



A25  
COMPANIES HOUSE

\*A9FR5L0F\*

513  
02/12/2006

## AUDITORS

PricewaterhouseCoopers LLP  
1 Embankment Place  
London WC2N 6RH

## BANKERS

HSBC Bank plc  
West End Corporate Banking Centre  
70 Pall Mall  
London SW1Y 5EZ

The Royal Bank of Scotland  
Financial Institutions Group  
Corporate Banking London  
9th Floor  
280 Bishopsgate  
London EC2M 4RB

Barclays Bank plc  
Financial Services Team  
Business Banking  
Level 28  
1 Churchill Place  
London E4 5HP

## SOLICITORS

Berwin Leighton Paisner LLP  
Adelaide House  
London Bridge  
London EC4R 9HA

## TRADING NAMES

TTT Moneycorp  
TTT Foreign Exchange Corporation  
The Money Corporation  
Moneycorp  
CASHDIRECT  
minimoney

## REGISTERED OFFICE

2 Sloane Street  
Knightsbridge  
London SW1X 9LA

## COMPANY REGISTRATION NUMBER

738837

## DATE OF INCORPORATION

25th October 1962

## COMPANY SECRETARY

M P Weinberg

## HEAD OFFICE

2 Sloane Street  
Knightsbridge  
London SW1X 9LA



TTT Moneycorp Limited has been certified to  
ISO 9000 Quality Assurance since 1996

.....

CONTENTS

Directors' report	3-7
Independent auditor's report	8
Consolidated profit and loss account	9
Consolidated balance sheet	10
Company balance sheet	11
Consolidated cash flow statement	12
Notes to the consolidated financial statements	13-21

.....

3 Directors' report  
FOR THE YEAR ENDED 31 AUGUST 2006

The Directors present their report and the audited consolidated financial statements of the Company and its subsidiaries ("the Group") for the year ended 31 August 2006.

#### PRINCIPAL ACTIVITIES

The principal activities of the Company are the provision of commercial and wholesale foreign exchange services to businesses and individuals and the operation of retail bureaux de change.

#### REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS

The Board is pleased to report a further year of significant turnover growth in excess of £1bn over the prior year. Gross profit increased by £9.4m, a solid 30% rise, with a commensurate rise in operating profits of £2.2m, an increase of 47%.

The Retail business has benefited from a full year's trading at Stansted Airport as well as increased passenger numbers passing through both Stansted and Gatwick airports. This has been complemented by a strong focus on customer service resulting in increased market share at both airports. The London branches have benefited from an increase in visitor numbers as well as a broad base of business development activities undertaken during the year. The Wholesale team has delivered significant organic growth, whilst the Commercial Foreign Exchange (CFX) Division benefited from a full year of trading from our new trading floor, which was first occupied late in 2004. This has enabled the division to increase substantially its marketing activities in both the corporate and private client sectors with impressive growth being demonstrated in both areas.

The outlook is positive, with increased passenger numbers forecast at our key gateways coupled with a strong inbound tourist market. Historically, the effects of adverse international events do not impact long-term on our business. Significant capital expenditure will see an increase in Wholesale capacity during the coming financial year, with such investment reflecting the optimism we have in this sector. The CFX division will see increased investment in its international presence, senior management team and processing capability.

#### RISKS AND UNCERTAINTIES

##### Earnings growth

There is a risk to shareholder value if the Group is unable to continue to grow in its key business areas. Its success is dependant upon the correct strategies being identified and pursued by a capable management team as well as external factors. The Company has maintained growth in all areas of its operation and intends to pursue opportunities to maintain growth in the future.

##### Euro

The replacement of Sterling by the Euro as the domestic currency of the UK would have a significant impact on the earnings of the Group. The Directors consider a referendum on this issue is unlikely to take place in the short to medium term.

##### Availability of Capital

The Company would not be able to fulfil its potential without adequate capital. The Company has a five-year business plan and has identified and secured its forecast capital requirements to fund its planned activities over this period.

