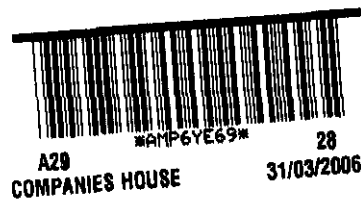


Registration number 3197352

Pease International Limited
Directors' report and financial statements
for the year ended 31 May 2005



Pease International Limited

Company information

Directors	D Mehrtens
Secretary	B Pease
Company number	3197352
Registered office	16 Newbold Terrace Royal Leamington Spa CV32 4EG
Accountants	Goldsmith & Company 67 Upper Berkeley Street London W1H 7QX
Business address	16 Newbold Terrace Royal Leamington Spa CV32 4EG
Bankers	Barclay Bank Leicester LE87 2BB

Pease International Limited

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Pease International Limited

**Directors' report
for the year ended 31 May 2005**

The directors present their report and the financial statements for the year ended 31 May 2005.

Principal activity

The principal activity of the company is that of an author and also conference speaking.

Directors and their interests

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares	
	31/05/05	01/06/04 or date of appointment
D Hinckesman	-	-
D Mehrtens	-	-

Goldsmith & Company were appointed accountants during the year and the directors recommend that Goldsmith & Company remain in office until further notice.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on28/03/06..... and signed on its behalf by



**B Pease
Secretary**

Pease International Limited

**Accountants' report on the unaudited financial statements to the directors of
Pease International Limited**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 May 2005 set out on pages 3 to 9 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.



**Goldsmith & Company
Chartered Accountants
67 Upper Berkeley Street
London**

W1H 7QX

Date: 30/3/06

Pease International Limited

**Profit and loss account
for the year ended 31 May 2005**

		Continuing operations	
		2005	2004
	Notes	£	£
Turnover	2	74,103	187,970
Cost of sales		(16,730)	(24,208)
Gross profit		<u>57,373</u>	<u>163,762</u>
Distribution costs		(2,524)	(2,047)
Administrative expenses		(68,117)	(130,431)
Other operating income		1,699	518
Operating (loss)/profit	3	<u>(11,569)</u>	<u>31,802</u>
Investment income	4	6,280	-
Other interest receivable and similar income		8,338	1,802
Interest payable and similar charges		-	(7,761)
Profit on ordinary activities before taxation		<u>3,049</u>	<u>25,843</u>
Tax on profit on ordinary activities	6	5,366	(27,503)
Profit/(loss) on ordinary activities after taxation		<u>8,415</u>	<u>(1,660)</u>
Retained profit brought forward		617,896	619,556
Retained profit carried forward		<u><u>626,311</u></u>	<u><u>617,896</u></u>

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 9 form an integral part of these financial statements.

Pease International Limited

**Balance sheet
as at 31 May 2005**

		2005		2004	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	7		192,134		173,639
Investments	8		-		283,225
			<u>192,134</u>		<u>456,864</u>
Current assets					
Stocks		14,312		16,054	
Debtors	9	114,450		135,589	
Cash at bank and in hand		325,127		43,733	
		<u>453,889</u>		<u>195,376</u>	
Creditors: amounts falling due within one year	10	<u>(19,710)</u>		<u>(34,342)</u>	
Net current assets			434,179		161,034
Net assets			<u>626,313</u>		<u>617,898</u>
Capital and reserves					
Called up share capital	11		2		2
Profit and loss account			626,311		617,896
Shareholders' funds	12		<u>626,313</u>		<u>617,898</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 9 form an integral part of these financial statements.

Pease International Limited

Balance sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 31 May 2005**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 May 2005 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The financial statements were approved by the Board on 28/03/06 and signed on its behalf by



D Mehrtens
Director

The notes on pages 6 to 9 form an integral part of these financial statements.

Pease International Limited

**Notes to the financial statements
for the year ended 31 May 2005**

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention .

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	No Depreciation charged on freehold property
Fixtures, fittings and equipment	-	25% Straight Line
Motor vehicles	-	25% Straight Line

1.4. Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.5. Stock

Stock is valued at the lower of cost and net realisable value.

2. Turnover

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

3. Operating (loss)/profit

	2005	2004
	£	£
Operating (loss)/profit is stated after charging:		
Depreciation and other amounts written off tangible assets	5,701	21,402
and after crediting:		
Profit on disposal of tangible fixed assets	9,999	-

4. Income from investments

	2005	2004
	£	£
Profit on disposal of investments	6,280	-

Pease International Limited

**Notes to the financial statements
for the year ended 31 May 2005**

..... continued

5. Directors' emoluments

	2005	2004
	£	£
Remuneration and other benefits	26,617	26,725

6. Tax on profit on ordinary activities

Analysis of charge in period	2005	2004
	£	£
Current tax		
UK corporation tax	772	8,859
Adjustments in respect of previous periods	(5,942)	22,838
	(5,170)	31,697
Double tax relief	(196)	(4,194)
	(5,366)	27,503

Factors affecting tax charge for period

The tax assessed for the period is lower than the standard rate of corporation tax in the UK (0 pence per cent). The differences are explained below:

	2005	2004
	£	£
Profit on ordinary activities before taxation	3,049	25,843

Pease International Limited

Notes to the financial statements
for the year ended 31 May 2005

..... continued

7. Tangible fixed assets	Land and buildings freehold £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost				
At 1 June 2004	171,538	63,613	29,999	265,150
Additions	-	24,197	-	24,197
Disposals	-	(54,913)	(29,999)	(84,912)
At 31 May 2005	171,538	32,897	-	204,435
Depreciation				
At 1 June 2004	-	61,513	29,998	91,511
On disposals	-	(54,913)	(29,998)	(84,911)
Charge for the year	-	5,701	-	5,701
At 31 May 2005	-	12,301	-	12,301
Net book values				
At 31 May 2005	171,538	20,596	-	192,134
At 31 May 2004	171,538	2,100	1	173,639

8. Fixed asset investments	Other unlisted investments £	Total £
Cost		
At 1 June 2004	283,225	283,225
Disposals	(283,225)	(283,225)
At 31 May 2005	-	-
Net book values		
At 31 May 2004	283,225	283,225

Pease International Limited

**Notes to the financial statements
for the year ended 31 May 2005**

..... continued

9. Debtors	2005	2004
	£	£
Trade debtors	21,609	60,146
Amount owed by connected companies	82,965	71,336
Other debtors	9,779	1,526
Prepayments and accrued income	97	2,581
	<u>114,450</u>	<u>135,589</u>
10. Creditors: amounts falling due within one year	2005	2004
	£	£
Payments received on account	16,000	5,000
Trade creditors	3,122	212
Corporation tax	-	21,610
Other taxes and social security costs	513	6,178
Accruals and deferred income	75	1,342
	<u>19,710</u>	<u>34,342</u>
11. Share capital	2005	2004
	£	£
Authorised		
1,000 Ordinary shares of 1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
2 Ordinary shares of 1 each	<u>2</u>	<u>2</u>
12. Reconciliation of movements in shareholders' funds	2005	2004
	£	£
Profit/(loss) for the year	8,415	(1,660)
Opening shareholders' funds	<u>617,898</u>	<u>619,558</u>
Closing shareholders' funds	<u>626,313</u>	<u>617,898</u>