

TORWOOD EDUCATIONAL SERVICES LIMITED

**DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2003**

CONTENTS	PAGE
Director's Report	2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	5

COMPANY INFORMATION

Director: Jacquelyn Brown

Company Secretary: Richard James Brown

Registered Office: 86 Upper North Street
Brighton
BN1 3FL



Company Number 04543655 (England and Wales)

TORWOOD EDUCATIONAL SERVICES LIMITED

DIRECTOR'S REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2003

The director presents her report and the financial statements of the company for the period ended 30 September 2003.

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period, which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing those financial statements, the directors are required to select suitable accounting policies and then apply them consistently; make judgements and estimates that are reasonable and prudent; prepare financial statements 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 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.

Principal activity

The principal activity of the company during the period was that of educational consultants.

Director

The director who served during the period and her beneficial interest in the company's issued share capital was as follows:-

Ordinary shares of £1 each 30/09/03

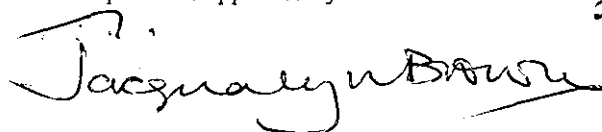
Jacquelyn Brown

1

Small Company Rules

This report has been 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 on 27 March 2004 and signed on its behalf.



Jacquelyn Brown
Director

TORWOOD EDUCATIONAL SERVICES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 30 SEPTEMBER 2003

	Note	2003
Turnover	2	35,132
Administrative Expenses:		
Directors remuneration		16,163
Employer's national insurance		1,329
Use of home as office		780
Printing, Postage and stationery		469
Telephone		693
Motor and travelling expenses		1,252
Entertaining		71
Formation expenses		118
Legal and professional		15
Accountancy fees		587
Continuing professional education		1,440
Bank charges		8
Depreciation		<u>367</u>
		23,292
Operating Profit		<u>11,840</u>
Tax on profit on ordinary activities	3	<u>(220)</u>
Profit on ordinary activities after taxation		11,620
Dividends		-
Retained profit carried forward		<u><u>£11,620</u></u>

The notes on page 5 form part of these financial statements.

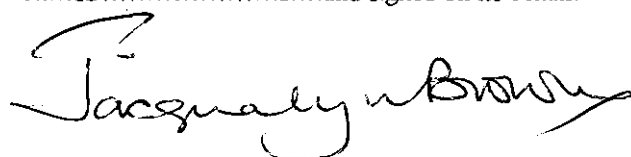
TORWOOD EDUCATIONAL SERVICES LIMITED

BALANCE SHEET AS AT 30 SEPTEMBER 2003

	Note	2003
Fixed Assets		
Tangible assets		1,101
Current Assets		
Trade debtors		4,667
Other debtors		32
Cash at bank		<u>8,685</u>
		13,384
Creditors: Amounts falling due within one year		
Corporation Tax	220	
Accruals	602	
Other taxes and Social Security	242	
Directors loan account	<u>1,800</u>	<u>2,864</u>
Net Current Assets		10,520
Total assets less current liabilities		<u>£11,621</u>
Capital and Reserves		
Called up share capital	5	1
Profit and loss account		11,620
Shareholders' Funds		<u>£11,621</u>

The director considers that the company is entitled to exemption for the requirement to have an audit under the provisions of Section 249A(1) of the Companies Act 1985. No notice requiring an audit for the period ended 30 September 2003 has been deposited under Section 249B(2) of the Companies Act 1985. The director acknowledges her responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the period in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The financial statements which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002) were approved by the Board on 27 March 2004 and signed on its behalf.



Jacquelyn Brown
Director

The notes on page 5 form part of these financial statements.

TORWOOD EDUCATIONAL SERVICES LIMITED

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 30 SEPTEMBER 2003

1. **Accounting Policies**

Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover comprises the invoiced value of goods and services supplied by the company.

Depreciation

Depreciation is charged at a rate of 25% on the reducing balance method.

2. **Turnover**

In the period to 30 September 2003, 100% of the company's turnover was derived from the company's principal activity.

3. **Taxation**

2003

U.K. Corporation

220

4. **Share Capital**

Authorised

1,000 Ordinary Shares of £1 each

£ 1,000

Allotted, Called Up and Fully Paid

1 Ordinary Shares of £1 each

£ 1