##### Regulation

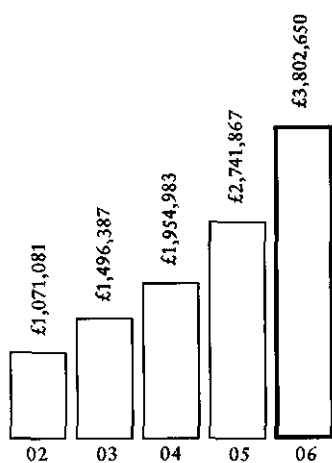
The cost of regulation could impose an unreasonable financial and operational burden on the Group. Impending legislation includes the Third Money Laundering Directive, the EU Regulation on Wire Transfers, the Payment Service

4 Directors' report (continued)  
FOR THE YEAR ENDED 31 AUGUST 2006

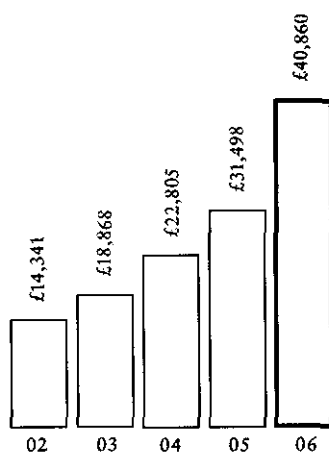
Directive/New Legal Framework and the HM Treasury consultation paper: The Regulation of Money Service Businesses. The Group welcomes broader regulation and does not consider the likely cost of implementation of the main provisions of the proposed Regulations to be financially or operationally onerous.

**KEY PERFORMANCE INDICATORS**

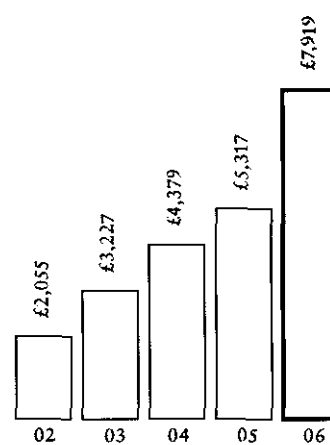
The Key Performance Indicators used by the Directors to assess the performance of the Group against their stated objectives are as follows (figures are in thousands/000):



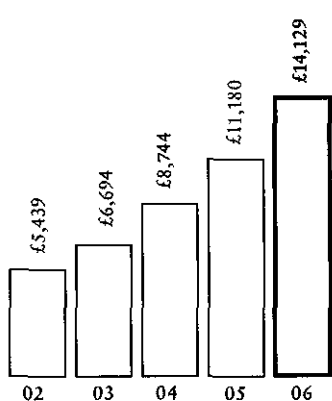
**TURNOVER**  
39% increase in 2006



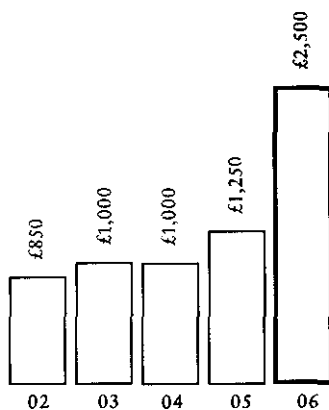
**GROSS PROFIT**  
30% increase in 2006



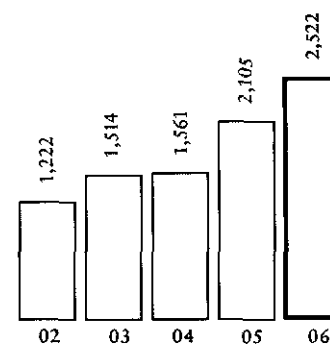
**NET PROFIT  
(BEFORE TAX)**  
49% increase in 2006



**BALANCE SHEET  
(NET ASSETS)**  
26% increase in 2006



**DIVIDENDS**  
100% increase in 2006



**CUSTOMER  
TRANSACTIONS**  
20% increase in 2006

## RESULTS

The consolidated profit and loss account for the year is set out on page 9.

## DIVIDENDS

The Directors have declared and paid an interim and final dividend totalling £2,500,000 being the total for the year (2005: £1,250,000). Further details are shown in note 8 to the financial statements.

## DIRECTORS

The Directors listed below have served the Company during the year and up to the date of this report :

B Shlewet	J C Kent
S J Mullens Resigned 17.08.2006	P Lever Appointed 23.02.2006
D E Knowlden Resigned 23.02.2006	K N Hatton Appointed 17.08.2006
M P Weinberg	

During the year, two long-standing Directors stood down and the Board is grateful to both Stephen Mullens and Douglas Knowlden for their many years of service, direction and wise counsel.

## DIRECTORS' INTERESTS IN SHARES OF THE COMPANY

None of the Directors who held office during the year had any disclosable interest in the shares of the Company or of any other company within the Group as at 31 August 2006, or at any time during the year.

## CHARITIES AND DONATIONS

During the year, the Group made donations in the UK for charitable purposes amounting to £3,422 (2005: £10,975). £300 was paid to an industry-sponsored charity with the balance of £3,122 paid to local charities. No donations were made for political purposes.

