

Registered number: 2171472

**ADVANCED SILICONES (BLACKBURN)
LIMITED**

ABBREVIATED ACCOUNTS

**FOR THE YEAR ENDED
31 DECEMBER 2003**



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

INDEPENDENT AUDITORS' REPORT TO ADVANCED SILICONES (BLACKBURN) LIMITED
Under section 247B of the Companies Act 1985

We have examined the abbreviated accounts of Advanced Silicones (Blackburn) Limited for the year ended 31 December 2003 set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 December 2003 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with s.247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Act to the registrar and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246 (5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

PM&M

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Chartered Accountants
Registered Auditors
Oakmount
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Lancashire
BB1 8BW

7 December 2004

ABBREVIATED BALANCE SHEET
As at 31 December 2003

	Note	£	2003	£	£	2002	£
FIXED ASSETS							
Tangible fixed assets	2			11,357			20,966
CURRENT ASSETS							
Stocks		11,338			28,984		
Debtors	3	195,721			129,201		
Cash at bank and in hand		55,518			136,471		
			262,577			294,656	
CREDITORS: amounts falling due within one year			(58,767)			(108,366)	
NET CURRENT ASSETS				203,810			186,290
TOTAL ASSETS LESS CURRENT LIABILITIES				<u>£ 215,167</u>			<u>£ 207,256</u>
CAPITAL AND RESERVES							
Called up share capital	4		2,700			2,700	
Capital redemption reserve			300			300	
Profit and loss account			212,167			204,256	
SHAREHOLDERS' FUNDS				<u>£ 215,167</u>			<u>£ 207,256</u>

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 7 December 2004 and signed on its behalf.

T J Brown

T J Brown
 Director

The notes on pages 3 to 4 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).

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 and equipment	-	20% straight line
Motor vehicles	-	20% straight line
Office equipment	-	20% straight line

1.5 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.6 Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the profit and loss account on the straight line basis over the lease term.

1.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.8 Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date, except for gains on disposal of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

1.9 Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

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

1.10 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. TANGIBLE FIXED ASSETS

	£
Cost	
At 1 January 2003	272,093
Additions	395
	<u>272,488</u>
At 31 December 2003	<u>272,488</u>
Depreciation	
At 1 January 2003	251,127
Charge for the year	10,004
	<u>261,131</u>
At 31 December 2003	<u>261,131</u>
Net book value	
At 31 December 2003	£ 11,357
At 31 December 2002	£ 20,966

3. DEBTORS

Included within other debtors due within one year are loans to the following directors:

T Brown - £121 (2002 - £4,950). Maximum balance in the year £4,950

M Porter - £121 (2002 - £4,950). Maximum balance in the year £4,950.

A Willis - £121 (2002 - £4,950). Maximum balance in the year £4,950.

4. SHARE CAPITAL

	2003 £	2002 £
Authorised		
5,000 Ordinary shares of £1 each	£ 5,000	£ 5,000
Allotted, called up and fully paid		
2,700 Ordinary shares of £1 each	£ 2,700	£ 2,700