

Wordsworth Editions Limited

ABBREVIATED ACCOUNTS

for the year ended

31 May 2003

Company Registration No. 2090233



A51
COMPANIES HOUSE

A422XP12

0474
09/10/03

**INDEPENDENT AUDITORS' REPORT TO WORDSWORTH EDITIONS LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of the company for the year ended 31 May 2003 prepared under section 226 of the Companies Act 1985.

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 auditors

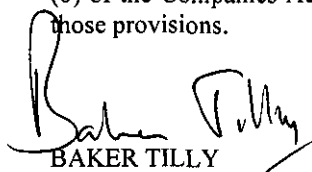
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.



BAKER TILLY

Registered Auditor
Chartered Accountants
446 Midsummer Boulevard
Milton Keynes
MK9 2EA

9 October 2003

Wordsworth Editions Limited

ABBREVIATED BALANCE SHEET

31 May 2003

	Notes	2003 £	2002 £
FIXED ASSETS			
Tangible assets	1	557,751	389,008
Investments	1	5,200	5,200
		<u>562,951</u>	<u>394,208</u>
CURRENT ASSETS			
Stocks		613,596	825,809
Debtors		793,724	861,671
Cash at bank and in hand		95	68
		<u>1,407,415</u>	<u>1,687,548</u>
CREDITORS: Amounts falling due within one year		1,164,281	1,443,361
		<u>1,164,281</u>	<u>1,443,361</u>
NET CURRENT ASSETS		243,134	244,187
		<u>243,134</u>	<u>244,187</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>806,085</u>	<u>638,395</u>
CAPITAL AND RESERVES			
Called up share capital	2	20,000	20,000
Revaluation reserve		155,935	-
Profit and loss account		630,150	618,395
		<u>806,085</u>	<u>638,395</u>
SHAREHOLDERS' FUNDS		<u>806,085</u>	<u>638,395</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the board on 3.10.03

M C W Trayler

Director

E G Ranson

Director

Wordsworth Editions Limited

ABBREVIATED ACCOUNTS
for the year ended 31 May 2003

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention modified to include the revaluation of freehold land and buildings.

RESEARCH AND DEVELOPMENT

All research and development costs are written off as incurred. Development expenditure is carried forward when its future recoverability can be foreseen with reasonable assurance and is amortised in line with sales from the related product. All research and other development costs are written off as incurred.

TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost or valuation less depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:

Licence	Over its useful life
Plant and machinery	10% - 25% based on written down value
Fixtures, fittings & equipment	20% based on cost or over the lease term
Motor vehicles	25% based on written down value

INVESTMENTS

Fixed asset investments are stated at cost less provision for diminution in value.

STOCK

Stock is valued at the lower of cost and net realisable value. Cost of finished goods and work in progress includes overheads appropriate to the stage of manufacture. Net realisable value is based upon estimated selling price less further costs expected to be incurred to completion and disposal. Provision is made for obsolete and slow-moving items.

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 that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date.

Deferred tax is measured on a non discounted basis.

LEASED ASSETS AND OBLIGATIONS

Where assets are financed by leasing agreements that give rights approximating to ownership ('finance leases'), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account in proportion to the remaining balance outstanding.

All other leases are 'operating leases' and the annual rentals are charged to the profit and loss account on a straight line basis over the lease term.

PENSIONS CONTRIBUTIONS

The pension costs charged in the financial statements represent the contributions payable by the company during the year.

Wordsworth Editions Limited

ABBREVIATED ACCOUNTS (CONTINUED)

for the year ended 31 May 2003

FOREIGN CURRENCY TRANSLATION

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the accounting date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provided to customers.

Wordsworth Editions Limited
NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended 31 May 2003

1. FIXED ASSETS

	<i>Tangible assets</i>	<i>Investments</i>	<i>Total</i>
	£	£	£
Cost or valuation			
1 June 2002	1,101,571	5,200	1,106,771
Additions	20,454	-	20,454
Revaluation	155,935	-	155,935
31 May 2003	1,277,960	5,200	1,283,160
Depreciation			
1 June 2002	712,563	-	712,563
Charge for the year	7,646	-	7,646
31 May 2003	720,209	-	720,209
Net book value			
31 May 2003	557,751	5,200	562,951
31 May 2002	389,008	5,200	394,208

2. SHARE CAPITAL

	2003	2002
	£	£
Authorised		
20,000 Ordinary shares of £ 1 each	20,000	20,000
Allotted, issued and fully paid		
20,000 Ordinary shares of £ 1 each	20,000	20,000

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