## EMPLOYMENT OF DISABLED PERSONS

It is the policy of the Group to give full and fair consideration to applications for employment made by disabled persons having regard to their particular aptitudes and abilities. Wherever possible, arrangements are made for the continued employment of persons who have become disabled during service and for the appropriate training, career development and promotion of disabled persons.

## INFORMATION TO EMPLOYEES

Appropriate action has been taken to provide Group employees with information on matters of concern to them, consulting with employees or their representatives, encouraging their involvement in the Group's performance and achieving an awareness on the part of employees of the financial and economic factors affecting the Group's performance.

## CORPORATE GOVERNANCE

The Directors intend, so far as possible and to the extent appropriate given the Group's size and the constitution of the Board, to comply with the Combined Code on Corporate Governance.

The Board has an established Audit Committee, which comprises non-executive Directors John Kent and Paul Lever, with formally delegated responsibilities. The Audit Committee meets at least twice a year and is responsible for

ensuring that the financial controls of the Group are properly monitored and reported upon. It is also responsible for appointing the external auditors, ensuring the auditors' independence is not compromised and reviewing the reports on the Group from the auditors in relation to the accounts and internal control systems.

The Board considers that a formal Remuneration Committee is not required at this stage in the Group's development, although any major change in the structure of remuneration packages of senior employees as a group is put before the Board. Furthermore at least one non-executive Director is involved in the regular review of senior management objectives, together with performance against these and the awarding of any related bonuses.

The Board has not established a Nomination Committee as it regards the approval and appointment of Directors (whether executive or non-executive) as a matter for consideration by the whole Board.

## **INTERNAL CONTROL**

The Directors' review extends to cover not just internal financial controls but all controls including operations, compliance and risk management.

The Directors are responsible for the system of internal control. Although no system of internal control can provide absolute assurance against material misstatement or loss, the Group's systems are designed to provide the Directors with reasonable assurance that problems are identified on a timely basis and dealt with appropriately. The key procedures that have been established and which are designed to provide effective internal control are as follows:

**Management structure** - the Board meets regularly and minutes of its meetings are maintained.

**Financial reporting** - budgets are prepared and reviewed by executive management. Any material variances to actual results are investigated.

**Investment appraisal** - the Group has a clearly defined framework for capital expenditure requiring approval by key personnel and the Board where appropriate.

**Anti-money laundering** - the Company is a licenced Money Services Business (MSB) and treats anti-money laundering and fraud prevention as a major priority. The Board formally reviews anti-money laundering activity and trends every quarter. In addition to ongoing vigilance and reporting of issues in the normal course of business, the Group is pro-active in working with the relevant Government authorities to help shape industry best practise in dealing with this important area.

**Internal Audit** - the Internal Audit function reviews the effectiveness of systems and procedures for combating fraud and controlling risk throughout the business. Findings and recommendations are reviewed and signed off by senior management and are made available to Board members, the Audit Committee and the external auditors.

The Board has reviewed the effectiveness of the system of internal controls and it has considered the major business risks and the control environment. No significant control deficiencies were reported during the year.

No weaknesses in internal control have resulted in any material losses, contingencies or uncertainty, which would require disclosure, as recommended by the Guidance for Directors on Reporting on Internal Control.

### DISCLOSURE TO AUDITORS

So far as the Directors are aware, there is no relevant audit information of which the Company's auditors are unaware. The Directors have taken all the steps that they ought to have taken as Directors in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

### DIRECTORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Company law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and Group and of its profit or loss for that period. In preparing those financial statements the Directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company and Group will continue in business.

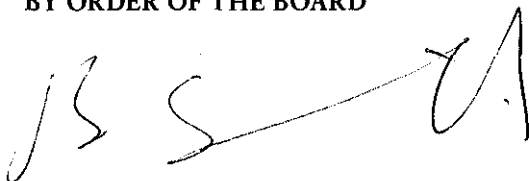
The Directors confirm that they have complied with the above requirements in preparing the financial statements.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and Group to 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 Group for taking all reasonable steps for the prevention and detection of fraud and other irregularities.

### AUDITORS

A resolution to reappoint PricewaterhouseCoopers LLP will be proposed at the annual general meeting.

### BY ORDER OF THE BOARD

A handwritten signature in dark ink, appearing to be 'B Shlewet', is written over a horizontal line.

