

OC
LLP Registration No. 304017 (England and Wales)

LIVING FILMS LLP
PARTNERS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2005



LIVING FILMS LLP

PARTNERSHIP INFORMATION

Designated Partners

J McKoen
M Lavender
D Rowell

LLP Number

304017

Registered Office

191 Trewitt Road
Newcastle upon Tyne
NE6 5DY

Accountants

Melville & Co
18 Trinity Enterprise Centre
Furness Business Park
Barrow-in-Furness
Cumbria
LA14 2PN

LIVING FILMS LLP

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LIVING FILMS LLP

DESIGNATED PARTNERS' REPORT YEAR TO 5 APRIL 2005

The designated Partners are pleased to present the Financial Statements of the Partnership for the year ended 5 April 2005.

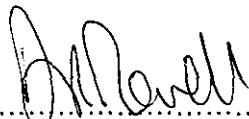
Principal Activities

The principal activity of the partnership is to carry on business as a producer and distributor of films.

Designated Partners

The following have acted as designated partners since 5 April 2004:

J McKoen
M Lavender
D Rowell



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D Rowell
Designated Partner

LIVING FILMS LLP

ACCOUNTANTS' REPORT TO THE DESIGNATED PARTNERS ON THE UNAUDITED ACCOUNTS OF LIVING FILMS LLP

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 5 April 2005, set out on pages 3 to 5 and you consider that the partnership is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.

Melville & Co

Melville & Co

Chartered Accountants

20/11/2005
.....

18 Trinity Enterprise Centre
Furness Business Park
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Cumbria
LA14 2PN

LIVING FILMS LLP

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 5 APRIL 2005

	Year ended 5 April 2005 £	Period ended 5 April 2004 £
Notes		
Turnover	111,865	-
Cost of Sales	6,003	-
	<hr/>	<hr/>
Gross Profit	105,862	-
Other Operating Income:		
Grants Receivable	-	31,500
Profit on Sale of Film	4,697	-
Administrative expenses	(929,882)	(953)
	<hr/>	<hr/>
Operating (Loss)/Profit	(819,323)	30,547
Other interest receivable and similar income	201	1,975
	<hr/>	<hr/>
(Loss)/Profit for the year	(819,122)	32,522
	<hr/>	<hr/>

LIVING FILMS LLP

BALANCE SHEET AS AT 5 APRIL 2005

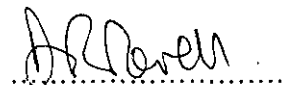
	Notes	2005	2004
Fixed Assets			
Tangible Fixed Assets	2(a)	-	917,001
Intangible Fixed Assets	2(b)	1	-
Current Assets			
Other Debtors		10,000	80,238
Cash at Bank and in Hand		101	105,767
		<hr/>	<hr/>
		10,101	186,005
Creditors: amounts falling due within one year		10,101	327,883
		<hr/>	<hr/>
Net Current Liabilities		-	(141,878)
		<hr/>	<hr/>
Total Assets less Current Liabilities		1	775,123
Creditors: amounts falling due after more than one year		(192,000)	(148,000)
		<hr/>	<hr/>
		£(191,999)	£627,123
		<hr/>	<hr/>
Members Reserves			
Profit and Loss Account		(786,600)	32,522
Members Other Interests			
Members Capital	3	594,601	594,601
		<hr/>	<hr/>
		£(191,999)	£627,123
		<hr/>	<hr/>

In preparing these financial statements:

- The designated partner is of the opinion that the limited liability partnership was entitled to exemption under section 249A(1) of the Companies Act 1985 (as applied to limited liability partnerships by regulation 3 of the Limited Liability Partnerships Regulations 2001).
- The designated partners acknowledge their responsibilities for:
 - ensuring that the limited liability partnership keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - preparing accounts which give a true and fair view of the state of affairs of the limited liability partnership as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the LLP.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 (as applied to limited liability partnerships by regulation 3 of the Limited Liability Partnerships Regulations 2001) relating to small limited liability partnerships and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved on 16 November 2005



D Rowell
Designated Partner

LIVING FILMS LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2005

1. Accounting Policies

1.1 Accounting Convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Tangible Fixed Assets

Tangible fixed assets comprise the cost of production of British Films. The master tape of the film was sold in the year.

1.3 Intangible Assets

The partnership has reacquired the rights to exploit the film for a period of 15 years on a sale and leaseback agreement. The lease obligations were paid in full by the partnership and will be met by a third party.

1.4 Amortisation of Intangible Asset

Provision has been made to reduce its holding value to deemed value (see note 2).

1.5 Taxation

No taxation charges or benefits are reflected in these statements.

2. Fixed Assets

(a) Tangible Assets

	£
<u>Cost</u>	
B/Forward	917,001
Disposals	(917,001)
	<hr/>

At 5 April 2005	0
	<hr/>

(b) Intangible Assets

Film Rights	913,743
Provision for Diminution in value	(913,742)
	<hr/>

Net Book Value at 5 April 2005	1
	<hr/>

3. Members Capital

Issued Shares	594,601
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