

ADVANTAGE EDUCATION LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST AUGUST 2000



Dyer & Co
Chartered Accountants
Onega House
112 Main Road
Sidcup
Kent DA14 6NG

ADVANTAGE EDUCATION LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST AUGUST 2000

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ADVANTAGE EDUCATION LIMITED
REPORT OF THE DIRECTOR
FOR THE PERIOD ENDED 31ST AUGUST 2000

The director submits her report and the audited financial statements of the company for the period ended 31st August 2000.

PRINCIPAL ACTIVITY

The company's principal activities are provision of supply teachers for local authorities.

INCORPORATION

The company incorporated on 4th March 1999 and commenced trading at that date.

RESULTS FOR THE PERIOD

The results for the period are set out in the company's profit and loss account on page 4.

DIRECTOR

The director who served during the period and her interest (all beneficially held) in the share capital of the company was as follows:

| | <u>Ordinary Shares of £1 Each</u> <u>2000</u> |
|-----------|--|
| E. M. Dex | 2 === |

DIRECTORS RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS

The director is required to prepare 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 the results of the company for the year then ended. These requirements are specified in the Companies Act 1985 and in applicable accounting standards. It is also the directors responsibility to:

- Maintain adequate accounting records.
- Safeguard the assets of the company.
- Prevent and detect fraud and other irregularities.
- Prepare financial statements on the going concern basis, unless it is inappropriate.

ADVANTAGE EDUCATION LIMITED
REPORT OF THE DIRECTORS (CONT'D)
FOR THE PERIOD ENDED 31ST AUGUST 2000

The director confirms that suitable accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates have been used in the preparation of the financial statements.

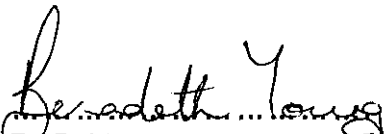
AUDITORS

The auditors, Dyer & Co, will be proposed for appointment in accordance with Section 385 of the Companies Act 1985.

SMALL COMPANIES EXEMPTIONS

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

Approved by the Board of Directors
Signed on behalf of the Board



B. C. Young
Secretary

Date 2 January 2001 ..

ADVANTAGE EDUCATION LIMITED**AUDITORS REPORT****TO THE MEMBERS OF ADVANTAGE EDUCATION LIMITED**

We have audited the financial statements on pages 4 to 9 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes an 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 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.

OPINION

In our opinion, the financial statements give a true and fair view of the state of affairs of the company as at 31st August 2000 and of the profit of the company for the period then ended and have been properly prepared in accordance with the Companies Act 1985 that is applicable to small companies.



Dyer & Co
Chartered Accountants
& Registered Auditor

Onega House
112 Main Road
Sidcup
Kent DA14 6NG

Date 2 / 1 20 01..

ADVANTAGE EDUCATION LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 31ST AUGUST 2000

| | Notes | 2000 £ |
|--|-------|-------------|
| TURNOVER | 2 | 2,024,977 |
| Cost of Sales | | (1,586,799) |
| | | <hr/> |
| GROSS PROFIT | | 438,178 |
| Administrative Expenses | | (321,432) |
| | | <hr/> |
| OPERATING PROFIT | 3 | 116,746 |
| Interest Receivable | 4 | 2,678 |
| | | <hr/> |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | | 119,424 |
| Taxation | 5 | (23,651) |
| | | <hr/> |
| PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION | | 95,773 |
| Dividends | | (5,436) |
| | | <hr/> |
| RETAINED PROFIT FOR THE PERIOD | | 90,337 |
| | | ===== |

The notes on pages 6 to 9 form part of these Financial Statements.

ADVANTAGE EDUCATION LIMITED**BALANCE SHEET****AS AT 31ST AUGUST 2000**

| | Notes | 2000 £ |
|--|-------|----------------|
| FIXED ASSETS | | |
| Tangible Assets | 7 | 6,800 |
| CURRENT ASSETS | | |
| Debtors | 8 | 115,793 |
| Cash at Bank and In Hand | 9 | 82,138 |
| | | <u>197,931</u> |
| CREDITORS – Amounts Falling Due within One Year | 10 | 114,392 |
| NET CURRENT ASSETS | | <u>83,539</u> |
| | | <u>90,339</u> |
| | | ===== |
| CAPITAL AND RESERVES | | |
| Called Up Share Capital | 12 | 2 |
| Profit and Loss Account | | 90,337 |
| Shareholders Funds | | <u>90,339</u> |
| | | ===== |

These accounts have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and within the Financial Reporting Standard for Smaller Companies.

