

Registered number: 3918992

POLICY NETWORK & COMMUNICATIONS LIMITED
(Limited by Guarantee)

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2006



 **Horwath Clark Whitehill**

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POLICY NETWORK & COMMUNICATIONS LIMITED
(Limited by Guarantee)

INDEPENDENT AUDITORS' REPORT TO POLICY NETWORK & COMMUNICATION
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts of Policy Network & Communications for the year ended 31 December 2006 set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 December 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 on pages 2 to 4 have been properly prepared in accordance with those provisions.

Horwath Clark Whitehill LLP
Horwath Clark Whitehill LLP

Chartered Accountants
Registered Auditors

St Bride's House
10 Salisbury Square
London
EC4Y 8EH

Date

23/10/07

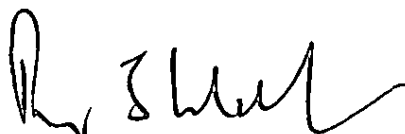
POLICY NETWORK & COMMUNICATIONS LIMITED
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ABBREVIATED BALANCE SHEET
AS AT 31 DECEMBER 2006

	Note	£	2006	£	£	2005	£
FIXED ASSETS							
Tangible fixed assets	2			9,093			11,174
CURRENT ASSETS							
Debtors			71,735			64,925	
Cash at bank and in hand			141,608			72,063	
			<u>213,343</u>			<u>136,988</u>	
CREDITORS: amounts falling due within one year			<u>(166,784)</u>			<u>(144,893)</u>	
NET CURRENT ASSETS/(LIABILITIES)				46,559			(7,905)
TOTAL ASSETS LESS CURRENT LIABILITIES				<u>55,652</u>			<u>3,269</u>
CAPITAL AND RESERVES							
Income and expenditure account				55,652			3,269
				<u>55,652</u>			<u>3,269</u>

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved and authorised for issue by the board and were signed on its behalf on

Director



The notes on pages 3 to 4 form part of these financial statements.

4th October 2007

POLICY NETWORK & COMMUNICATION
(Limited by Guarantee)

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2006

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with applicable accounting standards

1.2 Income

Income principally comprises donations received in respect of the year, and the invoiced value of sponsorship and other services supplied by the company, exclusive of Value Added Tax

1.3 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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Fixtures & fittings	-	25%	straight line
Office equipment	-	33%	straight line

1.4 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the income and expenditure account on a straight line basis over the lease term

1.5 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

1.6 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction

Exchange gains and losses are recognised in the income and expenditure account

POLICY NETWORK & COMMUNICATION
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**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2006**

1. ACCOUNTING POLICIES (continued)

1.7 Pensions

The company operates a group personal pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year

2. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 January 2006	67,457
Additions	5,677
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At 31 December 2006	73,134
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Depreciation	
At 1 January 2006	56,283
Charge for the year	7,758
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At 31 December 2006	64,041
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Net book value	
At 31 December 2006	9,093
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At 31 December 2005	11,174
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3. COMPANY STATUS

The company is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.