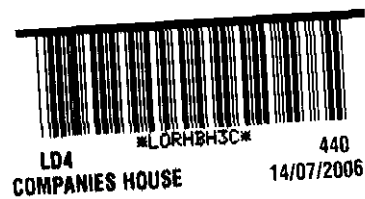


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Company Registration No. 4552589 (England and Wales)

ACRE 626 LIMITED
DIRECTOR'S REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2006



ACRE 626 LIMITED

COMPANY INFORMATION

Director	S Slaughter
Secretary	L M Davidson
Company number	4552589
Registered office	11 Campana Road London SW6 4AS
Business address	11 Campana Road London SW6 4AS
Accountants	H W Fisher & Company Limited Acre House, 11-15 William Road London NW1 3ER

ACRE 626 LIMITED

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ACRE 626 LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2006

The director presents his report and accounts for the year ended 31 March 2006.

Principal activities

The principal activity of the company is that of travel writing.

Results and dividends

The loss for the year after taxation amounted to £2,104.

The director does not recommend payment of an ordinary dividend.

Director and his interests

The director at 31 March 2006 and his beneficial interest in the shares of the company were:

	Ordinary shares of £ 1 each	
	31 March 2006	1 April 2005
S Slaughter	1	1

On behalf of the Board

Stanley Slaughter

S Slaughter

Director

Dated: 11.7.06

ACRE 626 LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2006

	Notes	2006 £	2005 £
Turnover	2	13,853	18,317
Cost of sales		-	(376)
Gross profit		13,853	17,941
Administrative expenses		(15,957)	(15,161)
(Loss)/profit on ordinary activities before taxation		(2,104)	2,780
Tax on (loss)/profit on ordinary activities	6	-	(190)
(Loss)/profit on ordinary activities after taxation		(2,104)	2,590
Dividends	7	-	(1,000)
(Net deficit)/retained profit for the financial year		(2,104)	1,590
Retained profit brought forward		1,764	174
(Accumulated loss)/retained profit carried forward		(340)	1,764

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

ACRE 626 LIMITED

BALANCE SHEET AS AT 31 MARCH 2006

	Notes	2006 £	£	2005 £	£
Fixed assets					
Tangible assets	8		310		466
Current assets					
Debtors	9	-		2,350	
Cash at bank and in hand		367		327	
		<u>367</u>		<u>2,677</u>	
Creditors: amounts falling due within one year	10	<u>(1,016)</u>		<u>(1,378)</u>	
Net current (liabilities)/assets			<u>(649)</u>		<u>1,299</u>
Total assets less current liabilities			<u>(339)</u>		<u>1,765</u>
Capital and reserves					
Called up share capital	12		1		1
Profit and loss account			<u>(340)</u>		<u>1,764</u>
Shareholders' funds - all equity interests	13		<u>(339)</u>		<u>1,765</u>

The company is entitled to the exemption from the audit requirement contained in section 249A(1) of the Companies Act 1985, for the year ended 31 March 2006. No member of the company has deposited a notice, pursuant to section 249B(2), requiring an audit of these accounts.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with section 221 of the Act; and
- (b) preparing accounts which give a true and fair view of the state of affairs of the company at 31 March 2006 and of its loss for the year then ended in accordance with section 226, and otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

The accounts were approved by the Board on 10.7.06...

Stanley Slaughter

S Slaughter
Director

ACRE 626 LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared under the historical cost convention.

1.2 Turnover

Turnover represents the invoiced value of goods sold and services provided net of VAT.

1.3 Tangible fixed assets and depreciation

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

Computer equipment	20% straight line
Fixtures & fittings	20% straight line

1.4 Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet 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 the accounts. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the assets. 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.

2 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

3	Operating (loss)/profit	2006	2005
		£	£
	Operating (loss)/profit is stated after charging:		
	Depreciation of owned tangible fixed assets	156	156
		<hr/>	<hr/>
4	Director's emoluments	2006	2005
		£	£
	Aggregate emoluments	4,884	4,745
	Company contributions to defined contribution pension schemes	1,404	1,404
		<hr/>	<hr/>
		6,288	6,149
		<hr/>	<hr/>

Retirement benefits are accruing to 1 (2005- 1) directors under defined contribution schemes.

ACRE 626 LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

5 Employees

Number of employees

The average monthly number of employees during the year was:

	2006 Number	2005 Number
Director	<u>1</u>	<u>1</u>

Employment costs

	£	£
Wages and salaries	4,884	4,745
Other pension costs	<u>1,404</u>	<u>1,404</u>
	<u>6,288</u>	<u>6,149</u>

6 Tax on (loss)/profit on ordinary activities

	2006 £	2005 £
U.K. Current year taxation		
U.K. Corporation tax at 0% (2005- 19%)	<u>-</u>	<u>190</u>

The company has estimated losses of £1,980 (2005- £-) available for carry forward against future trading profits.

There is no liability to corporation tax during the year.

7 Dividends

	2006 £	2005 £
Ordinary interim paid	<u>-</u>	<u>1,000</u>

ACRE 626 LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

8 Tangible fixed assets

	Computer equipment £	Fixtures & fittings £	Total £
Cost			
At 1 April 2005 and at 31 March 2006	580	198	778
Depreciation			
At 1 April 2005	232	80	312
Charge for the year	116	40	156
At 31 March 2006	348	120	468
Net book value			
At 31 March 2006	232	78	310
At 31 March 2005	348	118	466

9 Debtors

	2006 £	2005 £
Prepayments and accrued income	-	2,350

10 Creditors: amounts falling due within one year

	2006 £	2005 £
Corporation tax	-	190
Other taxes and social security costs	-	186
Directors current accounts	311	297
Accruals and deferred income	705	705
	1,016	1,378

11 Pension costs

Contributions are made to the directors personal pension.

ACRE 626 LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

12	Share capital	2006	2005
		£	£
	Authorised		
	1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
	Allotted, called up and fully paid		
	1 Ordinary shares of £1 each	<u>1</u>	<u>1</u>
13	Reconciliation of movements in shareholders' funds	2006	2005
		£	£
	(Loss)/profit for the financial year	(2,104)	2,590
	Dividends	-	(1,000)
	Net (depletion in)/addition to shareholders' funds	<u>(2,104)</u>	<u>1,590</u>
	Opening shareholders' funds	<u>1,765</u>	<u>175</u>
	Closing shareholders' funds	<u>(339)</u>	<u>1,765</u>