Approved by the Board on 02 / 01 20 01



.....
E. M. Dex - Director

The notes on pages 6 to 10 form part of these Financial Statements.

ADVANTAGE EDUCATION LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE PERIOD ENDED 31ST AUGUST 2000****1. ACCOUNTING POLICIES**

The principal accounting policies adopted in arriving at the financial information set out in these Financial Statements are as follows:

a. Accounting Convention

The Financial Statements have been prepared under the historical cost convention, and in accordance with applicable Accounting Standards.

b. Turnover

Turnover represents the invoiced value of goods and services, net of discounts, and excluding Value Added Tax.

c. Depreciation

Depreciation is provided to write off the cost of tangible fixed assets by annual instalments over their estimated useful economic lives. It is calculated on a straight line basis on the original cost of the assets at the following rates:

| | |
|----------------------|-------------|
| Fixtures & Equipment | 20% On Cost |
|----------------------|-------------|

d. Deferred Taxation

Deferred taxation is provided under the liability method on material differences arising from the inclusion of income tax and expenditure in the taxation computation in periods different from those in which they are included in the financial statements. No provisions for deferred taxation is made when, in the opinion of the directors, the liability is unlikely to arise in the foreseeable future.

e. Pension Costs

The company operates a defined contribution pension scheme and pension contributions are charged to the profit and loss account to spread the cost of the pension over the employees working life. The assets of the scheme are held outside the company. During the period the company made contributions of £8,548 and there were no monies outstanding at 31st August 2000.

ADVANTAGE EDUCATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

FOR THE PERIOD ENDED 31ST AUGUST 2000

2. TURNOVER

The turnover and profit before taxation arise from the principal activity of the company in the United Kingdom.

2000
£

3. OPERATING PROFIT

Operating profit is stated after
Charging the following:

| | |
|--|--------|
| Directors' Remuneration | 34,195 |
| Depreciation | 2,915 |
| Operating Lease Costs- Land & Building | 7,634 |
| Auditors Remuneration | 6,510 |
| | ===== |

4. INTEREST RECEIVABLE

Bank Interest Receivable

2,678

=====

5. TAX ON PROFIT ON ORDINARY ACTIVITIES

Corporation Tax Charge

23,651

=====

6. DEFERRED TAXATION

The full potential liability for deferred taxation (not
provided in the financial statements) is as follows:

Accelerated Capital Allowances

367

=====

ADVANTAGE EDUCATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

FOR THE PERIOD ENDED 31ST AUGUST 2000

| 7. TANGIBLE FIXED ASSETS | Plant Machinery & Other Tangible Assets £ | Total £ |
|--------------------------|---|------------|
| COSTS | | |
| Additions | 9,715 | 9,715 |
| | <hr/> | <hr/> |
| At 31.08.00 | 9,715 | 9,715 |
| | <hr/> | <hr/> |
| DEPRECIATION | | |
| Charge for Period | 2,915 | 2,915 |
| | <hr/> | <hr/> |
| At 31.08.00 | 2,915 | 2,915 |
| | <hr/> | <hr/> |
| NET BOOK VALUE | | |
| At 31.08.00 | 6,800 | 6,800 |
| | ===== | ===== |

None of the above assets are held under hire purchase contracts or finance leases.

2000
£

| | |
|-------------------|---------|
| 8. DEBTORS | |
| Trade Debtors | 114,493 |
| Other Debtors | 1,300 |
| | <hr/> |
| | 115,793 |
| | ===== |

FOR THE PERIOD ENDED 31ST AUGUST 2000

| | | | |
|-----|--|-----------------------------------|------------|
| | | 2000 | |
| | | £ | |
| 9. | CREDITORS - Amounts Falling Due within One Year | | |
| | Other Creditors | 46,652 | |
| | Social security and other taxes | 68,740 | |
| | | <hr/> | |
| | | 114,392 | |
| | | ===== | |
| | | | |
| | | Alloted, Issued and Fully Paid | Authorised |
| | | £ | £ |
| 10. | CALLED UP SHARE CAPITAL | | |
| | Ordinary Shares of £1 Each | 2 | 1,000 |
| | | ===== | ===== |
| 11. | FINANCIAL COMMITMENTS | | |
| | The company had no financial commitments at 31 st August 2000 nor did it have any annual commitments under non cancellable operating leases at this date. | | |
| 12. | RELATED PARTIES | | |
| | Mrs E Dex as the sole director and shareholder exercises day to day control over the company. | | |