

REPORT OF THE DIRECTOR AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 20 DECEMBER 2004
FOR
SILCHESTER ASSOCIATES LIMITED

Target Consulting Limited
Chartered Accountants
Oswald House
24 - 26 Queens Road
Reading
RG1 4AU



SILCHESTER ASSOCIATES LIMITED

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for the Year Ended 20 December 2004

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SILCHESTER ASSOCIATES LIMITED

COMPANY INFORMATION
for the Year Ended 20 December 2004

DIRECTOR: Mrs S F Waring

SECRETARY: R Karp

REGISTERED OFFICE: Oswald House
24 - 26 Queens Road
Reading
RG1 4AU

REGISTERED NUMBER: 04061233 (England and Wales)

ACCOUNTANTS: Target Consulting Limited
Chartered Accountants
Oswald House
24 - 26 Queens Road
Reading
RG1 4AU

SILCHESTER ASSOCIATES LIMITED

**REPORT OF THE DIRECTOR
for the Year Ended 20 December 2004**

The director presents her report with the financial statements of the company for the year ended 20 December 2004.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of recruitment and headhunting.

DIRECTOR

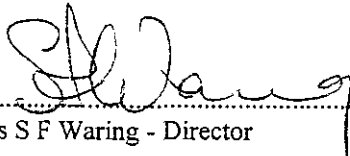
Mrs S F Waring was the sole director during the year under review.

Her beneficial interest in the issued share capital of the company was as follows:

	20.12.04	21.12.03
Ordinary £1 shares	2	2

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

ON BEHALF OF THE BOARD:


.....
Mrs S F Waring - Director

Date: 1st August 2005

SILCHESTER ASSOCIATES LIMITED

PROFIT AND LOSS ACCOUNT
for the Year Ended 20 December 2004

	Notes	20.12.04 £	20.12.03 £
TURNOVER		81,187	44,923
Cost of sales		<u>580</u>	<u>2,000</u>
GROSS PROFIT		80,607	42,923
Administrative expenses		<u>71,692</u>	<u>38,553</u>
OPERATING PROFIT	2	8,915	4,370
Interest receivable and similar income		<u>415</u>	<u>136</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		9,330	4,506
Tax on profit on ordinary activities	3	<u>-</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		9,330	4,506
RETAINED PROFIT FOR THE YEAR		<u>9,330</u>	<u>4,506</u>

The notes form part of these financial statements

SILCHESTER ASSOCIATES LIMITED

BALANCE SHEET 20 December 2004

	Notes	20.12.04 £	20.12.03 £
FIXED ASSETS			
Tangible assets	4	5,920	6,856
CURRENT ASSETS			
Debtors	5	200	4,700
Cash at bank		41,511	14,459
		<u>41,711</u>	<u>19,159</u>
CREDITORS			
Amounts falling due within one year	6	32,067	19,781
		<u>32,067</u>	<u>19,781</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>9,644</u>	<u>(622)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>15,564</u>	<u>6,234</u>
CAPITAL AND RESERVES			
Called up share capital	7	2	2
Profit and loss account	8	15,562	6,232
		<u>15,564</u>	<u>6,234</u>
SHAREHOLDERS' FUNDS		<u>15,564</u>	<u>6,234</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 20 December 2004.

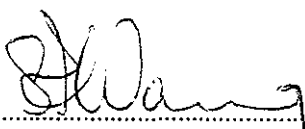
The members have not required the company to obtain an audit of its financial statements for the year ended 20 December 2004 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges her responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



 Mrs S F Waring - Director

Approved by the Board on 1st August 2005

The notes form part of these financial statements

SILCHESTER ASSOCIATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 20 December 2004

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 33% on cost

2. OPERATING PROFIT

The operating profit is stated after charging:

	20.12.04	20.12.03
	£	£
Depreciation - owned assets	<u>2,575</u>	<u>2,794</u>
Director's emoluments	<u>22,030</u>	<u>12,501</u>

3. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 20 December 2004 nor for the year ended 20 December 2003.

4. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 21 December 2003	10,600	2,513	13,113
Additions	-	1,639	1,639
At 20 December 2004	<u>10,600</u>	<u>4,152</u>	<u>14,752</u>
DEPRECIATION			
At 21 December 2003	4,736	1,521	6,257
Charge for year	1,466	1,109	2,575
At 20 December 2004	<u>6,202</u>	<u>2,630</u>	<u>8,832</u>
NET BOOK VALUE			
At 20 December 2004	<u>4,398</u>	<u>1,522</u>	<u>5,920</u>
At 20 December 2003	<u>5,864</u>	<u>992</u>	<u>6,856</u>

SILCHESTER ASSOCIATES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 20 December 2004

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	20.12.04	20.12.03
	£	£
Trade debtors	-	4,700
Other debtors	200	-
	<u>200</u>	<u>4,700</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	20.12.04	20.12.03
	£	£
Trade creditors	-	2,000
Social security and other taxes	979	2,221
VAT	3,865	-
Other creditors	26,546	14,305
Directors' current accounts	677	1,255
	<u>32,067</u>	<u>19,781</u>

7. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	20.12.04	20.12.03
			£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	20.12.04	20.12.03
			£	£
2	Ordinary	£1	<u>2</u>	<u>2</u>

8. RESERVES

	Profit and loss account
	£
At 21 December 2003	6,232
Retained profit for the year	9,330
	<u> </u>
At 20 December 2004	15,562
	<u> </u>

9. RELATED PARTY DISCLOSURES

The Company is controlled by Mrs S F Waring, a director, by virtue of a 100% controlling interest in the ordinary share capital of the Company.

**CHARTERED ACCOUNTANTS' REPORT TO THE DIRECTOR
ON THE UNAUDITED FINANCIAL STATEMENTS OF
SILCHESTER ASSOCIATES LIMITED**

In accordance with our terms of engagement and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company for the year ended 20 December 2004 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the company's director, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's director, that we have done so, and state those matters that we have agreed to state to them in this 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 and the company's director, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England & Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the Balance Sheet as at 20 December 2004 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Target Consulting Limited
Chartered Accountants
Oswald House
24 - 26 Queens Road
Reading
RG1 4AU

Target Consulting Limited

Date: 6 September 2005

SILCHESTER ASSOCIATES LIMITED

TRADING AND PROFIT AND LOSS ACCOUNT
for the Year Ended 20 December 2004

	20.12.04		20.12.03
	£	£	£
Income		81,187	44,923
Cost of sales			
Direct costs		580	2,000
GROSS PROFIT		80,607	42,923
Other income			
Deposit account interest	-		136
Interest received	415		-
		415	136
		81,022	43,059
Expenditure			
Wages	15,432		-
Directors' fees	22,030		12,501
Directors' social security	2,028		1,216
Interviewing expenses	949		1,953
Telephone	2,098		1,132
Post and stationery	2,059		119
Advertising	5,987		2,988
Motor, travelling, subsistence	8,993		8,346
Office costs	3,369		4,958
Computer expenses	3,032		-
Repairs and maintenance	-		67
Donations	100		-
Entertaining	190		-
Sundry expenses	2,088		1,454
Accountancy	700		991
Depreciation of tangible fixed assets	2,575		2,794
		71,630	38,519
		9,392	4,540
Finance costs			
Bank charges		62	34
NET PROFIT		9,330	4,506