

INTERNET WATCH FOUNDATION LIMITED

(A Company Limited by Guarantee)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2004

Company Registration Number 3426366 (England & Wales)

INTERNET WATCH FOUNDATION LIMITED

COMPANY INFORMATION

Officers and Professional Advisors

Directors	Mr R Darlington (Chairman) Mr J M Reynolds Mr Howard Lamb Ms S Livingstone Dr M Elliott Mrs G J A Palmer Dr I N Walden Ms C Atkinson Mr Hamish MacLeod Mr Mark Gracey
Secretary	Mr P E T Robbins
Company number	3426366
Registered Office	East View 5 Coles Lane Oakington Cambridge CB4 5BA
Accountants	Peters Elworthy & Moore Salisbury House Station Road Cambridge CB1 2LA
Bankers	Barclays Bank PLC Bene't Street Cambridge CB2 3PZ

INTERNET WATCH FOUNDATION LIMITED

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INTERNET WATCH FOUNDATION LIMITED

**DIRECTORS REPORT
FOR THE YEAR ENDED 31ST March 2004**

The directors present their report and financial statements for the year ended 31st March 2004. The company is dormant and has not traded during the year and there is no intention to commence trading in the foreseeable future..

All expenses of the company have been met by its subsidiary Internet Watch Limited which trades as "Internet Watch Foundation".

Directors

The directors who served during the year were as follows:

Mr R Darlington	(Chairman)
Mr J M Reynolds	
Mr Howard Lamb	
Prof. Sonia Livingstone	
Mr M H Stephens	(resigned 31st December 2003)
Mr J A Carr	(resigned 31st December 2003)
Mr N P Williams	(resigned 31st December 2003)
Mr R P A Perry	(resigned 15th July 2003)
C M de Stemple	(resigned 31 December 2003)
Ms C Milne	(resigned 31st December 2003)
Ms E Ascroft	(resigned 23rd July 2003)
Dr M Elliott	(appointed 1st January 2004)
Dr I N Walden	(appointed 1st January 2004)
Mrs G J A Palmer	(appointed 1st January 2004)
Ms C Atkinson	(appointed 1st January 2004)

The following directors were appointed since 31 March 2004

Mr Hamish MacLeod	(appointed 23 April 2004)
Mr Mark Gracey	(appointed 23 April 2004)

Signed by order of the directors

.....
Mr P E T Robbins
Secretary

.....
Date

INTERNET WATCH FOUNDATION LIMITED

ACCOUNTANTS REPORT

Nothing to report

INTERNET WATCH FOUNDATION LIMITED**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST March 2004**

The company has not traded during the year

**BALANCE SHEET
AS AT 31ST March 2004**

	2004	2003
Notes	£	£
Investments		
Investment in Subsidiary	2	2
Creditors: Amounts falling due within one year		
Amounts owed to subsidiary undertaking		(2) (2)
Net Assets	Nil	Nil
Reserves	Nil	Nil

For the year ended 31 March 2004 the company was entitled to exemption under section 249AA(1) of the Companies Act 1985.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2).

The director's acknowledge their responsibility for: (i) Ensuring the company keeps accounting records which comply with section 221; and (ii) Preparing accounts which give a true and fair view of the state of affairs of the company as at the end of its financial year, and of its profit and loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

The financial statements were approved by the directors on And signed on their behalf by:

.....
Mr R Darlington

INTERNET WATCH FOUNDATION LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST March 2004**

1. Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Consolidated financial statements

The Company is exempt from preparing consolidated financial statements on the grounds that the group qualifies as a small group

2. Investments

Internet Watch Foundation Limited is the holding company of Internet Watch Limited a company incorporated in England and Wales and owns all the issued share capital.