

CERES NURSERY LIMITED

**REPORT OF THE DIRECTOR
AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 AUGUST 2006**

5068959



CERES NURSERY LIMITED

FINANCIAL STATEMENTS

For the year ended 30 August 2006

Contents	Page
Company information	1
Directors' report	2
Accountants' report	3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6 - 9

CERES NURSERY LIMITED

Page 1

COMPANY INFORMATION

At 30 August 2006

Directors :	R Shannon S Costa
Secretary :	S Costa
Registered Number :	5065959
Registered Office :	Former Mortlake Green School Lower Richmond Road Mortlake London SW14 7HJ
Accountants :	Reed Accounts & Tax Limited Chartered Accountants Hallings Hatch Parkgate Road Newdigate Dorking Surrey RH5 5DY

DIRECTORS' REPORT

The director presents his annual report with the financial statements of the company for the year ended 30 August 2006

Principal activities

The principal activity of the company in the year under review was that of preschool activity and daycare for young children

Review of the business

The net profit for the year, before providing for taxation, amounted to £75 426

There was nothing significant to report for the year under review

Directors and their interests

The director in office in the year and his beneficial interests in the company at the balance sheet date was as follows

		Number of shares	
		30 August 2006	30 August 2005
R Shannon	Ordinary shares of £1 each	1	1
S Costa	Ordinary shares of £1 each	1	1

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 as at the end of the financial period 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 apply them consistently,
- make judgements that are reasonable and prudent,
- prepare the 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 maintaining 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

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

By order of the board


R Shannon

Director

Dated

18 July 2007.

**CHARTERED ACCOUNTANT'S REPORT TO THE BOARD OF DIRECTORS ON THE
UNAUDITED FINANCIAL STATEMENTS OF CERES NURSERY LIMITED**


In accordance with your instructions, and in order to assist you to fulfil your statutory responsibilities, we have compiled the unaudited financial statements for the year ended 30 August 2006 from the accounting records and information and explanations supplied

This report is made to the company's board of directors, as a body. 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 board of directors 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 board of directors, as a body, for our work or for this report.

We have carried out our work in accordance with technical guidance issued by the Institute of Chartered Accountants in England and 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 your duty to ensure that the company has kept proper accounting records and to prepare financial statements, for the year ended 30 August 2006, 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.



Reed Accounts & Tax Limited
t/a Reed & Co
Chartered Accountants
Hallings Hatch
Parkgate Road
Newdigate
Dorking
Surrey
RH5 5DY

Dated

19/02/07

CERES NURSERY LIMITED

Page 4

PROFIT AND LOSS ACCOUNT
For the year ended 30 August 2006

		Year ended 30 August 2006	Year ended 30 August 2005
	Notes		£ £
Turnover		437,210	
Direct costs		34,161	
Gross profit		403,049	
Administrative expenses		308,362	
Profit/(loss) on ordinary activities before interest	2	94,687	
Investment income and interest receivable		407	
Interest income payable		(19,668)	
Profit/(loss) on ordinary activities before taxation		75,426	
Tax on profit on ordinary activities	3	23,712	
Profit/ (loss) for the financial year after taxation		51,714	
Dividends	4	0	
Retained profit/(loss) for the year		51,714	

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

BALANCE SHEET**As at 30 August 2006**

	Notes	As at 30 August 2006	As at 30 August 2005 £
Fixed assets			
Intangible assets	5	292,499	345,084
Tangible assets	6	24,045	15,045
		<u>316,544</u>	<u>360,129</u>
Current assets			
Stock		5,000	5,000
Debtors	7	51,624	5,984
Short term investments		10,000	10,000
Cash at bank and in hand		3,517	22,836
		<u>70,141</u>	<u>43,820</u>
Creditors			
Amounts falling due within one year	8	(57,142)	(341,404)
Net current liabilities		<u>12,999</u>	<u>(297,584)</u>
Total assets less current liabilities		329,543	62,545
Creditors			
Amounts falling due after more than one year	9	(215,285)	0
		<u>114,258</u>	<u>62,545</u>
Capital and reserves			
Called up share capital	10	2	2
Profit and loss account - deficit	11	114,257	62,543
Total shareholders' funds/deficit	12	<u>114,259</u>	<u>62,545</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and comply with the Financial Reporting Standard for Smaller Entities

The director considers that the company is entitled to exemption from the requirement to have an audit under the provisions of s 249a(1) of the Companies Act 1985. No notice has been deposited under s 249b(2) of the Companies Act 1985.

