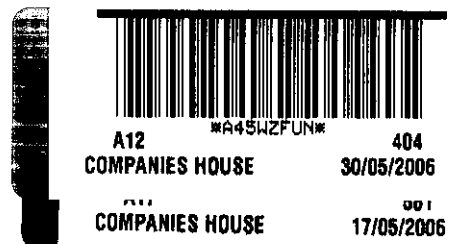


Company no. 3384773

ASDAN Educational Limited
Report and Financial Statements
31 August 2005



53

ASDAN Educational Limited

Legal and administrative details

For the year ended 31 August 2005

Status The organisation is a company limited by share capital, incorporated on 11 June 1997

Company number 3384773

Registered office and operational address Wainbrook House
Hudds Vale Road
St George
Bristol
BS5 7HY

Directors D Brockington
B Fletcher
B Hobbs
R White

Bankers	Triodos Bank Brunel House 11 The Promenade Bristol BS8 3NN	HSBC Park Avenue Aztec West Almondsbury Bristol BS32 4AP
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Solicitors	Bates, Wells & Braithwaite 138 Cheapside London EC2V 6BB	Fussell Wright 59 Queen Charlotte Street Bristol BS1 4HL
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ASDAN Educational Limited

Report of the directors

For the year ended 31 August 2005

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

Activities and Review

On 1 July 2004, the undertaking was transferred to ASDAN. In the year ended 31 August 2005, transactions within ASDAN Educational Limited are mainly intercompany transfers with ASDAN.

The directors and their interests

The directors who served during the year were as follows:

D Brockington
B Fletcher
B Hobbs
R White

None of the directors has any beneficial interest in the issued share capital of the company. The issued share capital of the company is held by ASDAN, a company limited by guarantee and a registered charity.

Charitable donations

The company made a charitable donation of £14,572 (2003: £96,100) to ASDAN, a registered charity, and the company's ultimate holding company.

ASDAN Educational Limited

Report of the directors

For the year ended 31 August 2005

Responsibilities of the directors

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company as at the balance sheet date and of the profit or loss for the year then ended.

In preparing those financial statements which give a true and fair view, the directors should follow best practice and:

- select suitable accounting policies and then 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
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue on that basis

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors' report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the directors on 27 January 2006 and signed on their behalf by



B Fletcher

ASDAN Educational Limited**Profit and loss account****For the year ended 31 August 2005**

	Note	2005 Total £	2004 Total £
Turnover	2	-	1,980,326
Cost of sales		-	1,001,681
Gross profit		-	978,645
Administrative expenses		(615)	(902,065)
Other operating income	3	-	15,794
Operating (loss)/profit	4	(615)	92,374
Donations received	5	-	-
Interest receivable		841	3,726
		226	96,100
Gift aid to parent undertaking		(14,572)	(96,100)
Loss on ordinary activities before taxation		(14,346)	-
Taxation	7	-	-
Loss for the financial year		(14,346)	-
Accumulated profit at the start of the year		38,773	540,193
Transfer to ASDAN on transfer of undertaking	15	-	(501,420)
Accumulated profit at the end of the year		24,427	38,773

There were no other recognised gains or losses other than the profit or loss for the year.

ASDAN Educational Limited**Balance sheet****31 August 2005**

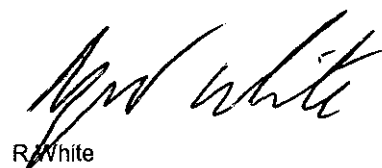
	Note	£	2005 £	2004 £
Tangible fixed assets	8		-	-
Current assets				
Stock	9	-	-	-
Debtors	10	-	-	-
Cash at bank and in hand		<u>25,922</u>	<u>38,774</u>	
		25,922	38,774	
Creditors: amounts due within 1 year	11	<u>1,494</u>	-	
Net current assets			<u>24,428</u>	<u>38,774</u>
Net assets			<u>24,428</u>	<u>38,774</u>
Capital and reserves				
Share capital	12		1	1
Profit and loss account			<u>24,427</u>	<u>38,773</u>
Total funds			<u>24,428</u>	<u>38,774</u>

It is in the opinion of the directors that:

- a) for the year ended 31 August 2005 the company was entitled to the exemption conferred by subsection 1 of section 249A(1) of the Companies Act 1985 concerning exemption from an audit.
- b) the members have not required the company to obtain an audit in accordance with Section 249B(2) of the Companies Act 1985 of its financial statements for the year ended 31 August 2005.
- c) the directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and
 - (ii) 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, in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act relating to the financial statements, so far as applicable to the company.
- d) the accounts have been prepared in accordance with the special provisions in Part VII of the Companies Act 1985 relating to small companies.

