Registered number: 3066662

BRAINSTORM LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2003



PM&M
Chartered Accountants
Oakmount
6 East Park Road
Blackburn
Lancashire
BB1 8BW

ABBREVIATED BALANCE SHEET As at 31 December 2003

			003	2002	
FIXED ASSETS	Note	£	£	£	£
Tangible fixed assets	2		8,008		5,179
Investments	3		7,743		-
			15,751		5,179
CURRENT ASSETS					
Stocks		100,618		147,646	
Debtors		61,021		40,163	
Cash at bank and in hand		9,686		11,129	
		171,325		198,938	
CREDITORS : amounts falling due within one year		(134,007)		(287,606)	
NET CURRENT ASSETS/(LIABILITIES)			37,318		(88,668)
TOTAL ASSETS LESS CURRENT LIABIL	LITIES		53,069		(83,489)
CREDITORS : amounts falling due after more than one year			(69,362)		-
NET LIABILITIES			£ (16,293)		£ (83,489)
CAPITAL AND RESERVES					
Called up share capital	4		100		100
Profit and loss account			(16,393)		(83,589)
SHAREHOLDERS' FUNDS			£ (16,293)		£ (83,489)

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2003 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

The abbreviated accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 17 September 2004 and signed on its behalf.

R Greenwood Director

The notes on pages 2 to 3 form part of these financial statements.

NOTES TO THE ABBREVIATED ACCOUNTS For the year ended 31 December 2003

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The company is exempt from the requirement to prepare group accounts by virtue of section 248 of the Companies Act 1985. These financial statements therefore present information about the company as an individual undertaking and not about its group.

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & Machinery

25% reducing balance

7,743

2. TANGIBLE FIXED ASSETS

At 31 December 2003

3.

Cost		£
		40 700
At 1 January 2003 Additions		13,706
Additions		4,565
At 31 December 2003	_	18,271
Depreciation		
At 1 January 2003		8,527
Charge for the year		1,736
At 31 December 2003	 -	10,263
Net book value		
At 31 December 2003	£	8,008
At 31 December 2002	£	5,179
7.1. 0.7. Dodd. 1.202		
FIXED ASSET INVESTMENTS		
_		£
Cost		
Additions		7,743

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NOTES TO THE ABBREVIATED ACCOUNTS For the year ended 31 December 2003

Authorised	200 3 £		2002 £	
1,000 Ordinary shares of £1 each	£	1,000	£	1,000
Allotted, called up and fully paid	=		=	
100 Ordinary shares of £1 each	£3	100	£	100