B Shlewet  
Director



8 Independent Auditor's Report  
To the members of TTT Moneycorp Limited

We have audited the Group and parent Company financial statements (the "financial statements") of TTT Moneycorp Limited for the year ended 31 August 2006 which comprise the Group Profit and Loss Account, the Group and Company Balance Sheets, the Group Cash Flow Statement, and the related notes. These financial statements have been prepared under the accounting policies set out therein.

#### RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The Directors' responsibilities for preparing the Annual Report and 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). This report, including the opinion, has been prepared for and only for the Company's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

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 report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements. We also 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 other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

#### 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 judgments made by the Directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Group's and 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

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 Group's and the parent Company's affairs as at 31 August 2006 and of the Group's profit and cash flows 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.

*PricewaterhouseCoopers LLP*

PricewaterhouseCoopers LLP, Chartered Accountants and Registered Auditors, London

30<sup>th</sup> November 2006

9 Consolidated profit and loss account  
FOR THE YEAR ENDED 31 AUGUST 2006

	Notes	2006 £	2005 £
TURNOVER – gross value of currencies and other sales	2	3,802,649,735	2,741,867,470
Cost of sales – gross value of currencies and other purchases		(3,761,789,281)	(2,710,369,595)
GROSS PROFIT		40,860,454	31,497,875
Administrative expenses		(33,805,648)	(26,684,393)
OPERATING PROFIT	3	7,054,806	4,813,482
Interest receivable and similar income	6	884,987	509,539
Interest payable and similar charges	6	(20,492)	(6,189)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		7,919,301	5,316,832
Taxation on profit on ordinary activities	7	(2,470,672)	(1,630,592)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		5,448,629	3,686,240
Dividends paid	8	(2,500,000)	(1,250,000)
RETAINED PROFIT FOR THE FINANCIAL YEAR		2,948,629	2,436,240

STATEMENT OF RETAINED PROFITS	2006 £	2005 £
Retained profits at 1 September	10,830,192	8,393,952
Retained profit for the year	2,948,629	2,436,240
RETAINED PROFITS AT 31 AUGUST	13,778,821	10,830,192

All the operations in both years were continuing and there were no acquisitions in either year.

The Group has no recognised gains and losses for the year other than the profits above and therefore no separate statement of recognised gains and losses has been presented.

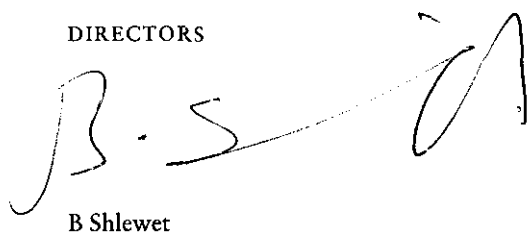
There is no difference between the profit on ordinary activities before taxation and the retained profit for the year stated above, and their historical cost equivalents.

10 Consolidated balance sheet  
AS AT 31 AUGUST 2006

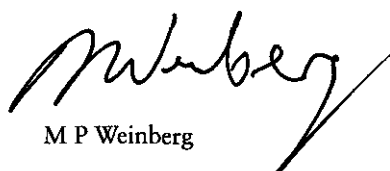
	Notes	2006 £	2006 £	2005 £	2005 £
<b>FIXED ASSETS</b>					
Tangible assets	9		2,395,750		2,332,871
Investments	11		-		2,069
			2,395,750		2,334,940
<b>CURRENT ASSETS</b>					
Stocks (non-cash)	12	129,334		87,180	
Debtors	13	171,941,413		78,176,149	
Cash at bank and in hand	14	51,536,838		35,623,667	
		223,607,585		113,886,996	
<b>CREDITORS</b>					
Amounts falling due within one year	15	(211,874,514)		(105,041,744)	
<b>NET CURRENT ASSETS</b>			11,733,071		8,845,252
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			14,128,821		11,180,192
<b>CAPITAL AND RESERVES</b>					
Called up share capital	16		350,000		350,000
Profit and loss account			13,778,821		10,830,192
<b>EQUITY SHAREHOLDERS' FUNDS</b>	17		14,128,821		11,180,192

Approved by the Board on 28 November 2006 and signed on its behalf by:

DIRECTORS



B Shlewet



M P Weinberg

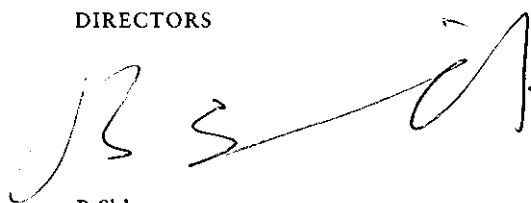
11 Company balance sheet  
FOR THE YEAR ENDED 31 AUGUST 2006