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

Approved by the directors on 27 January 2006 and signed on their behalf by



R White

ASDAN Educational Limited

Notes to the financial statements

For the year ended 31 August 2005

1. Accounting policies

a) The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards and the Companies Act 1985.

b) Turnover represents net invoiced sales of goods, exclusive of VAT.

c) Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Freehold property	4% on cost
Improvements to property	Straight line over 21 years
Equipment	33% on cost
Fixtures & fittings	20% on cost
Computer equipment	20% on cost

Items of equipment are capitalised where the purchase price exceeds £500. Depreciation costs are charged to the profit and loss account. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

d) Stocks are stated at the lower of cost and net realisable value. In general, cost is determined on a first in first out basis and includes transport and handling costs. Net realisable value is the price at which stocks can be sold in the normal course of business after allowing for the costs of realisation. Provision is made where necessary for obsolete, slow moving and defective stocks.

e) Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the profit or loss for the period.

f) Pension contributions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account. In addition, the company makes contributions on behalf of those staff members who are members of the Teacher's Pension Fund. Details can be found in note 16.

g) Leasing commitments

Rentals payable under operating leases, where substantially all the risks and rewards of ownership remain with the lessor, are charged to the statement of financial activities in the year in which they fall due.

2. Turnover

Turnover is attributable to the principal activity of the company.

3. Other operating income

	2005	2004
	£	£
Rents receivable	-	15,794

ASDAN Educational Limited

Notes to the financial statements

For the year ended 31 August 2005

4. Operating profit

This is stated after charging:

	2005	2004
	£	£
Depreciation	-	25,012
Directors' remuneration	-	95,236
Directors' reimbursed expenses	-	4,474
Auditors' remuneration:		
▪ Audit	-	4,937
▪ Under accrual for previous year	-	3,450
▪ Other services	-	2,603
Operating lease rentals:		
▪ Property	-	30,115
▪ Other	-	11,047
	<u>-</u>	<u>11,047</u>

5. Donations received

	2005	2004
	£	£
Donation from parent company	-	221,439
	<u>-</u>	<u>221,439</u>

6. Staff costs and numbers

	2005	2004
	£	£
Staff costs were as follows:		
Salaries and wages	-	719,669
Social security costs	-	63,779
Pension contributions	-	46,173
	<u>-</u>	<u>829,621</u>
Total directors emoluments were as follows:	<u>-</u>	<u>99,170</u>
The number of directors with emoluments within the following range was;		
£50,001 - £60,000	-	1
	<u>-</u>	<u>1</u>

The company director D Brockington is an employee of City of Bristol College and is seconded by the College to ASDAN Educational Ltd. ASDAN Educational Ltd pays a charge to the College for his services.

The average weekly number of employees (full-time equivalent) during the year was as follows:

	2005	2004
	No.	No.
Production	-	37.7
Sales and marketing	-	12.9
Management and administration	-	6.7
	<u>-</u>	<u>57.3</u>

ASDAN Educational Limited

Notes to the financial statements

For the year ended 31 August 2005

7. Taxation

There is no charge to corporation tax because all of the profit is transferred to the charity, ASDAN, under gift aid.

8. Tangible fixed assets

	Fixtures and fittings	Computer equipment	Freehold property £	Improvement to property £	Equipment £	Totals £
Cost						
At the start of the year	-	-	-	-	-	-
Additions in year	-	-	-	-	-	-
Disposals in year	-	-	-	-	-	-
At the end of the year	-	-	-	-	-	-
Depreciation						
At the start of the year	-	-	-	-	-	-
Charge for the year	-	-	-	-	-	-
Disposals in year	-	-	-	-	-	-
At the end of the year	-	-	-	-	-	-
Net book value						
At the end of the year	-	-	-	-	-	-
At the start of the year	-	-	-	-	-	-

9. Stock

	2005 £	2004 £
Goods for resale	-	-
	-	-

10. Debtors

	2005 £	2004 £
Trade debtors	-	-
Other debtors	-	-
Prepayments	-	-
	-	-

ASDAN Educational Limited

Notes to the financial statements

For the year ended 31 August 2005

11. Creditors : amounts due within one year

	2005 £	2004 £
Trade creditors	-	-
Amounts owed to parent company	1,494	-
Other creditors	-	-
Social security & other taxes	-	-
Accrued expenses	-	-
	<u>1,494</u>	<u>-</u>

12. Share capital

The company's share capital at the year end was:

	2005 No.	2004 No.
£1 ordinary shares:		
Authorised	100	100
Issued and fully paid	<u>1</u>	<u>1</u>

13. Operating lease commitments

The group had annual commitments at the year end under operating leases expiring as follows:

	2005		2004	
	Land and buildings	Other	Land and buildings	Other
	£	£	£	£
Over 5 years	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

14. Ultimate controlling party

The company's ultimate parent undertaking and controlling party is ASDAN, a registered charity (number: 1066927) and company limited by guarantee (number: 3426251). Copies of the consolidated financial statements are available from the Charity Commissioners. The company donates available profits to its parent undertaking.