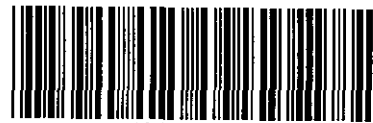


COMPANY REGISTRATION NUMBER 3192262

THE CREATIVE LEAP LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30TH APRIL 2006

TUESDAY



AJQ32N1C

A09

13/02/2007

285

COMPANIES HOUSE

THE CREATIVE LEAP LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 30TH APRIL 2006

CONTENTS	PAGE
The directors' report	1
Independent auditor's report to the shareholders	3
<i>Profit and loss account</i>	5
Balance sheet	6
Notes to the financial statements	7

THE CREATIVE LEAP LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 30TH APRIL 2006

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 30th April 2006.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

On 30th April 2005 the benefit of the business carried on by the company was transferred to Creative Leap Services Limited Liability Partnership as described in note 13 to the financial statements.

The principal activity of the company during the year was to act as the undisclosed agent of Creative Leap Services Limited Liability Partnership whose principal activity is that of brand development and communication.

The directors are satisfied with the current performance of the business and are of the opinion that the current level of activity will continue for the foreseeable future.

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £0.01 each	
	At 30 April 2006	At 1 May 2005
Mr T Bradford	708,215	708,215
Mr M Chittenden	708,215	708,215
Mr D Gray	708,215	708,215
Mr M Caldwell	<u>375,355</u>	<u>375,355</u>

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors 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 year.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on pages 7 to 8, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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 that 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. The directors 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.

THE CREATIVE LEAP LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 30TH APRIL 2006

In so far as the directors are aware:

- there is no relevant audit information of which the company's auditors are unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITOR

A resolution to re-appoint PRB Martin Pollins LLP as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
Kingfisher Hosue
Hurstwood Grange
Hurstwood Lane
Haywards Heath
West Sussex
RH17 7QX

Signed on behalf of the directors



T Bradford
Director

Approved by the directors on

29.1.07

THE CREATIVE LEAP LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF THE CREATIVE LEAP LIMITED

YEAR ENDED 30TH APRIL 2006

We have audited the financial statements of The Creative Leap Limited for the year ended 30th April 2006 on pages 5 to 12, which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005) and on the basis of the accounting policies set out on pages 7 to 8.

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.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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 the information given in the Directors' 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 information specified by law regarding directors' remuneration and other transactions is not disclosed.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with 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.

The audit provides a reasonable basis for our opinion.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that 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.

THE CREATIVE LEAP LIMITED

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
THE CREATIVE LEAP LIMITED (continued)**

YEAR ENDED 30TH APRIL 2006

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 the company's affairs as at 30th April 2006 and of its profit for the year then ended and 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.

PRB Martin Pollins LLP

PRB MARTIN POLLINS LLP
Chartered Accountants
& Registered Auditors

Hurstwood Grange
Hurstwood Lane
Haywards Heath
West Sussex
RH17 7QX

8/2/07

THE CREATIVE LEAP LIMITED**PROFIT AND LOSS ACCOUNT****YEAR ENDED 30TH APRIL 2006**

	Note	2006 £	2005 £
TURNOVER		77,500	1,661,413
Cost of sales		—	(278,401)
GROSS PROFIT		77,500	1,383,012
Administrative expenses		(40,290)	(1,163,453)
OPERATING PROFIT	2	37,210	219,559
Interest receivable		5,907	8,819
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		43,117	228,378
Tax on profit on ordinary activities	4	(8,771)	(46,587)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		34,346	181,791
RETAINED PROFIT/(LOSS) FOR THE FINANCIAL YEAR		34,346	181,791

The notes on pages 7 to 12 form part of these financial statements.

THE CREATIVE LEAP LIMITED

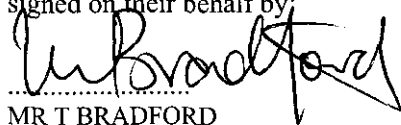
BALANCE SHEET

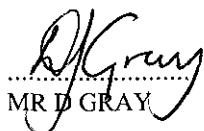
30TH APRIL 2006

	Note	2006 £	2005 £
FIXED ASSETS			
Tangible assets	5	95,537	127,866
CURRENT ASSETS			
Stocks and work in progress		121,662	3,549
Debtors	6	322,258	239,146
Cash at bank		204,488	408,116
		648,408	650,811
CREDITORS: Amounts falling due within one year	7	(114,663)	(179,762)
NET CURRENT ASSETS		533,745	471,049
TOTAL ASSETS LESS CURRENT LIABILITIES		629,282	598,915
PROVISIONS FOR LIABILITIES			
Deferred taxation	8	(7,972)	(11,951)
		621,310	586,964
CAPITAL AND RESERVES			
Called-up equity share capital	11	25,000	25,000
Profit and loss account	12	596,310	561,964
SHAREHOLDERS' FUNDS		621,310	586,964

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

These financial statements were approved by the directors on the 27.1.07 and are signed on their behalf by:


MR T BRADFORD


MR D GRAY


MR M CHITTENDEN


MR M CALDWELL

THE CREATIVE LEAP LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH APRIL 2006****1. ACCOUNTING POLICIES****Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Changes in accounting policies

In preparing the financial statements for the current year, the company has adopted the following Financial Reporting Standards:

-Financial Reporting Standard for Smaller Entities (effective January 2005).

As a result dividends paid are no longer shown on the face of the Profit & Loss account but are shown in Note 12 as a debit directly to equity.

