

**I & L CONSULTANCY LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD
26 AUGUST 2004 TO 31 AUGUST 2005**

Perrys
Chartered Accountants
34 Threadneedle Street
London
EC2R 8AY



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FOR THE PERIOD 26 AUGUST 2004 TO 31 AUGUST 2005**

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I & L CONSULTANCY LIMITED

**COMPANY INFORMATION
FOR THE PERIOD 26 AUGUST 2004 TO 31 AUGUST 2005**

DIRECTORS: I G Dixon
Ms L A Ward

SECRETARY: Ms L A Ward

REGISTERED OFFICE: 19/21 Swan Street
West Malling
Kent
ME19 6JU

REGISTERED NUMBER: 5215210

ACCOUNTANTS: Perrys
Chartered Accountants
34 Threadneedle Street
London
EC2R 8AY

I & L CONSULTANCY LIMITED

REPORT OF THE DIRECTORS FOR THE PERIOD 26 AUGUST 2004 TO 31 AUGUST 2005

The directors present their report with the financial statements of the company for the period 26 August 2004 to 31 August 2005.

INCORPORATION

The company was incorporated on 26 August 2004 and commenced trading on 1 October 2004.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of a management company.

DIRECTORS

The directors during the period under review were:

I G Dixon
Ms L A Ward

The beneficial interests of the directors holding office on 31 August 2005 in the issued share capital of the company were as follows:

	31.8.05	at date of appointment
Ordinary £1 shares		
I G Dixon	1	1
Ms L A Ward	2	2
Ordinary A £1 shares		
I G Dixon	1	1
Ms L A Ward	-	-
Ordinary B £1 shares		
I G Dixon	-	-
Ms L A Ward	1	1

Both the directors, being eligible, offer themselves for election at the forthcoming first Annual General Meeting.

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:



I G Dixon - Director

20 March 2006

I & L CONSULTANCY LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE PERIOD 26 AUGUST 2004 TO 31 AUGUST 2005**

	Notes	£
TURNOVER		99,809
Administrative expenses		10,884
OPERATING PROFIT	2	88,925
Interest receivable and similar income		74
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		88,999
Tax on profit on ordinary activities	3	16,910
PROFIT FOR THE FINANCIAL PERIOD AFTER TAXATION		72,089
Dividends		54,968
RETAINED PROFIT FOR THE PERIOD		17,121

The notes form part of these financial statements

I & L CONSULTANCY LIMITED**BALANCE SHEET**
31 AUGUST 2005

	Notes	£	£
FIXED ASSETS			
Investments	4		16
CURRENT ASSETS			
Debtors	5	17,984	
Cash at bank		17,379	
		<u>35,363</u>	
CREDITORS			
Amounts falling due within one year	6	18,253	
		<u></u>	
NET CURRENT ASSETS			<u>17,110</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>17,126</u>
CAPITAL AND RESERVES			
Called up share capital	7		5
Profit and loss account	8		17,121
			<u>17,126</u>
SHAREHOLDERS' FUNDS			<u>17,126</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the period ended 31 August 2005.

The members have not required the company to obtain an audit of its financial statements for the period ended 31 August 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their 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:

Ms L A Ward - Director

Approved by the Board on 20 March 2006

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 26 AUGUST 2004 TO 31 AUGUST 2005**

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 services, excluding value added tax.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. OPERATING PROFIT

The operating profit is stated after charging:

	£
Directors' emoluments and other benefits etc	<u>6,874</u>

3. TAXATION**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the period was as follows:

	£
Current tax:	
UK corporation tax	<u>16,910</u>
Tax on profit on ordinary activities	<u>16,910</u>

4. FIXED ASSET INVESTMENTS

	Unlisted investments £
COST	
Additions	<u>16</u>
At 31 August 2005	<u>16</u>
NET BOOK VALUE	
At 31 August 2005	<u>16</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Other debtors	<u>17,984</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Taxation and social security	16,910
Other creditors	<u>1,343</u>
	<u>18,253</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 26 AUGUST 2004 TO 31 AUGUST 2005

7. CALLED UP SHARE CAPITAL

Authorised: Number:	Class:	Nominal value:	£
800	Ordinary	£1	800
100	Ordinary A	£1	100
100	Ordinary B	£1	100
			<u>1,000</u>

Allotted, issued and fully paid: Number:	Class:	Nominal value:	£
3	Ordinary	£1	3
1	Ordinary A	£1	1
1	Ordinary B	£1	1
			<u>5</u>

8. RESERVES

	Profit and loss account £
Retained profit for the period	<u>17,121</u>
At 31 August 2005	<u>17,121</u>

9. TRANSACTIONS WITH DIRECTORS

Included in other creditors is a directors' loan account balance of £543.

10. RELATED PARTY DISCLOSURES

During the year the company sold services totalling £98,100 to Next Step Fostering Services Limited, a connected company. At the year end the company was owed £17,984 by Next Step Fostering Services Limited.

11. CONTROLLING PARTY

The company is controlled by L Ward by virtue of her shareholdings as described in the directors' report