

Company Registration No. 2433565 (England and Wales)

4CHILDREN (TRADING) LIMITED

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2009**

FRIDAY



AMX3SGHL

A24

08/01/2010

374

COMPANIES HOUSE

4CHILDREN (TRADING) LIMITED
Formerly KIDS' CLUBS NETWORK (TRADING) LTD

COMPANY INFORMATION

Directors

Ms A Longfield OBE
Ms H Mosienko
Ms P O'Byrne
Mr J R Cove
Mr C A F Gale

Secretary and registered office

Mr C Ellis
City Reach
5 Greenwich View Place
London
E14 9NN

Company number

2433565

Auditors

Saffery Champness
Lion House
Red Lion Street
London
WC1R 4GB

4CHILDREN (TRADING) LIMITED
Formerly KIDS' CLUBS NETWORK (TRADING) LTD

CONTENTS	Page
Report of the directors	1
Report of the auditors	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5-7

4CHILDREN (TRADING) LIMITED
Formerly KIDS' CLUBS NETWORK (TRADING) LTD

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2009

The directors present their report and the financial statements for the year ended 31 March 2009.

Directors' Responsibilities

The directors present their report and financial statements for each financial year 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; and
- 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 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.

In the case of each of the persons who are directors at the time when this report is approved, the following applies:

- a) so far as the director is aware, there is no relevant audit information of which the company's auditors are unaware; and
- b) the director has taken all the steps that he ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Principal activities and review of the business

The principal activity during the year was the provision of childcare services. The company has entered into a gift aid arrangement under which the whole of its taxable profit in any accounting period is donated to the parent charity. The company changed its name from Kid's Club Network (Trading) Limited on 29 February 2008.

Directors

The directors listed below held office during the whole of the period from 1 April 2008 to the date of this report unless otherwise stated:

Ms A Longfield
Ms H Mosienko
Ms P O'Byrne
Mr J R Cove
Mr C A F Gale

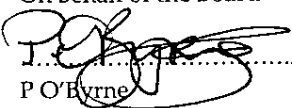
None of the directors has any beneficial interest in the share capital of the company.

Auditors

Saffery Champness have expressed their willingness to remain as auditors of the company.

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

On behalf of the Board


P O'Byrne
Director

12.12.2009

4CHILDREN (TRADING) LIMITED
Formerly KIDS' CLUBS NETWORK (TRADING) LTD

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the financial accounts on pages 3 to 7. Those financial statements have been prepared under the historical cost convention and the accounting policies set out on page 5 and the Financial Reporting Standard for Smaller Entities (effective January 2007).

Respective responsibilities of the directors and auditors

As described in the statement of directors' responsibilities on page 1, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985 and whether, in our opinion, the information given in the Directors' Annual Report is consistent with the financial statements. We also report to you if, in our opinion the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if the information specified by law regarding the directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it or material inconsistencies with the financial statements.

Basis of audit opinion

We conducted our audit in accordance with the International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we consider necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities, of the state of affairs of the company as at 31 March 2009 and of its profit for the year then ended; and
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the directors' report is consistent with the financial statements.

Saffery Champness
Saffery Champness

Chartered Accountants
Registered Auditors

Lion House
Red Lion Street
London
WC1R 4GB

4.01 / 2009

4CHILDREN (TRADING) LIMITED
Formerly KIDS' CLUBS NETWORK (TRADING) LTD

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2009

	Notes	2009 £	2008 £
Turnover	2	3,860,150	3,582,170
Cost of sales		(843,915)	(804,807)
Gross profit		3,016,235	2,777,363
Administrative expenses		(2,132,462)	(2,180,793)
Operating profit	3	883,773	596,570
Interest payable and similar expenses		(1,213)	(115)
Payment under Gift Aid		(882,560)	(596,455)
Profit on ordinary activities after taxation		-	-

All amounts relate to continuing activities.

There are no movements of shareholders' funds apart from the profit for the year.

The notes on pages 5 to 7 form part of these financial statements.

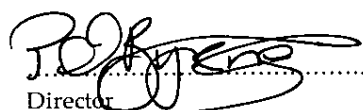
4CHILDREN (TRADING) LIMITED
Formerly KIDS' CLUBS NETWORK (TRADING) LTD

BALANCE SHEET
AT 31 MARCH 2009

	Notes	2009		2008	
		£	£	£	£
Fixed assets					
Tangible assets	5		65,280		62,948
Investments	11		<u>1</u>		<u>1</u>
			65,281		62,949
Current assets					
Stock	6	131,265		117,814	
Debtors	7	914,002		685,132	
Cash at bank and in hand		<u>7,456</u>		<u>6,236</u>	
		1,052,723		809,182	
Creditors: amounts falling due within one year	8	<u>(1,117,904)</u>		<u>(872,031)</u>	
Net current (liabilities)			(65,181)		(62,849)
Total assets less current liabilities			<u>100</u>		<u>100</u>
Capital and reserves					
Called up share capital	9		<u>100</u>		<u>100</u>
Equity shareholders' funds	9		<u>100</u>		<u>100</u>

These accounts have been prepared in accordance with the special provisions of part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (January 2007) relating to small companies.