	Notes	2006 £	2006 £	2005 £	2005 £
<b>FIXED ASSETS</b>					
Tangible assets	10		2,343,120		2,332,871
Investments	11		993,145		2,069
			3,336,265		2,334,940
<b>CURRENT ASSETS</b>					
Stocks (non-cash)	12	129,334		87,180	
Debtors	13	171,984,609		78,176,149	
Cash at bank and in hand	14	50,548,594		35,623,667	
		222,662,537		113,886,996	
<b>CREDITORS</b>					
Amounts falling due within one year	15	(211,849,656)		(105,041,744)	
<b>NET CURRENT ASSETS</b>			10,812,881		8,845,252
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			14,149,146		11,180,192
<b>CAPITAL AND RESERVES</b>					
Called up share capital	16		350,000		350,000
Profit and loss account			13,799,146		10,830,192
<b>EQUITY SHAREHOLDERS' FUNDS</b>	17		14,149,146		11,180,192

No profit and loss account is presented for the holding company as permitted by Section 230 of the Companies Act 1985. The profit after tax for the year ended 31 August 2006 for the holding company was £5,468,954.

Approved by the Board on 28 November 2006 and signed on its behalf by:

DIRECTORS



B Shlewet



M P Weinberg

12 Consolidated cash flow statement  
AS AT 31 AUGUST 2006

	2006 £	2006 £	2005 £	2005 £
NET CASH INFLOW FROM OPERATING ACTIVITIES		20,239,220		9,405,774
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE				
Interest received	884,987		509,539	
Interest paid	(20,492)		(6,189)	
NET CASH INFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		864,495		503,350
TAXATION				
UK corporation tax paid		(1,953,197)		(1,376,655)
CAPITAL EXPENDITURE				
Tangible fixed assets acquired	(737,347)		(1,523,515)	
Proceeds on disposal of tangible fixed assets	-	(737,347)	17,488	(1,506,027)
ACQUISITIONS				
Purchase of shares in subsidiary undertakings		-		(2,069)
NET CASH INFLOW BEFORE DIVIDENDS AND FINANCING		18,413,171		7,024,373
EQUITY DIVIDENDS PAID		(2,500,000)		(1,250,000)
INCREASE IN CASH BALANCES (SEE BELOW)		15,913,171		5,774,373
Opening cash balances		35,623,667		29,849,294
Closing cash balances		51,536,838		35,623,667
INCREASE IN CASH BALANCES		15,913,171		5,774,373
NOTE TO THE CASH FLOW RECONCILIATION OF OPERATING PROFIT TO CASH INFLOW FROM OPERATIONS				
Operating profit		7,054,806		4,813,482
Depreciation	640,839		766,216	
Loss on sale of fixed assets	35,699		17,542	
(Increase)/decrease in stocks	(42,154)		1,988	
(Increase) in debtors	(93,765,264)		(37,655,934)	
Increase in creditors	106,315,294		41,462,480	
		13,184,414		4,592,292
NET CASH INFLOW FROM OPERATING ACTIVITIES		20,239,220		9,405,774

**1 PRINCIPAL ACCOUNTING POLICIES**

The financial statements have been prepared under the historical cost convention in accordance with Accounting Standards applicable in the United Kingdom and with the Companies Act 1985. A summary of the more important accounting policies of the Group, which have been applied consistently, is set out below.

**a) BASIS OF CONSOLIDATION**

The consolidated financial statements incorporate the accounts of the Company and its subsidiary undertakings prepared to 31 August 2006. The Company has taken advantage of the exemption in section 230 of the Companies Act 1985 not to present its own profit and loss account.

**b) TANGIBLE FIXED ASSETS**

Short leasehold properties are stated at cost or valuation less accumulated depreciation. The cost of other tangible fixed assets is their purchase cost together with any incidental expenses of acquisition. Depreciation is calculated so as to write off the cost of fixed assets over the expected useful economic lives of the assets concerned. The principal annual rates and bases used for this purpose are:

Motor vehicles	– 25% straight line
Fixtures and fittings	– 15% straight line
Computer systems	– 25% straight line

Leasehold properties are amortised over the period of the leases and improvements to leasehold properties over the expected life of those improvements.

**c) STOCKS**

Stocks include maps, phonecards, gold coins, mobile top-up vouchers etc., which are stated at the lower of cost and net realisable value. Cash held for trading is shown as part of cash at bank and in hand.

