

FINANCIAL STATEMENTS

COMMUNITY NETWORK TRAINING LIMITED

COMPANY NUMBER 3339082



COMMUNITY NETWORK TRAINING LIMITED

1.

REPORT OF THE DIRECTORS

The directors submit their report and financial statements of the company for the year ended 31st March 2004.

PRINCIPAL ACTIVITY

The principal activity of the company during the year continues to be the provision of training services.

DIRECTORS AND THEIR INTERESTS

The directors who served throughout the year and their beneficial interest in the share capital of the company were as follows:

| | Ordinary shares of £1 each | |
|------------|----------------------------|--------|
| | 31.3.04 | 1.4.03 |
| M. Elliott | 5 | 5 |

This report has been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985 relating to small companies.

By Order of the Board



M. Elliott
Director

109 Blackfen Road,
Sidcup,
Kent,
DA15 8PZ.

26th January 2005

COMMUNITY NETWORK TRAINING LIMITED

2.

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH 2004

| | Note | £ | 2003 £ |
|--|------|-------------------------|------------------------|
| TURNOVER | 1 | 592,882 | 343,480 |
| Administrative expenses | | (437,814) | (280,646) |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | | <u>155,068</u> | <u>62,834</u> |
| Taxation | 3 | (27,533) | (11,259) |
| PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION | | <u>127,535</u> | <u>51,575</u> |
| Dividends | | 0 | (5,000) |
| RETAINED RESERVES brought forward | | <u>74,879</u> | <u>28,304</u> |
| RETAINED RESERVES carried forward | | <u>202,414</u> ===== | <u>74,879</u> ===== |

CONTINUING OPERATIONS

Turnover and operating profit are attributable to continuing operations for both the current and previous financial year.

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

There are no gains and losses other than those dealt with in the profit and loss account for both the current and previous financial year.

BALANCE SHEET

AT 31ST MARCH 2004

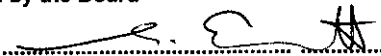
| | Note | £ | £ | 2003 £ | £ |
|---|------|----------------|----------------|---------------|---------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 4 | | 33,933 | | 16,093 |
| CURRENT ASSETS | | | | | |
| Trade debtors | | 49,548 | | 548 | |
| Cash at bank and in hand | | 172,402 | | 97,238 | |
| | | <u>221,950</u> | | <u>97,786</u> | |
| CREDITORS: Amounts falling due within one year | 5 | (53,464) | | (38,995) | |
| NET CURRENT ASSETS | | | <u>168,486</u> | | <u>58,791</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>202,419</u> | | <u>74,884</u> |
| CAPITAL AND RESERVES | | | | | |
| Called up share capital | 6 | | 5 | | 5 |
| Profit and loss account | | | 202,414 | | 74,879 |
| SHAREHOLDERS' FUNDS | 7 | | <u>202,419</u> | | <u>74,884</u> |

In preparing these financial statements:-

- a) We have relied on the entitlement to exemption under subsection (1) of section 249A of the Companies Act 1985.
- b) No notice has been deposited from members under subsection (2) of section 249B of the Companies Act 1985 in relation to its financial statements for the financial year.
- c) We acknowledge our responsibilities for:-
 - i) Ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and
 - ii) Preparing financial statements 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 for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act 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 V11 of the Companies Act 1985 relating to small companies.

Approved by the Board

.....  Director
 M. Elliott
 26th January 2005

COMMUNITY NETWORK TRAINING LIMITED

4.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2004

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

a) Accounting convention

The financial statements have been prepared under the historical cost convention.

b) Turnover

Turnover represents the invoiced value of goods and services during the year, exclusive of Value Added Tax.

c) Depreciation

Depreciation is provided to write off the cost of all tangible fixed assets over their expected useful lives, at the following annual rates:

| | |
|--------------------|-------------------------------------|
| Office equipment | 20% per annum on written down value |
| Computer equipment | 20% per annum on cost |

2. OPERATING PROFIT

Operating profit is stated after charging:

| | £ | 2003 £ |
|-----------------------------|--------|-----------|
| Directors remuneration | 46,650 | 33,000 |
| Depreciation - owned assets | 10,785 | 5,254 |
| | ===== | ===== |

3. TAXATION

| | £ | 2003 £ |
|--|--------|-----------|
| UK corporation tax at 19% (2003:19%) on the result for the year | 27,533 | 11,259 |
| | ===== | ===== |

4. TANGIBLE FIXED ASSETS

| | Office equipment £ | Computer equipment £ | Total £ |
|-----------------------|--------------------------|----------------------------|------------|
| COST | | | |
| At 1st April 2003 | 5,974 | 21,389 | 27,363 |
| Additions | 14,519 | 14,106 | 28,625 |
| | ===== | ===== | ===== |
| At 31st March 2004 | 20,493 | 35,495 | 55,988 |
| | ===== | ===== | ===== |
| DEPRECIATION | | | |
| At 1st April 2003 | 2,064 | 9,206 | 11,270 |
| Charge for the year | 3,686 | 7,099 | 10,785 |
| | ===== | ===== | ===== |
| At 31st March 2004 | 5,750 | 16,305 | 22,055 |
| | ===== | ===== | ===== |
| NET BOOK VALUE | | | |
| At 31st March 2004 | 14,743 | 19,190 | 33,933 |
| | ===== | ===== | ===== |
| At 31st March 2003 | 3,910 | 12,183 | 16,093 |
| | ===== | ===== | ===== |

COMMUNITY NETWORK TRAINING LIMITED

5.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2004

5. CREDITORS

| Amounts falling due within one year | | 2003 |
|-------------------------------------|---------------|---------------|
| | £ | £ |
| Social security and other taxation | 22,664 | 8,352 |
| Corporation taxation | 27,533 | 11,259 |
| Bank loan | 410 | 5,460 |
| Accruals | 2,857 | 13,924 |
| | <u>53,464</u> | <u>38,995</u> |
| | ===== | ===== |

6. SHARE CAPITAL

| | £ | 2003 |
|--------------------------------------|--------------|--------------|
| | £ | £ |
| Authorised | | |
| 1,000 Ordinary shares of £1 each | 1,000 | 1,000 |
| | <u>=====</u> | <u>=====</u> |
| Allotted, called-up and fully paid | | |
| 5(2003:5) Ordinary shares of £1 each | 5 | 5 |
| | <u>=====</u> | <u>=====</u> |

7. RECONCILIATION OF MOVEMENTS IN
SHAREHOLDERS' FUNDS

| | £ | 2003 |
|-------------------------------|----------------|---------------|
| | £ | £ |
| Profit for the financial year | 127,535 | 51,575 |
| after taxation | | |
| Shares issued | | 3 |
| Dividends paid | 0 | (5,000) |
| Opening shareholders' funds | 74,884 | 28,306 |
| | <u>202,419</u> | <u>74,884</u> |
| | ===== | ===== |