Approved by the Board on 12 / 2 . 2009.


 Director

The notes on pages 5 to 7 form part of these financial statements.

Company Registration No. 2433565 (England and Wales)

4CHILDREN (TRADING) LIMITED
Formerly KIDS' CLUBS NETWORK (TRADING) LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2009

1 Accounting policies

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (January 2007). These financial statements have been prepared on a going concern basis. The company has not produced a cashflow statement on the grounds that as a small company it is exempt. The following principal accounting policies have been applied:

1.1 Turnover

Turnover represents sales to outside customers at invoiced amounts net of value added tax.

1.2 Depreciation

Depreciation is provided to write off the cost, less estimated residual value, of all fixed assets, evenly over their expected useful lives. It is calculated at the following rates:

Website development costs	25% per annum
Computer equipment	25% per annum
Fixtures and fittings	25% per annum
Accounting system	25% per annum

Website development costs have been capitalised in accordance with UITF Abstract 29. This policy is considered to be appropriate because significant enhancements have been made to develop the website into a major source of income generation for the company.

1.3 Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is based on cost of purchase on a first in, first out basis. Net realisable value is based on estimated selling price.

2 Turnover

Turnover is attributable to the one principal activity of the company which arose wholly in the United Kingdom.

3 Operating profit	2009	2008
	£	£

The operating profit is stated after charging:

Auditors' remuneration - audit fees this year	6,000	10,000
Depreciation - own tangible assets	34,047	59,307
	<hr/>	<hr/>

4 Taxation

The company is liable to taxation on its taxable profits. However, no tax provision is included in these accounts as the profits were paid by gift aid to the ultimate parent company (see note 11) reducing the taxable profit to £nil for the year.

4CHILDREN (TRADING) LIMITED
Formerly KIDS' CLUBS NETWORK (TRADING) LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2009

5	Tangible fixed assets	Website development £	Computer equipment £	Fixtures and fittings £	Accounting system £	Total £
	Cost					
	At 1 April 2008	26,214	117,949	87,207	59,047	290,417
	Additions	16,710	12,234	7,435	-	36,379
	At 31 March 2009	42,924	130,183	94,642	59,047	326,796
	Depreciation					
	At 1 April 2008	21,367	95,715	82,250	28,137	227,469
	Charge for the year	4,496	10,914	3,901	14,736	34,047
	At 31 March 2009	25,863	106,629	86,151	42,873	261,516
	Net book value					
	At 31 March 2009	17,061	23,554	8,491	16,174	65,280
	At 31 March 2008	4,847	22,234	4,957	30,910	62,948
6	Stock				2009 £	2008 £
	Stock of publications				131,265	117,814
7	Debtors				2009 £	2008 £
	Trade debtors				543,406	447,977
	Other debtors				353,475	208,485
	Prepayments				17,121	28,670
					914,002	685,132
8	Creditors: amounts falling due within one year				2009 £	2008 £
	Trade creditors				577,773	473,376
	Other taxes and social security				67,174	8,989
	Deferred income				143,860	1,240
	Accruals				174,665	148,375
	Amounts owed to parent undertaking				154,432	240,051
					1,117,904	872,031

4CHILDREN (TRADING) LIMITED
Formerly KIDS' CLUBS NETWORK (TRADING) LTD

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2009

9 Shareholders funds

	Profit and loss account £	Share capital £	Total £
As at 1 April 2008	-	100	100
As at 31 March 2009	-	100	100
The share capital comprises:		2009 £	2008 £
Authorised			
100 Ordinary shares of £1 each		100	100
Allotted, issued, called up and fully paid			
100 Ordinary shares of £1 each		100	100

10 **Contingent liability**

The bank overdraft of the parent company, 4Children, is secured by a cross guarantee over the assets of the charity and both of its subsidiaries. Big Issue Investment Ltd has a debenture ranking behind the bank on 4Children (Trading) Limited but has first lien on 4Children and 4Children Direct Limited, the latter being a subsidiary of 4Children (Trading) Limited (see note 11).

11 **Investments and ultimate parent undertaking**

4Children (Trading) Limited owns 100% of the issued share capital of 4Children (Direct) Limited, a company registered in England and Wales (Registered company No. 5133622).

4Children (Trading) Limited is exempt from preparing consolidated accounts under S 228 of the Companies Act 1985. The company is also, as a wholly owned subsidiary under FRS 8, exempt from disclosing transactions with other group companies.

The ultimate parent undertaking is 4Children, a charitable company registered in England and Wales (Registered Company No. 1789253). 4Children owns 100% of the issued share capital of 4Children (Trading) Limited which has gift aided its entire taxable profit totalling £882,560 to the charity. Group accounts may be obtained from 4Children, City Reach, 5 Greenwich View Place, London E14 9NN.