Turnover

The turnover shown in the profit and loss account represents fees charged exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold Property	-	10% straight line
Fixtures & Fittings	-	15% reducing balance
Computer Equipment	-	20% straight line

Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

THE CREATIVE LEAP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30TH APRIL 2006

1. ACCOUNTING POLICIES continued ...

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

- Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	2006	2005
	£	£
Depreciation of owned fixed assets	40,290	63,254
Auditor's fees	—	3,000
Net profit on foreign currency translation	—	(1,046)
	<u> </u>	<u> </u>

THE CREATIVE LEAP LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH APRIL 2006****3. DIRECTORS' EMOLUMENTS**

The directors' aggregate emoluments in respect of qualifying services were:

	2006	2005
	£	£
Aggregate emoluments	—	280,000
Value of company pension contributions to money purchase schemes	—	55,687
	<u>—</u>	<u>335,687</u>

4. TAXATION ON ORDINARY ACTIVITIES

	2006	2005
	£	£
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year at 19% (2005 - 19%)	12,750	51,983
Over/under provision in prior year	—	(24)
Total current tax	<u>12,750</u>	<u>51,959</u>
Deferred tax:		
Origination and reversal of timing differences (note 9)		
Capital allowances	(3,979)	(5,372)
Tax on profit on ordinary activities	<u>8,771</u>	<u>46,587</u>

5. TANGIBLE FIXED ASSETS

	Leasehold Property £	Fixtures & Fittings £	Computer Equipment £	Total £
COST				
At 1st May 2005	30,459	52,138	245,940	328,537
Additions	—	—	7,961	7,961
At 30th April 2006	<u>30,459</u>	<u>52,138</u>	<u>253,901</u>	<u>336,498</u>
DEPRECIATION				
At 1st May 2005	17,966	29,634	153,071	200,671
Charge for the year	3,046	3,376	33,868	40,290
At 30th April 2006	<u>21,012</u>	<u>33,010</u>	<u>186,939</u>	<u>240,961</u>
NET BOOK VALUE				
At 30th April 2006	<u>9,447</u>	<u>19,128</u>	<u>66,962</u>	<u>95,537</u>
At 30th April 2005	<u>12,493</u>	<u>22,504</u>	<u>92,869</u>	<u>127,866</u>

THE CREATIVE LEAP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH APRIL 2006

6. DEBTORS

	2006	2005
	£	£
Trade debtors	247,451	203,745
VAT recoverable	3,177	—
Prepayments and accrued income	71,630	35,401
	<u>322,258</u>	<u>239,146</u>

7. CREDITORS: Amounts falling due within one year

	2006	2005
	£	£
Trade creditors	69,332	42,174
Other creditors including taxation and social security:		
Corporation tax	12,780	51,983
PAYE and social security	12,378	18,718
VAT	—	50,537
Accruals and deferred income	20,026	16,350
Directors current account	147	—
	<u>45,331</u>	<u>137,588</u>
	<u>114,663</u>	<u>179,762</u>

The company's banking facilities are secured by a fixed and floating charge over the assets of the company by way of a debenture in favour of The Royal Bank of Scotland Plc dated 13th August 1997. In addition, there is a fixed charge over the rent deposit in favour of Cresthill Limited dated 10th November 1999.

9. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was:

	2006	2005
	£	£
Provision brought forward	11,951	17,323
Profit and loss account movement arising during the year	(3,979)	(5,372)
Provision carried forward	<u>7,972</u>	<u>11,951</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2006	2005
	£	£
Excess of taxation allowances over depreciation on fixed assets	7,972	11,951
	<u>7,972</u>	<u>11,951</u>

THE CREATIVE LEAP LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30TH APRIL 2006****10. COMMITMENTS UNDER OPERATING LEASES**

At 30th April 2006 the company had aggregate annual commitments under non-cancellable operating leases as set out below.

	2006 £	2005 £
Operating leases which expire:		
Within 2 to 5 years	<u>55,154</u>	<u>55,154</u>

11. SHARE CAPITAL**Authorised share capital:**

	2006 £	2005 £
5,000,000 Ordinary shares of £0.01 each	<u>50,000</u>	<u>50,000</u>

Allotted, called up and fully paid:

	2006 No	£	2005 No	£
Ordinary shares of £0.01 each	<u>2,500,000</u>	<u>25,000</u>	<u>2,500,000</u>	<u>25,000</u>

12. PROFIT AND LOSS ACCOUNT

	2006 £	2005 £
Balance brought forward	561,964	622,173
Profit for the financial year	34,346	181,791
Equity dividends paid	—	(242,000)
Balance carried forward	<u>596,310</u>	<u>561,964</u>

13. RELATED PARTY TRANSACTIONS

The company and its directors and are members of Creative Leap Services Limited Liability Partnership.

On 30th April 2005 the benefit of the business carried on by the company was transferred to Creative Leap Services Limited Liability Partnership.

During the period the company acted as undisclosed agent for Creative Leap Services Limited Liability Partnership. The terms of the agency agreement are that the company will enter into customer and supplier contracts, invoice customers, collect trade debts, pay suppliers and employ employees on behalf of Creative Leap Services Limited Liability Partnership

THE CREATIVE LEAP LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH APRIL 2006

13. RELATED PARTY TRANSACTIONS continued...

Creative Leap Services Limited Liability Partnership has undertaken to reimburse the company for all of its operating overheads and other such costs incurred as part of the agency agreement. The company has undertaken to account to Creative Leap Services Limited Liability Partnership for the gross margin earned on sales made.