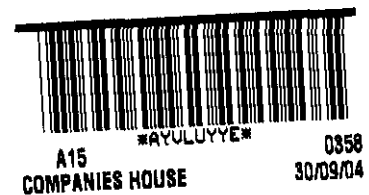


Company Registration No. 2896233 (England and Wales)

INTERNATIONAL ROAD SAFETY TRAINING LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2003



Faulkner House
Victoria Street
St Albans
Hertfordshire
AL1 3SE

Rayner Essex
Chartered Accountants

INTERNATIONAL ROAD SAFETY TRAINING LIMITED

COMPANY INFORMATION

Director	Anna Henderson
Secretary	G A Thomson
Company number	2896233
Registered office	20a Ladysmith Road St Albans Herts AL3 5QA
Accountants	Rayner Essex Faulkner House Victoria Street St Albans Hertfordshire AL1 3SE

INTERNATIONAL ROAD SAFETY TRAINING LIMITED

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INTERNATIONAL ROAD SAFETY TRAINING LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2003

The director presents her report and financial statements for the year ended 31 December 2003.

Principal activities

The principal activity of the company continued to be that of running road safety training courses.

Director

The following director has held office since 1 January 2003:

Anna Henderson

Director's interests

The director's interest in the shares of the company was as stated below:

	Ordinary shares of £ 1 each	
	31 December 2003	1 January 2003
Anna Henderson	100	100

Director's responsibilities

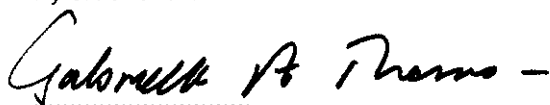
Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable her to ensure that the financial statements comply with the Companies Act 1985. She is 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.

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



G A Thomson

Secretary

23rd September 2004

INTERNATIONAL ROAD SAFETY TRAINING LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2003

	Notes	2003 £	2002 £
Turnover		263,848	204,579
Cost of sales		(103,891)	(89,021)
Gross profit		<u>159,957</u>	<u>115,558</u>
Administrative expenses		(56,398)	(61,938)
Operating profit	2	<u>103,559</u>	<u>53,620</u>
Other interest receivable and similar income	3	2,110	518
Interest payable and similar charges		(1,012)	-
Profit on ordinary activities before taxation		<u>104,657</u>	<u>54,138</u>
Tax on profit on ordinary activities	4	(21,633)	(10,740)
Profit on ordinary activities after taxation		<u>83,024</u>	<u>43,398</u>
Dividends	5	(137,000)	(40,000)
Retained (loss)/profit for the year	11	<u>(53,976)</u>	<u>3,398</u>

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

INTERNATIONAL ROAD SAFETY TRAINING LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2003

	Notes	2003 £	£	2002 £	£
Fixed assets					
Tangible assets	6		14,008		16,686
Current assets					
Debtors	7	3,889		1,417	
Cash at bank and in hand		161,709		92,845	
		<u>165,598</u>		<u>94,262</u>	
Creditors: amounts falling due within one year	8	<u>(150,258)</u>		<u>(27,840)</u>	
Net current assets			15,340		66,422
Total assets less current liabilities			<u>29,348</u>		<u>83,108</u>
Provisions for liabilities and charges	9		(371)		(155)
			<u>28,977</u>		<u>82,953</u>
Capital and reserves					
Called up share capital	10		100		100
Profit and loss account	11		28,877		82,853
Shareholders' funds - equity interests	12		<u>28,977</u>		<u>82,953</u>

In preparing these financial statements:

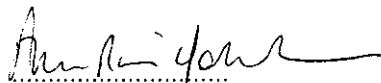
- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges her responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, 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.

INTERNATIONAL ROAD SAFETY TRAINING LIMITED

BALANCE SHEET (CONTINUED) AS AT 31 DECEMBER 2003

The financial statements were approved by the Board on 23rd September 2004.



Anna Henderson
Director

INTERNATIONAL ROAD SAFETY TRAINING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2003

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable accounting standards.

