

REGISTERED NUMBER: 04439855 (England and Wales)



**CIVVALS ELLAM**

Chartered Accountants  
Registered Auditors

**ABBREVIATED ACCOUNTS**  
**FOR THE YEAR ENDED**  
**30 SEPTEMBER 2006**  
**FOR**  
**BLUEBACK LIMITED**

MONDAY

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10/12/2007  
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A63      \*AO11DUXL\*      109  
24/11/2007  
COMPANIES HOUSE

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**BLUEBACK LIMITED**

**CONTENTS OF THE ABBREVIATED ACCOUNTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2006**

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	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Report of the Independent Auditors on the Abbreviated Accounts</b>	<b>2</b>
<b>Abbreviated Balance Sheet</b>	<b>3</b>
<b>Notes to the Abbreviated Accounts</b>	<b>4</b>

**BLUEBACK LIMITED**

**COMPANY INFORMATION  
FOR THE YEAR ENDED 30 SEPTEMBER 2006**

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**DIRECTORS:**

S W Pielsticker  
A J Kennedy  
D K Johnson  
A Baillie  
N T Butcher

**SECRETARY:**

D M Kerr

**REGISTERED OFFICE:**

Irwin House  
118 Southwark Street  
London  
SE1 0SN

**REGISTERED NUMBER**

04439855 (England and Wales)

**AUDITORS:**

Civvals  
Chartered Accountants and  
Registered Auditors  
Marble Arch House  
66-68 Seymour Street  
London  
W1H 5AF

**REPORT OF THE INDEPENDENT AUDITORS TO  
BLUEBACK LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

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We have examined the abbreviated accounts set out on pages four to seven, together with the financial statements of Blueback Limited for the year ended 30 September 2006 prepared under Section 226 of the Companies Act 1985

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with those provisions.

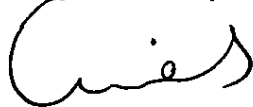
**Other information**

On 30 OCTOBER 2007 we reported, as auditors to the shareholders of the company on the financial statements for the year ended 30 September 2006 prepared under Section 226 of the Companies Act 1985, and our report included the following extract:

**"Going concern**

In forming our opinion, we have considered the adequacy of the disclosures made in note 16 to the financial statements concerning the company's ability to continue as a going concern. The company incurred a net loss of £1,572,784 during the year ended 30 September 2006 and, at that date, the company's current liabilities exceeded its total assets by £2,596,309. These conditions, along with other matters explained in note 16 to the financial statements, indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern."

In view of the significance of this matter we consider that it should be drawn to your attention but our opinion is not qualified in this respect.



Civvals  
Chartered Accountants and  
Registered Auditors  
Marble Arch House  
66-68 Seymour Street  
London  
W1H 5AF

Date 30 OCTOBER 2007

**BLUEBACK LIMITED**

**ABBREVIATED BALANCE SHEET  
30 SEPTEMBER 2006**

	Notes	2006 £	2005 £
<b>FIXED ASSETS</b>			
Tangible assets	2	72,867	105,964
<b>CURRENT ASSETS</b>			
Debtors		869,997	1,017,546
Cash at bank and in hand		<u>1,680</u>	<u>27,905</u>
		871,677	1,045,451
<b>CREDITORS</b>			
Amounts falling due within one year	3	<u>3,540,853</u>	<u>2,162,295</u>
<b>NET CURRENT LIABILITIES</b>		<u>(2,669,176)</u>	<u>(1,116,844)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(2,596,309)</u>	<u>(1,010,880)</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	3	<u>7,626</u>	<u>32,432</u>
<b>NET LIABILITIES</b>		<u>(2,603,935)</u>	<u>(1,043,312)</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	4	686	520
Share premium		2,861,970	2,849,975
Profit and loss account		<u>(5,466,591)</u>	<u>(3,893,807)</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>(2,603,935)</u>	<u>(1,043,312)</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

The financial statements were approved by the Board of Directors on behalf by 30 October 2006 and were signed on its



N T Butcher - Director

The notes form part of these abbreviated accounts

# **BLUEBACK LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 2006**

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### **I 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 January 2005)

#### **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 or, if held under a finance lease, over the lease term, whichever is the shorter

Fixtures and fittings	- 25% straight line
Computer equipment	- 25% - 33% straight line

#### **Deferred tax**

Deferred tax is provided in full on timing differences which result in an obligation at the balance date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

#### **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 transaction. Exchange differences are taken into account in arriving at the operating result.

#### **Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

**BLUEBACK LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2006**

**2 TANGIBLE FIXED ASSETS**

	Total £
<b>COST</b>	
At 1 October 2005	141,256
Additions	<u>10,651</u>
At 30 September 2006	<u>151,907</u>
<b>DEPRECIATION</b>	
At 1 October 2005	35,290
Charge for year	<u>43,750</u>
At 30 September 2006	<u>79,040</u>
<b>NET BOOK VALUE</b>	
At 30 September 2006	<u>72,867</u>
At 30 September 2005	<u>105,966</u>

**3 CREDITORS**

The following secured debts are included within creditors

	2006 £	2005 £
Debentures	2,052,200	-
Other loans	82,746	-
Invoice discounting	<u>371,720</u>	388,754
	<u>2,506,666</u>	<u>388,754</u>

**4 CALLED UP SHARE CAPITAL**

Authorised Number	Class	Nominal value	2006 £	2005 £
70,000	Ordinary	1p	<u>700</u>	<u>700</u>
Allotted, issued and fully paid Number	Class	Nominal value	2006 £	2005 £
52,003	Ordinary	1p	<u>686</u>	<u>520</u>

**BLUEBACK LIMITED**

**NOTES TO THE ABBREVIATED ACCOUNTS - continued  
FOR THE YEAR ENDED 30 SEPTEMBER 2006**

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**5 GOING CONCERN**

The financial statements have been prepared on a going concern basis notwithstanding the fact that the company has a deficiency on shareholders' funds at the year end and has continued to make losses since that date

As stated in note 14 Addison Lee Plc became the company's parent company on the date the accounts were approved Addison Lee Plc has confirmed that they will continue to provide financial support to the company for a period up to one year from the date of the approval of the financial statements

For this reason the directors believe that the continued use of the going concern basis of preparation is appropriate The financial statements do not include any adjustments that may be necessary if the company was unable to continue its business