

COMPANY REGISTRATION NUMBER 5122856

TEAMWORKS KARTING (BIRMINGHAM) LIMITED
FINANCIAL STATEMENTS
29 FEBRUARY 2008



WENHAM MAJOR LIMITED
Chartered Certified Accountants & Registered Auditors
89 Cornwall Street
Birmingham
B3 3BY

TEAMWORKS KARTING (BIRMINGHAM) LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 29 FEBRUARY 2008

CONTENTS	PAGE
The directors' report	1
Independent auditor's report to the shareholder	3
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7

TEAMWORKS KARTING (BIRMINGHAM) LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 29 FEBRUARY 2008

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 29 February 2008

PRINCIPAL ACTIVITIES

The principal activity of the company during the year continued to be that of operating karting events

DIRECTORS

The directors who served the company during the year were as follows

M A Bryant
S J Schehtman

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual 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). The financial statements are required by law to 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 estimates that are reasonable and prudent,

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 proper accounting records that 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 1985. 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.

In so far as the directors are aware

there is no relevant audit information of which the company's auditor is unaware, and

the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

TEAMWORKS KARTING (BIRMINGHAM) LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 29 FEBRUARY 2008

Registered office
202 Fazeley Street
Birmingham
B3 5SE

Signed by order of the directors

A handwritten signature in black ink, appearing to read 'M A Bryant', with a stylized, cursive script.

M A BRYANT
Company Secretary

Approved by the directors on 18 April 2008

TEAMWORKS KARTING (BIRMINGHAM) LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDER OF TEAMWORKS KARTING (BIRMINGHAM) LIMITED *(continued)*

YEAR ENDED 29 FEBRUARY 2008

We have audited the financial statements of Teamworks Karting (Birmingham) Limited for the year ended 29 February 2008, which have been prepared in accordance the accounting policies set out on page 7

This report is made solely to the company's shareholder, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholder those matters we are required to state to them in an auditor's 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 shareholder as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

TEAMWORKS KARTING (BIRMINGHAM) LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDER OF TEAMWORKS KARTING (BIRMINGHAM) LIMITED *(continued)*

YEAR ENDED 29 FEBRUARY 2008

In our opinion

the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 29 February 2008 and of its result for the year then ended,

the financial statements have been properly prepared in accordance with the Companies Act 1985, and

the information given in the Directors' Report is consistent with the financial statements

Wenham Major Limited

89 Cornwall Street
Birmingham
B3 3BY

WENHAM MAJOR LIMITED
Chartered Certified Accountants and
Registered Auditors

18 April 2008

TEAMWORKS KARTING (BIRMINGHAM) LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 29 FEBRUARY 2008

	Note	2008 £	2007 £
TURNOVER		-	-
Cost of sales		<u>146,925</u>	<u>147,043</u>
GROSS LOSS		(146,925)	(147,043)
Administrative expenses		234,637	246,557
Other operating income	2	(381,562)	(393,600)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>-</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR		<u>-</u>	<u>-</u>

The notes on pages 7 to 8 form part of these financial statements.

TEAMWORKS KARTING (BIRMINGHAM) LIMITED

BALANCE SHEET

29 FEBRUARY 2008

	Note	2008 £	2007 £
CURRENT ASSETS			
Debtors	4	<u>1</u>	<u>1</u>
TOTAL ASSETS		<u>1</u>	<u>1</u>
CAPITAL AND RESERVES			
Called-up equity share capital	7	<u>1</u>	<u>1</u>
SHAREHOLDER'S FUNDS	8	<u>1</u>	<u>1</u>

These financial statements were approved by the directors and authorised for issue on 18 April 2008 and are signed on their behalf by

M A BRYANT
Director



The notes on pages 7 to 8 form part of these financial statements

TEAMWORKS KARTING (BIRMINGHAM) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 29 FEBRUARY 2008

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared on a going concern basis, following the continued financial support of the parent undertaking

Fixed assets

All fixed assets are initially recorded at cost

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities

2. OTHER OPERATING INCOME

	2008 £	2007 £
Management charges receivable	<u>381,562</u>	<u>393,600</u>

3. OPERATING PROFIT

Operating profit is stated after charging

	2008 £	2007 £
Directors' emoluments	<u>-</u>	<u>-</u>

4. DEBTORS

	2008 £	2007 £
Amounts owed by group undertakings	<u>1</u>	<u>1</u>

5. CONTINGENCIES

At the balance sheet date the company was in dispute with the electricity provider Npower. This dispute is currently being handled by the company's legal representatives. The supplier believes that the amount due at the date of signing the audit report is £49,267. The directors have provided £21,440 within trade creditors and £10,500 in accruals, and believe this is a realistic estimate of the amount due plus costs, thus giving rise to a contingent liability of £17,327.

TEAMWORKS KARTING (BIRMINGHAM) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 29 FEBRUARY 2008

6. RELATED PARTY TRANSACTIONS

The company was under the control of Teamworks Karting Limited throughout the current and previous year. Teamworks Karting Limited is the 100% shareholder of Teamworks Karting (Birmingham) Limited.

The company recharged 100% of its costs during the year to Teamworks Karting Limited as a management recharge.

At the balance sheet date £1 was owed by Teamworks Karting Limited to Teamworks Karting (Birmingham) Limited.

7. SHARE CAPITAL

Authorised share capital:

	2008	2007
	£	£
1 Ordinary shares of £1 each	<u>1</u>	<u>1</u>

Allotted, called up and fully paid.

	2008		2007	
	No	£	No	£
Ordinary shares of £1 each	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

9. ULTIMATE PARENT COMPANY

The ultimate controlling party is Teamworks Karting Group Plc.