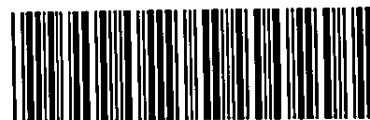


HOMEFLAG LIMITED
DIRECTORS' REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2009
Company Registration No. 04439855 (England and Wales)

SHELLEY STOCK HUTTER LLP
Chartered Accountants
1st Floor
7 - 10 Chandos Street
London
W1G 9DQ

SATURDAY



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A18

06/03/2010

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COMPANIES HOUSE

HOMEFLAG LIMITED

COMPANY INFORMATION

Directors

D Foster
L Griffin
K Griffin
J P Griffin

Secretary

D Foster

Company number

04439855

Registered office

1st Floor
7 - 10 Chandos Street
London
W1G 9DQ

Accountants

Shelley Stock Hutter LLP
1st Floor
7 - 10 Chandos Street
London
W1G 9DQ

HOMEFLAG LIMITED

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HOMEFLAG LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 AUGUST 2009

The directors present their report and financial statements for the year ended 31 August 2009. The company is dormant and has not traded during the year.

Directors

The following directors have held office since 1 September 2008:

D Foster
L Griffin
K Griffin
J P Griffin

Statement of directors' responsibilities

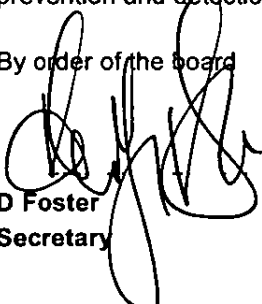
The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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:

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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 adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. They 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.

By order of the board



D Foster
Secretary

26.2.10
Date

HOMEFLAG LIMITED

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF HOMEFLAG LIMITED


In accordance with the engagement letter, and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of Homeflag Limited for the year ended 31 August 2009, set out on pages 3 to 7 from the accounting records and information and explanations you have given to us

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters we have agreed to state to them in this 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 Board of Directors as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 August 2009 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



Shelley Stock Hutter LLP

Accountants

1st Floor

7 - 10 Chandos Street

London

W1G 9DQ

26 February 2010

Date

HOMEFLAG LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2009

	Notes	2009 £	2008 £
Turnover		-	836,011
Cost of sales		-	(652,960)
Gross (loss)/profit		-	183,051
Administrative expenses		-	(341,000)
Operating loss	2	-	(157,949)
Goodwill disposal		-	1,472,299
		-	1,472,299
(Loss)/profit on ordinary activities before interest		-	1,314,350
Other interest receivable and similar income	3	-	1,548
Interest payable and similar charges	4	-	(28,803)
(Loss)/profit on ordinary activities before taxation		-	1,287,095
Tax on (loss)/profit on ordinary activities	5	-	-
(Loss)/profit for the year	7	-	1,287,095

HOMEFLAG LIMITED

BALANCE SHEET

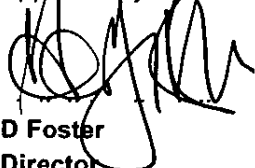
AS AT 31 AUGUST 2009


	Notes	2009 £	2008 £
Total assets less current liabilities		-	-
Capital and reserves			
Called up share capital	6	2,024	2,024
Share premium account	7	5,162,832	5,162,832
Profit and loss account	7	(5,164,856)	(5,164,856)
Shareholders' funds		-	-

For the financial year ended 31 August 2009 the company was entitled to exemption from audit under section 480 Companies Act 2006. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for 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 sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

Approved by the Board and authorised for issue on


D Foster
Director

26.2.10

J R Griffin
Director

Company Registration No. 04439855

HOMEFLAG LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2009

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

The company has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from the requirement to produce a cash flow statement on the grounds that it is a subsidiary undertaking where 90 percent or more of the voting rights are controlled within the group

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

Plant and machinery	25% - 33% straight line
Fixtures, fittings & equipment	25% straight line

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period

1.6 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account

2 Operating loss	2009	2008
	£	£
Operating loss is stated after charging		
Loss on disposal of tangible assets	-	43,755
Auditors' remuneration	-	4,000
and after crediting		
Profit on foreign exchange transactions	-	(6,714)

HOMEFLAG LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2009

3	Investment income	2009	2008
		£	£
	Bank interest	-	1,548
		-	1,548
4	Interest payable	2009	2008
		£	£
	Included in interest payable are the following amounts.		
	On amounts payable to group companies	-	3,081
	Hire purchase interest	-	1,434
		-	4,515
5	Taxation	2009	2008
	Current tax charge	-	-
	Factors affecting the tax charge for the year		
	(Loss)/profit on ordinary activities before taxation	-	1,287,095
	(Loss)/profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 0.00% (2008 - 28.00%)	-	360,387
	Effects of		
	Non deductible expenses	-	17,766
	Depreciation in excess of capital allowances	-	(19,086)
	Tax losses carried forward	-	53,177
	Other tax adjustments	-	(412,244)
		-	(360,387)
	Current tax charge	-	-

On the basis of these financial statements no provision has been made for corporation tax

HOMEFLAG LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2009

6	Share capital	2009 £	2008 £
	Authorised		
	294,118 Ordinary shares of 1p each	2,941	2,941
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	202,400 Ordinary shares of 1p each	2,024	2,024
		<u> </u>	<u> </u>

7	Statement of movements on reserves	Share premium account £	Profit and loss account £
	Balance at 1 September 2008	5,162,832	(5,164,856)
		<u> </u>	<u> </u>
	Balance at 31 August 2009	5,162,832	(5,164,856)
		<u> </u>	<u> </u>

8 Control

The ultimate parent company is Addison Lee plc, who owns 100% of the issued share capital Addison Lee plc is controlled by its directors, J Griffin and D Foster who hold 30% and 50% of the company's share capital respectively The remaining 20% of the share capital is held by J Griffin's sons, L Griffin and K Griffin, both of whom are directors of the company

No individual had overall control of the company in the current or previous year

Addison Lee plc Group accounts are available from Companies House

9 Related party transactions

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company