20,912</u>	<u>1,000</u>	<u>34,295</u>
At 31 October 2005	12,383	20,912	1,000	34,295
DEPRECIATION:				
At 1 November 2004	-	9,315	3,075	12,390
Charge for year	2,477	2,897	1,317	6,691
Eliminated on disposals	-	-	(3,768)	(3,768)
	<u>2,477</u>	<u>12,212</u>	<u>624</u>	<u>15,313</u>
At 31 October 2005	2,477	12,212	624	15,313
NET BOOK VALUE:				
At 31 October 2005	<u>9,906</u>	<u>8,700</u>	<u>376</u>	<u>18,982</u>
At 31 October 2004	<u>-</u>	<u>11,598</u>	<u>3,955</u>	<u>15,553</u>

**6. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2005 £	2004 £
V.A.T.	-	4,253
Trade debtors	420	7,965
The Sporting Advisor Group Ltd	-	56,278
	<u>420</u>	<u>68,496</u>

**7. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2005 £	2004 £
Bank loans and overdrafts	6,229	10,126
Trade creditors	45,819	72,057
RJT 290 Limited	-	82,497
Lamborghini Golf Cars Ltd	-	137,606
V.A.T.	5,134	-
Social security & other taxes	1,265	1,447
Accrued expenses	1,250	2,000
	<u>59,697</u>	<u>305,733</u>

The Sporting Advisor Limited
Notes to the Financial Statements
for the Year Ended 31 October 2005

8. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2005	2004
		£1	£	£
1,000,000	Ordinary		<u>1,000,000</u>	<u>1,000,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2005	2004
		£1	£	£
600,001	Ordinary		<u>600,001</u>	<u>600,001</u>

9. ULTIMATE PARENT COMPANY

In July 2004 The Sporting Advisor Group Limited acquired a 100% interest in the share capital of the company. The Sporting Advisor Group Limited is the ultimate parent company and is incorporated in England.

10. RELATED PARTY DISCLOSURES

Mr P D Male and his family own 89% of the share capital of the parent company, The Sporting Advisor Group Limited. The amount owed to the parent company, the sum of £132,641 was written back in the period.

The Sporting Advisor Limited

**Report of the Accountants to the Director of
The Sporting Advisor Limited**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 October 2005 set out on pages three to seven and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

M Knights & Co Ltd

M Knights & Co Limited
The Old Vicarage
Ridgmont
Bedford
MK43 0TX

Date: *29-4-06*

The Sporting Advisor Limited
Trading and Profit and Loss Account
for the Year Ended 31 October 2005

	2005		2004	
	£	£	£	£
Income:				
Sales	383,386		312,916	
Buggy rentals	420		-	
		383,806		312,916
Cost of sales:				
Opening stock	309,442		249,975	
Purchases	213,780		283,172	
Stock to/from Associated Co's.	(71,347)		50,000	
Commissions payable	212		-	
	452,087		583,147	
Closing stock	(154,496)		(309,442)	
		297,591		273,705
GROSS PROFIT		86,215		39,211
Other income:				
Deposit account interest		-		615
		86,215		39,826
Expenditure:				
Wages	55,395		52,732	
Social security	3,762		4,664	
Pensions	5,214		2,844	
Management charge	30,000		140,000	
Telephone	2,491		2,970	
Post & stationery	5,602		4,246	
Advertising	38,357		30,352	
Travel & subsistence	1,464		7,655	
Motor expenses	6,461		8,941	
Subscriptions	76		178	
Repairs & renewals	(3)		4,595	
Computer maintenance	2,017		8,526	
Household & cleaning	940		911	
Sundry expenses	2,407		4,700	
Accountancy	(224)		1,652	
Consultants	4,187		2,424	
Legal & professional fees	1,244		150	
Entertainment	146		1,680	
Bad debts	136		-	
Rent	9,749		5,200	
Insurance	8,656		849	
Light & heat	-		657	
		178,077		285,926
Carried forward		(91,862)		(246,100)

This page does not form part of the statutory financial statements

The Sporting Advisor Limited

Trading and Profit and Loss Account
for the Year Ended 31 October 2005

	2005		2004	
	£	£	£	£
Brought forward		(91,862)		(246,100)
Finance costs:				
Bank interest	193		190	
Fines and penalties	300		-	
Bank charges	7,207		4,740	
Credit card	-		649	
		7,700		5,579
		(99,562)		(251,679)
Depreciation:				
Leasehold property	2,477		-	
Office furniture & equipment	2,897		3,864	
Motor vehicles	1,317		3,923	
		6,691		7,787
		(106,253)		(259,466)
Profit on disposal of fixed assets:				
Motor vehicles		138		23,030
		(106,115)		(236,436)
Exceptional items:				
Group loan written off		132,642		-
NET PROFIT/(LOSS)		<u>£26,527</u>		<u>£(236,436)</u>