

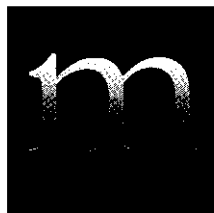
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SCALCHEMY TRAINING & DEVELOPMENT LTD

Report of the Directors and

Financial Statements

for the year ended 31 July 2003



McKnights

CHARTERED CERTIFIED ACCOUNTANTS

WORCESTER



SCALCHEMY TRAINING & DEVELOPMENT LTD

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for the year ended 31 July 2003**

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SCALCHEMY TRAINING & DEVELOPMENT LTD

**Company Information
for the year ended 31 July 2003**

DIRECTORS: S Mould
Dr. C A Mould

SECRETARY: S Mould

REGISTERED OFFICE: Britannia Court
Britannia Road
Worcester
WR1 3DF

REGISTERED NUMBER: 3960079 (England and Wales)

ACCOUNTANTS: McKnights Accountants Limited
Chartered Certified Accountants
Britannia Court
Britannia Road
Worcester
WR1 3DF

BANKERS: HSBC Bank Plc
6 Broad Street
Worcester
WR1 2JE

SCALCHEMY TRAINING & DEVELOPMENT LTD

**Report of the Directors
for the year ended 31 July 2003**

The directors present their report with the financial statements of the company for the year ended 31 July 2003.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of training and personal development

DIRECTORS

The directors during the year under review were:

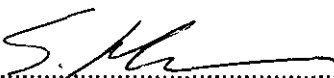
S Mould
Dr. C A Mould

The beneficial interests of the directors holding office on 31 July 2003 in the issued share capital of the company were as follows:

	31.7.03	1.8.02
Ordinary £1 shares		
S Mould	1	1
Dr. C A Mould	1	1

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

ON BEHALF OF THE BOARD:


.....
S Mould - Secretary

Date: 25/2/04

SCALCHEMY TRAINING & DEVELOPMENT LTD

**Profit and Loss Account
for the year ended 31 July 2003**

		Year Ended 31.7.03 £	Period 1.4.01 to 31.7.02 £
	Notes		
TURNOVER		428,609	286,545
Cost of sales		73,101	33,932
GROSS PROFIT		355,508	252,613
Administrative expenses		295,698	186,013
OPERATING PROFIT	2	59,810	66,600
Interest receivable and similar income		150	-
		59,960	66,600
Interest payable and similar charges	3	-	49
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		59,960	66,551
Tax on profit on ordinary activities	4	11,561	12,595
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		48,399	53,956
Dividends		26,000	29,000
RETAINED PROFIT FOR THE YEAR		22,399	24,956

The notes form part of these financial statements

SCALCHEMY TRAINING & DEVELOPMENT LTD

**Balance Sheet
31 July 2003**

	Notes	2003 £	2002 £
FIXED ASSETS			
Intangible assets	5	7,500	9,500
Tangible assets	6	49,588	62,508
		<u>57,088</u>	<u>72,008</u>
CURRENT ASSETS			
Stocks	7	476	-
Debtors	8	52,126	42,672
Cash at bank and in hand		85,514	21,809
		<u>138,116</u>	<u>64,481</u>
CREDITORS			
Amounts falling due within one year	9	122,877	83,877
		<u></u>	<u></u>
NET CURRENT ASSETS/(LIABILITIES)		<u>15,239</u>	<u>(19,396)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>72,327</u>	<u>52,612</u>
PROVISIONS FOR LIABILITIES AND CHARGES	10	6,779	9,463
		<u>65,548</u>	<u>43,149</u>
CAPITAL AND RESERVES			
Called up share capital	11	2	2
Profit and loss account	12	65,546	43,147
SHAREHOLDERS' FUNDS		<u>65,548</u>	<u>43,149</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 July 2003.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2003 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.


The notes form part of these financial statements

SCALCHEMY TRAINING & DEVELOPMENT LTD

Balance Sheet - continued
31 July 2003

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



.....
Dr. C A Mould - Director

Approved by the Board on25.2.04.....