**d) INVESTMENTS**

Investment holdings are valued at the lower of cost and net realisable values as at the balance sheet date.

**e) FOREIGN CURRENCIES**

Trading transactions denominated in foreign currencies are translated into sterling at the exchange rate ruling when the transaction took place. Monetary assets and other liabilities denominated in foreign currencies are translated into sterling at the exchange rate ruling at the balance sheet date. Exchange gains or losses are included in arriving at the operating profit. The gross asset and liability relating to foreign currency exchange contracts are reported in the balance sheet under debtors and creditors respectively.

The accounts of overseas subsidiaries are translated at the rate of exchange ruling at the balance sheet date. The exchange difference arising on the retranslation of opening net assets is taken directly to reserves. All other translation differences are taken to the profit and loss account.

**f) TURNOVER**

Turnover, which excludes Value Added Tax, represents the gross value of currencies traded as a result of the Group's operation of bureaux de change, its wholesale trading operation and its commercial foreign currency exchange business. It also includes sales of travellers cheques and transactions involving money transfers, bankers' drafts, credit cards and encashment of personal cheques. Agency commissions and fees received on other items are also included. Purchases relating to the above transactions are treated as cost of sales.

**1 PRINCIPAL ACCOUNTING POLICIES** *continued*

g) DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the Company's taxable results and its results as stated in the financial statements. Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

h) OPERATING LEASES

Costs in respect of operating leases are charged on a straight-line basis in arriving at operating profit.

i) PENSION SCHEME

The Company operates a defined contribution pension scheme for some of its employees. The cost to the Company is charged to the profit and loss account as incurred.

**2 TURNOVER – GROSS VALUE OF CURRENCIES AND OTHER SALES**

Turnover consists of sales made in the United Kingdom.

**3 OPERATING PROFIT**

Operating profit is stated after charging:

	Group	
	2006 £	2005 £
• Auditor's remuneration	40,902	36,075
• Amounts payable to auditors for non-audit services	62,081	5,581
• Operating lease rentals	10,788,801	8,494,976
• Depreciation of tangible fixed assets	640,839	766,216
• Loss on disposal of tangible fixed assets	458	17,542
• Net differences on foreign currency translation	1,303	3,942

15 Notes to the financial statements  
FOR THE YEAR ENDED 31 AUGUST 2006

4 DIRECTORS' EMOLUMENTS

	2006 £	Group 2005 £
Aggregate emoluments (including benefits) for management services and services as Directors	618,559	516,198
Pension contributions	34,881	33,420
	653,440	549,618
Three Directors accrued benefits under money purchase schemes (2005: two)		
Amounts paid in respect of the highest paid Director are as follows:		
Aggregate emoluments (including benefits)	401,261	361,817
Company contributions to a self-administered pension scheme	32,250	31,000
	433,511	392,817

5 EMPLOYEE INFORMATION

	2006 number	Group 2005 number
a) The average number of persons employed by the Group, including Executive Directors, during the year is analysed below:		
Management and administration	82	68
Operations	339	282
	421	350
	2006 £	2005 £
b) Employment costs – all employees including Directors:		
Aggregate gross wages and salaries	12,773,864	9,807,107
Employer's National Insurance contributions	1,324,520	1,009,518
Pension costs	80,738	77,152
	14,179,122	10,893,777

6 INTEREST PAYABLE AND RECEIVABLE

	2006 £	Group 2005 £
Interest receivable and similar income consist of:		
Bank interest	884,987	509,539
	884,987	509,539
Interest payable and similar charges consist of:		
Bank interest	10,141	6,189
Other interest payable	10,351	-
	20,492	6,189



16 Notes to the financial statements  
FOR THE YEAR ENDED 31 AUGUST 2006

7 TAXATION ON PROFIT ON ORDINARY ACTIVITIES

	Group	
a) ANALYSIS OF CHARGE IN PERIOD	2006 £	2005 £
Current tax:		
UK corporation tax for the period at 30%	2,413,179	1,650,964
Adjustments in respect of previous periods	43,946	13,428
Group relief received	(3,805)	(16,054)
Total current tax (Note 7(b))	2,453,320	1,648,338
Deferred tax:		
Origination and reversal of timing differences	17,352	(17,746)
Tax on profit on ordinary activities	2,470,672	1,630,592

