

**ADVANTAGE EDUCATION LIMITED**  
**REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST AUGUST 2004**



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**ADVANTAGE EDUCATION LIMITED**  
**REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST AUGUST 2004**

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**ADVANTAGE EDUCATION LIMITED**

**REPORT OF THE DIRECTOR**

**FOR THE YEAR ENDED 31ST AUGUST 2004**

The director submits her report and the un-audited financial statements of the company for the year ended 31st August 2004.

**PRINCIPAL ACTIVITY**

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

**RESULTS FOR THE YEAR**

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

**DIRECTOR**

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

	<u>Ordinary Shares of £1 Each</u>	
	<u>2004</u>	<u>2003</u>
E.M. Dex	2	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.

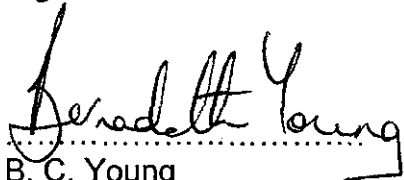
**ADVANTAGE EDUCATION LIMITED**  
**REPORT OF THE DIRECTORS (CONT'D)**  
**FOR THE YEAR ENDED 31ST AUGUST 2004**

*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.*

**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

A handwritten signature in dark ink, appearing to read 'B. C. Young', is written over a horizontal dotted line.

B. C. Young  
Secretary

Date ..... 27/6 ..... 20 05

**ADVANTAGE EDUCATION LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST AUGUST 2004**

	Notes	2004 £	2003 £
TURNOVER	2	685,630	843,283
Cost of Sales		(536,677)	(583,714)
		<hr/>	<hr/>
GROSS PROFIT		148,953	259,569
Administrative Expenses		(170,942)	(232,340)
		<hr/>	<hr/>
OPERATING (LOSS) / PROFIT	3	(21,989)	27,229
Interest Receivable	4	309	313
		<hr/>	<hr/>
(LOSS) / PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(21,680)	27,542
Taxation	5	3,874	(4,684)
		<hr/>	<hr/>
(LOSS) / PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		(17,806)	22,858
Dividends		(162)	(27,000)
		<hr/>	<hr/>
RETAINED LOSS FOR THE YEAR		(17,968)	(4,142)
Retained Profit Brought Forward		146,832	150,974
RETAINED PROFIT CARRIED FORWARD		<hr/>	<hr/>
		128,864	146,832
		<hr/>	<hr/>

The notes on pages 5 to 9 form part of these Financial Statements.

## ADVANTAGE EDUCATION LIMITED

## BALANCE SHEET

AS AT 31ST AUGUST 2004

	Notes	2004 £	2003 £
<b>FIXED ASSETS</b>			
Tangible Assets	7	15,442	16,312
<b>CURRENT ASSETS</b>			
Debtors	8	135,707	152,216
Cash at Bank and In Hand		641	11,450
		<u>136,348</u>	<u>163,666</u>
<b>CREDITORS – Amounts Falling Due within One Year</b>	9	(22,314)	(32,765)
<b>NET CURRENT ASSETS</b>		<u>114,034</u>	<u>130,901</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>129,476</u>	<u>147,213</u>
<b>PROVISION FOR LIABILITIES &amp; CHARGES</b>	10	(610)	(379)
		<u>128,866</u>	<u>146,834</u>
		=====	=====
<b>CAPITAL AND RESERVES</b>			
Called Up Share Capital	11	2	2
Profit and Loss Account		128,864	146,832
<b>Shareholders Funds</b>		<u>128,866</u>	<u>146,834</u>
		=====	=====

**ADVANTAGE EDUCATION LIMITED****BALANCE SHEET****AS AT 31ST AUGUST 2004**

For the year ended on the balance sheet date, the company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985. No notice has been deposited under Section 249B(2) of the Act in relation to its Accounts for the year.

The director acknowledges his responsibilities for:

- (i) ensuring that the company keeps accounting records which comply with Section 221 of the act, 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 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 for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standards for Smaller Entities (effective June 2002).

Approved by the Board on ..... 20 .....



.....  
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 YEAR ENDED 31ST AUGUST 2004

#### 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 within the Financial Reporting Standard for smaller Entities (effective June 2002).

##### 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 reducing balance basis at the following rates:

Fixtures & Equipment	20% Per Annum
Motor Vehicle	20% Per Annum

##### d. **Deferred Taxation**

The charge for taxation takes into account taxation deferred as a result of timing differences between the treatment of certain items for taxation and accounting purposes. In general, deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. However, deferred tax assets are recognised only to the extent that the director consider that it is more likely than not that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred taxation is measured on a non-discounted basis at the average tax rates that would apply when the timing differences are expected to reverse, based on tax rates and laws that have been enacted by the balance sheet date.

