

**UNAUDITED ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2004
FOR
ELEMENTS SPECIAL EFFECTS LIMITED**



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For The Year Ended 31 August 2004

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ELEMENTS SPECIAL EFFECTS LIMITED

COMPANY INFORMATION
For The Year Ended 31 August 2004

DIRECTORS: J P Rafique
N D Rideout

SECRETARY: N D Rideout

REGISTERED OFFICE: 3 Wesley Gate
Queens Road
Reading
Berkshire
RG1 4AP

REGISTERED NUMBER: 04275607 (England and Wales)

ELEMENTS SPECIAL EFFECTS LIMITED

ABBREVIATED BALANCE SHEET
31 August 2004

	Notes	2004 £	2003 £
FIXED ASSETS			
Tangible assets	2	13,260	7,155
CURRENT ASSETS			
Debtors		6,524	18,804
Cash at bank and in hand		10,318	7,761
		<u>16,842</u>	<u>26,565</u>
CREDITORS			
Amounts falling due within one year		<u>35,473</u>	<u>51,884</u>
NET CURRENT LIABILITIES		<u>(18,631)</u>	<u>(25,319)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(5,371)</u>	<u>(18,164)</u>
CAPITAL AND RESERVES			
Called up share capital	3	2	2
Profit and loss account		<u>(5,373)</u>	<u>(18,166)</u>
SHAREHOLDERS' FUNDS		<u>(5,371)</u>	<u>(18,164)</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 August 2004.

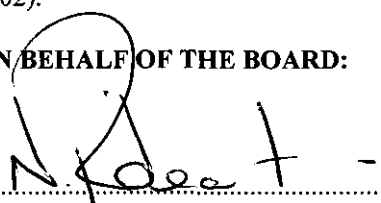
The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2004 in accordance with Section 249B(2) of the Companies Act 1985.

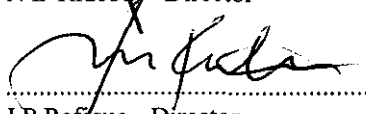
The directors acknowledge their responsibilities for:

- 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.

These abbreviated accounts 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:


.....
N D Rideout - Director


.....
J P Rafique - Director

Approved by the Board on 15/06/05

The notes form part of these abbreviated accounts

ELEMENTS SPECIAL EFFECTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS For The Year Ended 31 August 2004

1. ACCOUNTING POLICIES

Going Concern

The accounts have been prepared on a going concern basis. Whilst the company has net liabilities of £5,371 the directors have agreed to support the company to enable it to continue to trade in the foreseeable future.

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.

Tangible fixed assets

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

Plant and machinery	- 25% on reducing balance
Office equipment	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

Deferred tax

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

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

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

2. TANGIBLE FIXED ASSETS

	Total £
COST	
At 1 September 2003	12,605
Additions	8,283
At 31 August 2004	20,888
DEPRECIATION	
At 1 September 2003	5,448
Charge for year	2,180
At 31 August 2004	7,628
NET BOOK VALUE	
At 31 August 2004	13,260
At 31 August 2003	7,157

ELEMENTS SPECIAL EFFECTS LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS - continued**
For The Year Ended 31 August 2004**3. CALLED UP SHARE CAPITAL**

Authorised:		Nominal value:	2004	2003
Number:	Class:		£	£
5,000	Ordinary share capital	£1	<u>5,000</u>	<u>5,000</u>
Allotted, issued and fully paid:		Nominal value:	2004	2003
Number:	Class:		£	£
2	Ordinary share capital	£1	<u>2</u>	<u>2</u>

4. TRANSACTIONS WITH DIRECTORS

Included within creditors are loans to the directors of £21,348 (2003: £24,615) due to N D Rideout and £3,869 (2003: £7,605) due to J P Rafique.