	Group	
b) FACTORS AFFECTING TAX CHARGE FOR PERIOD	2006 £	2005 £
The tax assessed for the period is higher than the standard rate of corporation tax in the UK (30 per cent). The differences are explained below:		
Profit on ordinary activities before tax	7,919,301	5,316,832
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 30% (2005: 30%)	2,375,790	1,595,050
Effects of:		
Expenses not deductible for tax purposes	77,717	37,298
Accelerated capital allowances	(40,328)	18,726
Other timing differences	-	(110)
Adjustments to tax charge in respect of previous periods	43,946	13,428
Group relief received	(3,805)	(16,054)
Current tax charge for period (Note 7(a))	2,453,320	1,648,338

17 Notes to the financial statements  
FOR THE YEAR ENDED 31 AUGUST 2006

8 DIVIDENDS

	Group	
	2006 £	2005 £
Interim and final dividends paid	2,500,000	1,250,000
	2,500,000	1,250,000

Total: 714.29 pence per share (2005: 357.14 pence per share).

9 TANGIBLE ASSETS - GROUP

	Leasehold improvements £	Motor vehicles £	Fixtures and fittings £	Computer systems £	Total £
COST OR VALUATION					
At 1 September 2005	1,521,057	363,472	4,751,886	1,271,378	7,907,793
Additions	61,556	44,846	356,249	272,969	735,620
Disposals	(23,267)	(11,549)	(30,825)	-	(65,641)
At 31 August 2006	1,559,346	396,769	5,077,310	1,544,347	8,577,772
DEPRECIATION					
At 1 September 2005	1,167,174	134,788	3,424,104	848,856	5,574,922
Charge for year	50,865	89,671	329,634	170,669	640,839
Disposals	(10,952)	(4,151)	(18,636)	-	(33,739)
At 31 August 2006	1,207,087	220,308	3,735,102	1,019,525	6,182,022
NET BOOK VALUE					
At 31 August 2006	352,259	176,461	1,342,208	524,822	2,395,750
At 31 August 2005	353,883	228,684	1,327,782	422,522	2,332,871

# 10 TANGIBLE ASSETS - COMPANY

	Leasehold improvements £	Motor vehicles £	Fixtures and fittings £	Computer systems £	Total £
COST OR VALUATION					
At 1 September 2005	1,521,057	363,472	4,751,886	1,271,378	7,907,793
Additions	32,626	34,394	340,890	272,969	680,879
Disposals	(23,267)	(11,549)	(30,825)	-	(65,641)
At 31 August 2006	1,530,416	386,317	5,061,951	1,544,347	8,523,031
DEPRECIATION					
At 1 September 2005	1,167,174	134,788	3,424,104	848,856	5,574,922
Charge for year	50,865	88,550	328,644	170,669	638,728
Disposals	(10,952)	(4,151)	(18,636)	-	(33,739)
At 31 August 2006	1,207,087	219,187	3,734,112	1,019,525	6,179,911
NET BOOK VALUE					
At 31 August 2006	323,329	167,130	1,327,839	524,822	2,343,120
At 31 August 2005	353,883	228,684	1,327,782	422,522	2,332,871

# 11 INVESTMENTS

	Group	
Shares in group undertakings	2006 £	2005 £
At 1 September 2005	2,069	-
Additions in year	991,076	2,069
At 31 August 2006	993,145	2,069

Company	Country of registration or incorporation	Nature of business	Class of Shares held	Proportion of shares held
Moneycorp SLU	Spain	Introducing broker	Ordinary	100%
Moneycorp Inc.	USA	Introducing broker	Ordinary	100%
TTT Moneycorp Pty Ltd.	Australia	Introducing broker	Ordinary	100%
Moneycorp Markets Ltd.	UK	Dormant	Ordinary	100%

During the year the Group set up 100% subsidiaries in the US, Australia and the UK as stated above. In the prior year, Moneycorp SLU was treated as a trade investment on the basis of materiality. In the year ended 31 August 2006 it was taken into the consolidated financial statements.

19 Notes to the financial statements  
FOR THE YEAR ENDED 31 AUGUST 2006

12 STOCKS (non-cash)

	Group	
	2006 £	2005 £
Stocks of maps, phonecards, gold coins, mobile top-up vouchers etc.	129,334	87,180

13 DEBTORS

	Group		Company	
	2006 £	2005 £	2006 £	2005 £
Trade debtors	170,708,708	77,260,586	170,708,708	77,260,586
Intercompany debtors	-	21,375	68,704	21,375
Other debtors	359,452	189,630	333,944	189,630
Deferred tax asset	32,766	50,118	32,766	50,118
Prepayments and accrued income	840,487	654,440	840,487	654,440
	171,941,413	78,176,149	171,984,609	78,176,149

Deferred tax asset	2006 £	2005 £
At 1 September 2005	50,118	32,372
(Charged)/Credited to the profit and loss account	(17,352)	17,746
At 31 August 2006	32,766	50,118

The deferred tax balance is analysed as follows: the accumulated excess of depreciation over corresponding capital allowances £32,766 (2005: £50,118). There is an additional deferred tax asset of £77,000 (2005: £72,000) relating to capital losses and short-term timing differences which have not been recognised due to the uncertainty of their recovery.

