

COMPANY REGISTRATION NUMBER 4622708

**SPHERE CREATIVE LEARNING
COMPANY LTD**

ABBREVIATED ACCOUNTS

30 JUNE 2006



GATLEY READ

Chartered Accountants
Prince of Wales House
18/19 Salmon Fields Business Village
Salmon Fields
Royton
Oldham
OL2 6HT

SPHERE CREATIVE LEARNING COMPANY LTD

ABBREVIATED ACCOUNTS

YEAR ENDED 30 JUNE 2006

CONTENTS	PAGE
Abbreviated balance sheet	1
Notes to the abbreviated accounts	2

SPHERE CREATIVE LEARNING COMPANY LTD

ABBREVIATED BALANCE SHEET

30 JUNE 2006

	Note	2006 £	2005 £
FIXED ASSETS	2		
Intangible assets		35,012	40,262
Tangible assets		<u>4,738</u>	<u>5,119</u>
		39,750	45,381
CURRENT ASSETS			
Debtors		235	17,305
Cash at bank and in hand		<u>5,741</u>	<u>12,899</u>
		5,976	30,204
CREDITORS: Amounts falling due within one year		<u>17,609</u>	<u>42,396</u>
NET CURRENT LIABILITIES		(11,633)	(12,192)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>28,117</u>	<u>33,189</u>
CAPITAL AND RESERVES			
Called-up share capital	3	150	150
Profit and loss account		<u>27,967</u>	<u>33,039</u>
SHAREHOLDERS' FUNDS		<u>28,117</u>	<u>33,189</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, 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 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 abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on 29 September 2006 and are signed on their behalf by:

MRS L G BURTON



SPHERE CREATIVE LEARNING COMPANY LTD**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 30 JUNE 2006****1. ACCOUNTING POLICIES****Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Changes in accounting policies

In preparing the financial statements for the current year, the company has adopted the following Financial Reporting Standards:

-Financial Reporting Standard for Smaller Entities (effective January 2005); and

-FRS 21 'Events after the Balance Sheet date (IAS 10)'.

Financial Reporting Standard for Smaller Entities (effective January 2005)

There are no material changes required to these accounts as a result of the adoption of Financial Reporting Standard for Smaller Entities 2005.

FRS 21 'Events after the Balance Sheet date (IAS 10)'

The adoption of FRS 21 has resulted in a change in accounting policy in respect of proposed equity dividends. If the company declares dividends to the holders of equity instruments after the balance sheet date, the company does not recognise those dividends as a liability at the balance sheet date. The aggregate amount of equity dividends proposed before approval of the financial statements, which have not been shown as liabilities at the balance sheet date, are disclosed in the notes to the financial statements. Previously, proposed equity dividends were recorded as liabilities at the balance sheet date.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill - 10% Straight Line

Fixed assets

All fixed assets are initially recorded at cost.

SPHERE CREATIVE LEARNING COMPANY LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 JUNE 2006

1. ACCOUNTING POLICIES *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings	- 15% Reducing Balance
Equipment	- 15% Reducing Balance

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

2. FIXED ASSETS

	Intangible Assets £	Tangible Assets £	Total £
COST			
At 1 July 2005	52,500	7,439	59,939
Additions	—	456	456
At 30 June 2006	<u>52,500</u>	<u>7,895</u>	<u>60,395</u>
DEPRECIATION			
At 1 July 2005	12,238	2,320	14,558
Charge for year	5,250	837	6,087
At 30 June 2006	<u>17,488</u>	<u>3,157</u>	<u>20,645</u>
NET BOOK VALUE			
At 30 June 2006	<u>35,012</u>	<u>4,738</u>	<u>39,750</u>
At 30 June 2005	<u>40,262</u>	<u>5,119</u>	<u>45,381</u>

SPHERE CREATIVE LEARNING COMPANY LTD

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 JUNE 2006

3. SHARE CAPITAL

Authorised share capital:

	2006	2005
	£	£
900 Ordinary shares of £1 each	900	900
100 'A' Ordinary shares of £1 each	100	100
	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2006		2005	
	No	£	No	£
Ordinary shares of £1 each	100	100	100	100
'A' Ordinary shares of £1 each	50	50	50	50
	<u>150</u>	<u>150</u>	<u>150</u>	<u>150</u>