The notes form part of these financial statements

Notes to the Financial Statements
for the year ended 31 July 2003

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Intangible fixed assets

The franchise is valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over the estimated useful life of 5 years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Office equipment	- 15% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% straight line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

SCALCHEMY TRAINING & DEVELOPMENT LTD

**Notes to the Financial Statements
for the year ended 31 July 2003**

2. OPERATING PROFIT

The operating profit is stated after charging:

	Year Ended 31.7.03 £	Period 1.4.01 to 31.7.02 £
Depreciation - owned assets	23,258	15,915
Loss on disposal of fixed assets	615	482
Franchise written off	2,000	500
Pension costs	<u>7,809</u>	<u>4,618</u>
Directors' emoluments	38,016	46,939
Directors' pension contributions to money purchase schemes	<u>7,067</u>	<u>3,755</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>2</u>	<u>2</u>
------------------------	----------	----------

3. INTEREST PAYABLE AND SIMILAR CHARGES

Interest payable and similar charges includes the following:

	Year Ended 31.7.03 £	Period 1.4.01 to 31.7.02 £
Other interest	<u>-</u>	<u>49</u>

SCALCHEMY TRAINING & DEVELOPMENT LTD

Notes to the Financial Statements for the year ended 31 July 2003

4. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	Year Ended 31.7.03 £	Period 1.4.01 to 31.7.02 £
Current tax:		
UK corporation tax	14,245	6,545
Deferred taxation	(2,684)	6,050
Tax on profit on ordinary activities	<u>11,561</u>	<u>12,595</u>

5. INTANGIBLE FIXED ASSETS

	Franchise £
COST:	
At 1 August 2002 and 31 July 2003	<u>10,000</u>
AMORTISATION:	
At 1 August 2002	500
Amortisation for year	<u>2,000</u>
At 31 July 2003	<u>2,500</u>
NET BOOK VALUE:	
At 31 July 2003	<u>7,500</u>
At 31 July 2002	<u>9,500</u>

SCALCHEMY TRAINING & DEVELOPMENT LTD

**Notes to the Financial Statements
for the year ended 31 July 2003**

6. TANGIBLE FIXED ASSETS

	Office equipment £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST:					
At 1 August 2002	10,180	11,179	2,750	57,948	82,057
Additions	3,124	1,805	1,900	5,342	12,171
Disposals	-	-	(2,750)	-	(2,750)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 July 2003	13,304	12,984	1,900	63,290	91,478
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
DEPRECIATION:					
At 1 August 2002	2,740	2,460	917	13,432	19,549
Charge for year	1,544	1,578	475	19,661	23,258
Eliminated on disposal	-	-	(917)	-	(917)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 July 2003	4,284	4,038	475	33,093	41,890
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
NET BOOK VALUE:					
At 31 July 2003	<u>9,020</u>	<u>8,946</u>	<u>1,425</u>	<u>30,197</u>	<u>49,588</u>
At 31 July 2002	<u>7,440</u>	<u>8,719</u>	<u>1,833</u>	<u>44,516</u>	<u>62,508</u>

7. STOCKS

	2003 £	2002 £
Stock	<u>476</u>	<u>-</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2003 £	2002 £
Trade debtors	46,071	34,522
Other debtors	6,055	8,150
	<u>52,126</u>	<u>42,672</u>

SCALCHEMY TRAINING & DEVELOPMENT LTD

**Notes to the Financial Statements
for the year ended 31 July 2003**

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2003	2002
	£	£
Trade creditors	26,168	36,006
Taxation and social security	23,491	8,047
Other creditors	73,218	39,824
	<u>122,877</u>	<u>83,877</u>

10. PROVISION FOR LIABILITIES AND CHARGES

	2003	2002
	£	£
Deferred taxation	<u>6,779</u>	<u>9,463</u>

	Deferred tax £
Balance at 1 August 2002	9,463
Movement in year	<u>(2,684)</u>
Balance at 31 July 2003	<u>6,779</u>

11. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2003	2002
			£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2003	2002
			£	£
2	Ordinary	£1	<u>2</u>	<u>2</u>

SCALCHEMY TRAINING & DEVELOPMENT LTD

Notes to the Financial Statements for the year ended 31 July 2003

12. RESERVES

	Profit and loss account £
At 1 August 2002	43,147
Retained profit for the year	22,399
	<hr/>
At 31 July 2003	65,546
	<hr/>

13. RELATED PARTY DISCLOSURES

Mr S Mould is also a director of Severn Cookers and Fireplaces Limited. Included within trade debtors at 31 July 2003 is an amount owed to Scalchemy Training and Development Limited of £6,688.

14. CONTROLLING INTEREST


The controlling parties are Mr S & Mrs C Mould by virtue of each having ownership of 50% of the issued ordinary share capital in the company.

SCALCHEMY TRAINING & DEVELOPMENT LTD

**Report of the Accountants to the Directors of
SCALCHEMY TRAINING & DEVELOPMENT LTD**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 July 2003 set out on pages three to eleven and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.


McKnights Accountants Limited
Chartered Certified Accountants
Britannia Court
Britannia Road
Worcester
WR1 3DF

Date: 5.3.04

This page does not form part of the statutory financial statements