14 CASH AT BANK AND IN HAND

At 31 August 2006, cash balances with banks included £36,691,651 (2005: £24,166,577) of customer deposits. The corresponding liability is included within trade creditors (Note 15).

# 15 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2006 £	2005 £	2006 £	2005 £
Trade creditors	206,865,340	101,672,625	206,865,340	101,672,625
Intercompany creditors	-	-	35,623	-
Taxation and social security costs (see below)	2,086,676	1,441,138	2,067,249	1,441,138
Accruals	2,922,498	1,927,981	2,881,444	1,927,981
	211,874,514	105,041,744	211,849,656	105,041,744

	Group	
	2006 £	2005 £
Taxation and social security costs are made up as follows:		
United Kingdom corporation tax payable	1,434,376	978,191
PAYE and social security costs	652,300	462,947
	2,086,676	1,441,138

# 16 CALLED UP SHARE CAPITAL

	Company Ordinary shares of £1 each	
	2006	2005
Authorised – value	£1,000,000	£1,000,000
Authorised – number	1,000,000	1,000,000
Allotted, called up and fully paid – value	£350,000	£350,000
Allotted, called up and fully paid – number	350,000	350,000

# 17 RECONCILIATION OF MOVEMENTS IN EQUITY SHAREHOLDERS' FUNDS

	Group		Company	
	2006 £	2005 £	2006 £	2005 £
Profit on ordinary activities after taxation	5,448,629	3,686,240	5,468,954	3,686,240
Ordinary dividends	(2,500,000)	(1,250,000)	(2,500,000)	(1,250,000)
Net additions to equity shareholders' funds	2,948,629	2,436,240	2,968,954	2,436,240
Opening equity shareholders' funds	11,180,192	8,743,952	11,180,192	8,743,952
Closing equity shareholders' funds	14,128,821	11,180,192	14,149,146	11,180,192

## 18 CONTINGENT LIABILITIES AND FINANCIAL COMMITMENTS

### a) CONTRACTUAL ANNUAL COMMITMENTS

The Group leases certain premises on short-term contracts. The rents payable under these leases, which are subject to renegotiation at various intervals specified in the leases and in respect of which the Group pays all insurance, maintenance and repairs are as follows:

	Group	
Date of termination of leases/contracts:	2006 £	2005 £
Within one year	61,682	1,305,443
Within two to five years inclusive	2,069,197	1,819,318
After five years	3,392,527	916,735
	<b>5,523,406</b>	<b>4,041,496</b>

### b) CAPITAL COMMITMENTS

Capital commitments at 31 August 2006 for which no provision has been made in these financial statements were as follows:

	Group	
	2006 £	2005 £
Capital expenditure contracted for but not provided for in the accounts at the balance sheet date	<b>1,427,222</b>	<b>152,681</b>

## 19 RELATED PARTIES

At the balance sheet date, the amount due to/(from) TTT Moneycorp Limited and its subsidiary undertakings were as follows:

	£
Moneycorp SLU	49,694
Moneycorp Inc.	3,310
TTT Moneycorp Pty. Ltd.	(35,623)
Moneycorp Markets Ltd.	15,700

These amounts arose as a result of TTT Moneycorp Limited funding the activities of the above subsidiary companies.

Mr. P. Lever, a Director of the Company, is also a Director of Datong Electronics PLC. Datong entered into the following transactions with TTT Moneycorp Limited during the year:

Forex transactions resulting in a gross profit for TTT Moneycorp Limited of £6,017.11. There are deals to the value of £1,418,280 outstanding at year end, that are yet to come to value. All transactions were carried out on an arms-length basis.

## 20 ULTIMATE HOLDING COMPANY

The ultimate holding company is Winset Investments Limited, a company registered in Jersey, Channel Islands. This company is owned by a Shlewet family trust. Apart from the dividends of £2,500,000 (2005: £1,250,000) paid to the immediate parent company (Note 8), there have been no transactions with Group undertakings.