

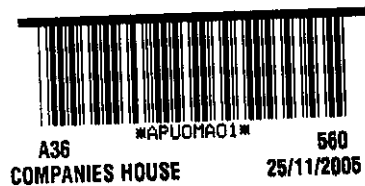
Company Registration No. 4377175 (England and Wales)

Co. Number	4377175
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PARTHENON ENTERTAINMENT LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2005



PARTHENON ENTERTAINMENT LIMITED

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PARTHENON ENTERTAINMENT LIMITED

ABBREVIATED BALANCE SHEET AS AT 31 MARCH 2005

	Notes	2005 £	£	2004 £	£
Fixed assets					
Intangible assets	2	1,497,459		824,394	
Tangible assets	2	182,784		163,572	
		<u>1,680,243</u>		<u>987,966</u>	
Current assets					
Debtors	3	1,068,982		866,972	
Cash at bank and in hand		85,923		235,515	
		<u>1,154,905</u>		<u>1,102,487</u>	
Creditors: amounts falling due within one year		<u>(1,947,449)</u>		<u>(1,340,189)</u>	
Net current liabilities			<u>(792,544)</u>		<u>(237,702)</u>
Total assets less current liabilities			887,699		750,264
Creditors: amounts falling due after more than one year	4		(326,274)		(410,706)
Provisions for liabilities and charges			-		(16,115)
			<u>561,425</u>		<u>323,443</u>
Capital and reserves					
Called up share capital	5		100		100
Profit and loss account			561,325		323,343
Shareholders' funds			<u>561,425</u>		<u>323,443</u>

PARTHENON ENTERTAINMENT LIMITED

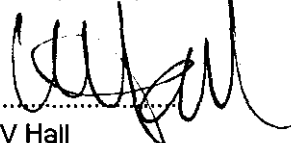
ABBREVIATED BALANCE SHEET (CONTINUED) AS AT 31 MARCH 2005

In preparing these abbreviated accounts:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges his responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year 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 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.

The financial statements were approved by the Board on 24 November 2005



C V Hall
Director

PARTHENON ENTERTAINMENT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2005

1 Accounting policies

1.1 Accounting convention

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

1.2 Turnover

Turnover represents amounts receivable for production services and distribution fees net of VAT. Production fees are recognised as turnover when the film is available for delivery, except for films being produced on behalf of third parties, where income is recognised as costs are incurred. Distribution income and rights revenues are recognised on the earlier of broadcast date or contract signature by customer.

1.3 Production and development costs

Production costs incurred in programming are capitalised in the balance sheet as intangible assets as they are incurred. Production costs capitalised are amortised to the Profit and Loss Account as a proportion of projected total turnover from each film. Although the films are expected to have an indefinite shelf life, in the interest of prudence the total turnover has been projected over a period not exceeding six years.

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 less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Leasehold	over the term of the lease
Plant and machinery	25% per annum on the reducing balance basis
Fixtures, fittings & equipment	25% per annum on the reducing balance basis

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. 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.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Deferred taxation

The accounting policy in respect of deferred tax reflects the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.7 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

PARTHENON ENTERTAINMENT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2005

2 Fixed assets

	Intangible assets £	Tangible assets £	Total £
Cost			
At 1 April 2004	1,381,225	241,688	1,622,913
Additions	1,179,141	68,029	1,247,170
At 31 March 2005	2,560,366	309,717	2,870,083
Depreciation			
At 1 April 2004	556,831	78,116	634,947
Charge for the year	506,076	48,817	554,893
At 31 March 2005	1,062,907	126,933	1,189,840
Net book value			
At 31 March 2005	1,497,459	182,784	1,680,243
At 31 March 2004	824,394	163,572	987,966

3 Debtors

Debtors include an amount of £- (2004 - £112,035) which is due after more than one year.

4 Creditors: amounts falling due after more than one year

The aggregate amount of creditors for which security has been given amounted to £- (2004 - £823,978).

5 Share capital

	2005 £	2004 £
Authorised		
1,000 Ordinary shares of £1 each	1,000	1,000
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100

6 Transactions with directors

During the year the company paid rent of £4,000 on a property owned by the director C V Hall and his wife.

Included within creditors due in more than one year is £320,000 advanced to the company by the director and his wife. During the year the company was charged interest of £30,532 on the loan.

In addition the director has provided a £600,000 personal guarantee to cover the bank borrowings and has personally guaranteed the hire purchase contracts entered into by the company. At the balance sheet date the liability on these contracts was £44,904.