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Trailers	25% reducing balance
General equipment	25% reducing balance
Office equipment	25% reducing balance
Motor vehicles	25% reducing balance

1.5 Deferred taxation

The accounting policy in respect of deferred tax reflects the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.6 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Operating profit

	2003	2002
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	4,671	5,564
Director's emoluments	8,639	14,140
and after crediting:		
Profit on disposal of tangible assets	-	(404)
Profit on foreign exchange transactions	(6)	(5)
	<u> </u>	<u> </u>

INTERNATIONAL ROAD SAFETY TRAINING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2003

3	Investment income	2003	2002
		£	£
	Bank interest	2,106	518
	Other interest	4	-
		<u>2,110</u>	<u>518</u>
4	Taxation	2003	2002
		£	£
	Domestic current year tax		
	U.K. corporation tax	21,417	10,585
	Current tax charge	<u>21,417</u>	<u>10,585</u>
	Deferred tax		
	Deferred tax charge/credit current year	216	155
		<u>21,633</u>	<u>10,740</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	104,657	54,138
		<u>104,657</u>	<u>54,138</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 19.00% (2002: 19.25%)	19,885	10,422
		<u>19,885</u>	<u>10,422</u>
	Effects of:		
	Non deductible expenses	158	115
	Depreciation add back	887	993
	Capital allowances	(962)	(945)
	Other tax adjustments	1,449	-
		<u>1,532</u>	<u>163</u>
	Current tax charge	<u>21,417</u>	<u>10,585</u>
5	Dividends	2003	2002
		£	£
	Ordinary interim paid	37,000	40,000
	Ordinary final proposed	100,000	-
		<u>137,000</u>	<u>40,000</u>

INTERNATIONAL ROAD SAFETY TRAINING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2003

6 Tangible fixed assets

	Trailers	General equipment	Office equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 January 2003	5,417	1,028	5,704	15,195	27,344
Additions	-	1,103	890	-	1,993
	<u>5,417</u>	<u>2,131</u>	<u>6,594</u>	<u>15,195</u>	<u>29,337</u>
At 31 December 2003	5,417	2,131	6,594	15,195	29,337
Depreciation					
At 1 January 2003	2,371	682	3,806	3,799	10,658
Charge for the year	762	363	697	2,849	4,671
	<u>3,133</u>	<u>1,045</u>	<u>4,503</u>	<u>6,648</u>	<u>15,329</u>
At 31 December 2003	3,133	1,045	4,503	6,648	15,329
Net book value					
At 31 December 2003	<u>2,284</u>	<u>1,086</u>	<u>2,091</u>	<u>8,547</u>	<u>14,008</u>
At 31 December 2002	<u>3,046</u>	<u>346</u>	<u>1,898</u>	<u>11,396</u>	<u>16,686</u>

7 Debtors	2003 £	2002 £
Trade debtors	-	7
Other debtors	3,889	1,410
	<u>3,889</u>	<u>1,417</u>

8 Creditors: amounts falling due within one year	2003 £	2002 £
Trade creditors	4,832	1,733
Taxation and social security	33,367	22,386
Other creditors	112,059	3,721
	<u>150,258</u>	<u>27,840</u>

INTERNATIONAL ROAD SAFETY TRAINING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2003

9 Provisions for liabilities and charges

	Deferred tax liability £
Balance at 1 January 2003	155
Profit and loss account	216
	<u>371</u>
Balance at 31 December 2003	<u>371</u>

The deferred tax liability is made up as follows:

	2003 £	2002 £
Accelerated capital allowances	<u>371</u>	<u>155</u>

10 Share capital

	2003 £	2002 £
Authorised		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

11 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2003	82,853
Retained loss for the year	(53,976)
	<u>28,877</u>
Balance at 31 December 2003	<u>28,877</u>

INTERNATIONAL ROAD SAFETY TRAINING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2003

12 Reconciliation of movements in shareholders' funds	2003 £	2002 £
Profit for the financial year	83,024	43,398
Dividends	(137,000)	(40,000)
Net (depletion in)/addition to shareholders' funds	(53,976)	3,398
Opening shareholders' funds	82,953	79,555
Closing shareholders' funds	28,977	82,953

13 Control

The company was ultimately controlled throughout the year by Ms A M Henderson, the director and sole shareholder.

14 Related party transactions

At 31 December 2003, the company owed A Henderson £3,334 (2002: £3,455) via the director's current account. This is included within other creditors.