##### 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 year the company made contributions of £7,090 (2003 - £11,345) and there were no monies outstanding at 31<sup>st</sup> August 2004.



# ADVANTAGE EDUCATION LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

### FOR THE YEAR ENDED 31ST AUGUST 2004

#### 2. TURNOVER

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

2004	2003
£	£

#### 3. OPERATING PROFIT

Operating profit is stated after  
Charging the following:

Directors' Remuneration	22,889	21,995
Depreciation	3,861	4,078
Operating Lease Costs- Land & Building	12,288	13,627
	=====	=====

#### 4. INTEREST RECEIVABLE

Bank Interest Receivable

309	313
=====	=====

#### 5. TAX ON PROFIT ON ORDINARY ACTIVITIES

Corporation Tax Charge	(4,105)	4,666
Under-provision in previous year	-	645
Deferred Taxation	231	(627)
	<u>3,874</u>	<u>4,684</u>
	=====	=====

#### 6. DEFERRED TAXATION

The full potential liability for deferred taxation is  
as follows:

Balance At 01.09.03	379	1,006
Transferred to Profit & Loss Account	231	(627)
	<u>610</u>	<u>379</u>
	=====	=====

# ADVANTAGE EDUCATION LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

### FOR THE YEAR ENDED 31ST AUGUST 2004

7. TANGIBLE FIXED ASSETS	Plant Machinery & Other Tangible Assets £	Total £
<b>COSTS</b>		
As At 01.09.03	35,647	35,647
Additions	2,991	2,991
Disposal	-	-
	<hr/>	<hr/>
As At 31.08.04	38,638	38,638
	<hr/>	<hr/>
<b>DEPRECIATION</b>		
As At 01.09.03	19,335	19,335
Charge for Year	3,861	3,861
Disposal	-	-
	<hr/>	<hr/>
As At 31.08.04	23,196	23,196
	<hr/>	<hr/>
<b>NET BOOK VALUE</b>		
As At 31.08.04	15,442	15,442
	=====	=====
As At 31.08.03	16,312	16,312
	=====	=====

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

	2004 £	2003 £
8. <b>DEBTORS</b>		
Trade Debtors	106,769	133,827
Other Debtors	5,794	1,300
Amount Due from Related Company	19,039	17,089
	<hr/>	<hr/>
	135,707	152,216
	=====	=====

# ADVANTAGE EDUCATION LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONT'D)

### FOR THE YEAR ENDED 31ST AUGUST 2004

	2004 £	2003 £
9. CREDITORS - Amounts Falling Due within One Year		
Bank Overdraft	8,635	19,956
Trade Creditors	6,591	1,985
Other Creditors	7,088	10,824

22,314	32,765
=====	=====

The overdraft facility is secured by a debenture dated 2<sup>nd</sup> November 1999 incorporating a fixed & floating charge over the assets of the company

10. PROVISION FOR LIABILITIES & CHARGES		
Deferred Taxation	610	379
	=====	=====

11. CALLED UP SHARE CAPITAL	No	No
Ordinary Shares of £1 Each Authorised	1,000	1,000
	=====	=====
	£	£
Allotted Issued and Fully Paid	2	2
	=====	=====

12a FINANCIAL COMMITMENTS	
The company had no financial commitments at 31 <sup>st</sup> August 2004 nor at 31 <sup>st</sup> August 2003 nor did it have any annual commitments under non-cancellable operating leases at these dates.	

- b. Operating Lease Commitments  
The annual commitments under non-cancellable operating leases are set out below:

	2004		2003	
	Land & Buildings £	Other £	Land & Buildings £	Other £
Operating Leases which Expire:				
Between 1 and 5 Years	13,500	-	13,500	-
	=====	=====	=====	=====

**ADVANTAGE EDUCATION LIMITED****NOTES TO THE FINANCIAL STATEMENTS (CONT'D)****FOR THE YEAR ENDED 31ST AUGUST 2004****13. CONTINGENT LIABILITIES**

The company had no contingent liabilities at either 31st August 2004 or 31<sup>st</sup> August 2003.

**14. ULTIMATE CONTROLLING PARTY**

Mrs E Dex as the sole director and shareholder exercises day to day control over the company.

**15. RELATED PARTY TRANSACTIONS**

At the balance sheet date Advantage Education Limited was owed £19,039 (2003 - £17,089) by Advantage Education Services of which Elizabeth Dex is a director of.