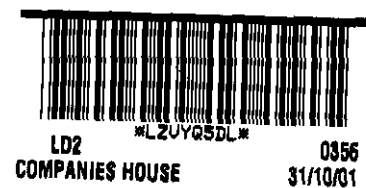


SILVER CLEF LIMITED
DIRECTORS' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER 2000



Company No. 2515633

SILVER CLEF LIMITED

COMPANY INFORMATION

Directors

S G Alder
A C Miller
N M Jarratt
W W Robertson
J G Whitehouse
M.D. Miller

Secretary

J G Whitehouse

Company Number

2515633

Registered Office

2 Lissenden Gardens
London
NW5 1PP

Auditors

MacIntyre Hudson
Greenwood House
4/7 Salisbury Court
London
EC4Y 8BT

SILVER CLEF LIMITED

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SILVER CLEF LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST DECEMBER 2000

The directors present their report together with the audited accounts for the year ended 31st December 2000.

Principal Activities and Review of Business

The company's principal activity is to carry out trading on behalf of its parent company, Nordoff Robbins Music Therapy, a charitable company limited by guarantee. The company's net taxable income of £313,041 (1999: £290,011) was distributed to the parent company under Gift Aid.

Results and Dividends

The results for the year are set out in the profit and loss account on page 3.

Directors

The directors who served during the year were: their beneficial interests in the company's issued share capital were:

S G Alder

A C Miller

N M Jarratt

W W Robertson

J G Whitehouse

A Wilkinson - resigned 1 May 2001

M.D. Miller - appointed 1 May 2001

None of the directors had any beneficial interest in the share of the company or group throughout the year.

Directors' Responsibilities

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of the company's affairs and of the profit or loss for that year. In preparing these accounts 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 accounts 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 which disclose, with reasonable accuracy at any time, the financial position of the company and enable them to ensure that the accounts 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.

This report was approved by the board on 31st October 2001, and signed on its behalf.



M.D. Miller
Director

AUDITORS' REPORT TO THE SHAREHOLDERS OF SILVER CLEF LIMITED

We have audited the accounts on pages 3 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective Responsibilities of Directors and Auditors

As described on page 1 the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and report our opinion to you.

Basis of Opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts 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 the information in the accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st December 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



MacIntyre Hudson
Chartered Accountants and Registered Auditors
Greenwood House
4/7 Salisbury Court
London
EC4Y 8BT
Date: 31st October 2001

SILVER CLEF LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST DECEMBER 2000

	Notes	2000 £	1999 £
Turnover	2	380,480	438,035
Cost of Sales		29,378	152,850
Gross Profit		351,102	285,185
Administrative Expenses		48,992	2,782
Other operating income		-	(2,500)
Operating Profit	3	302,110	279,903
Interest Receivable	4	10,931	10,108
Gift Aid		(313,041)	(290,011)
Profit on Ordinary Activities before Taxation		-	-
Tax on profit on ordinary activities		-	-
Profit for the Financial Year		-	-

All amounts relate to continuing activities.

There were no recognised gains or losses for 2000 or 1999 other than those included in the profit and loss account.


SILVER CLEF LIMITED

BALANCE SHEET

AS AT 31ST DECEMBER 2000

	Notes	£	2000 £	£	1999 £
Current Assets					
Stocks	5		-		1,161
Debtors	6		20,961		93,328
Cash at bank and in hand			52,180		216,242
			<u>73,141</u>		<u>310,731</u>
Creditors: Amounts Falling Due Within One Year			<u>73,041</u>		<u>310,631</u>
Total Assets Less Current Liabilities			<u><u>100</u></u>		<u><u>100</u></u>
Capital and Reserves					
Share capital	8		<u>100</u>		<u>100</u>
Shareholders' Funds	9		<u><u>100</u></u>		<u><u>100</u></u>

These accounts were approved by the board on 31st October 2001 and signed on its behalf.



M.D. Miller
Director

SILVER CLEF LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2000

1 Accounting Policies

Basis of Accounting

The Accounts have been prepared under the historical cost convention.

The company has taken advantage of the exemptions in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Turnover

Turnover represents all amounts receivable in respect of goods and services sold during the year.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Deferred Taxation

As the company is required to distribute its entire taxable profit to Nordoff Robbins Music Therapy, no liability to taxation is foreseen. Therefore, no provision for deferred taxation is deemed necessary.

2 Turnover

The turnover was derived from the company's principal activity which was carried out wholly in the UK.

3 Operating Profit

<i>The operating profit is arrived at after charging or crediting:</i>	2000	1999
	£	£
Auditors' remuneration	2,500	2,500

4 Interest Receivable

	2000	1999
	£	£
Bank interest receivable	10,931	10,108
	10,931	10,108

5 Stocks

	2000	1999
	£	£
Finished goods	-	1,161
	-	1,161

SILVER CLEF LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2000

6	Debtors	2000	1999
		£	£
	Trade debtors	20,725	46,600
	Other debtors	-	46,045
	Prepayments and accrued income	236	683
		<u>20,961</u>	<u>93,328</u>
7	Creditors: Amounts Falling Due Within One Year	2000	1999
		£	£
	Trade creditors	-	15,620
	Other creditors	63,041	290,011
	Accruals and deferred income	10,000	5,000
		<u>73,041</u>	<u>310,631</u>
8	Share Capital	2000	1999
		£	£
	Authorised Equity Shares		
	1,000 Ordinary shares of £1.00 each	1,000	1,000
		<u>1,000</u>	<u>1,000</u>
	Allotted Equity Shares		
	100 Allotted, called up and fully paid ordinary shares of £1.00 each	100	100
		<u>100</u>	<u>100</u>
9	Reconciliation of Shareholders' Funds	2000	1999
		£	£
	Opening shareholders' funds	100	100
	Closing shareholders' funds	<u>100</u>	<u>100</u>

10 Ultimate Holding Company

The ultimate holding company and controlling party is Nordoff Robbins Music Therapy, a registered charity limited by guarantee and incorporated in England.

As disclosed in the directors report, the company is required to distribute its profit to its holding company, and for the year ended 31 December 2000 this amounted to £313,041 (1999: £290,011)