The directors acknowledge their responsibility for ensuring that the company keeps accounting records which comply with s 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 30 August 2006 and of its profit for the period then ended in accordance with the requirements of s 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

By Order of the Board

R Shannon - Director

Dated

18 July 2007

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

NOTES TO THE FINANCIAL STATEMENTS**For the year ended 30 August 2006****1. Statement of accounting policies****Accounting convention**

The financial statements have been prepared under the historical cost convention

Cash flow

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such under Financial Reporting Standard 1 'Cash Flow Statements'

Turnover

Turnover represents the total invoice value of goods sold and services rendered during the year

Amortisation of intangible fixed assets

Goodwill, at cost, is amortised equally over 10 years

Depreciation of tangible fixed assets

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

Nursery and office equipment	15% of written down value
Furniture and fittings	15% of written down value

2. Operating (loss)/profit

The operating profit is stated after charging

	30 August 2006	30 August 2005
	£	£
Amortisation of intangible fixed assets	52,585	
Depreciation of fixed assets	4,244	
Directors emoluments and other benefits	0	

NOTES TO THE FINANCIAL STATEMENTS**For the year ended 30 August 2006****3. Taxation**

The tax charge on the profit on ordinary activities for the year is as follows

	30 August 2006	30 August 2005
	£	£
Current year taxation		
UK Corporation tax at 19%	14,330	11,690
Reconciling items		
Disallowable items	10,892	
Capital allowances	(1,510)	
Tax on profit on ordinary activities	23,712	11,690

4. Dividends

	30 August 2006	30 August 2005
	£	£
Dividends paid during the year	0	0
Dividend are comprised as follows		
Interim dividend	0	0
Final dividend	0	0

5 Intangible fixed assets

	Goodwill	Total
	£	£
Cost :		
Cost brought forward	365,624	365,624
Additions	0	0
Cost at 30 August 2006	365,624	365,624
Amortisation :		
Brought forward	20,540	20,540
Charge for the period	52,585	52,585
Accumulated amortisation at 30 August 2006	73,125	73,125
Net book value :		
At 30 August 2006	292,499	292,499
At 30 August 2005	345,084	345,084

NOTES TO THE FINANCIAL STATEMENTS**For the year ended 30 August 2006****6. Tangible fixed assets**

	Nursery & office equipment	Furniture & fittings £	Total £
Cost :			
Cost brought forward	11,250	6,450	17,700
Additions	2,745	10,499	13,244
Cost at 30 August 2006	13,995	16,949	30,944
Depreciation :			
Brought forward	1,687	968	2,655
Charge for the period	1,847	2,397	4,244
Accumulated depreciation at 30 August 2006	3,534	3,365	6,899
Net book value :			
At 30 August 2006	10,461	13,584	24,045
At 30 August 2005	9,563	5,482	15,045

7. Debtors

	30 August 2006 £	30 August 2005 £
Due within one year		
Trade debtors	2,289	
Prepayments	1,666	
Other debtors	47,669	
	51,624	

8. Creditors - amounts falling due within one year

	30 August 2006 £	30 August 2005 £
Corporation tax	23,712	
Other taxes and social security	8,711	
Trade creditors	11,309	
Directors loan account	12,000	
Accruals	1,410	
	57,142	

NOTES TO THE FINANCIAL STATEMENTS**For the year ended 30 August 2006****9. Creditors : amounts falling due after more than one year**

	30 August 2006	30 August 2005
	£	£
Bank loans	140,511	
Other loans	2,562	
Directors loan account	72,212	
	<u>215,285</u>	

10. Share capital

	30 August 2006	30 August 2005
	£	£
Authorised shares		
Ordinary shares of £1 each	1,000	1,000
Allotted, issued and fully paid		
Ordinary shares of £1 each	2	2

11. Profit and loss account

	30 August 2006	30 August 2005
	£	£
Accumulated reserves/deficit brought forward	62,543	0
Profit for year	51,714	62,543
Accumulated reserves as at 30 August 2006	<u>114,257</u>	<u>62,543</u>

12. Movement in shareholders funds

	30 August 2006	30 August 2005
	£	£
Shareholders funds at start of year	62,545	0
Shares issued during the year	0	2
Profit for year	51,714	62,543
Shareholders funds at 30 August 2006	<u>114,259</u>	<u>62,545</u>

13. Related party transactions

The company is wholly owned by Mr R Shannon and Ms Costa (both directors) No one shareholder has overall control

Included in creditors is a balance due to Mr R Shannon and Ms S Costa of £84,212