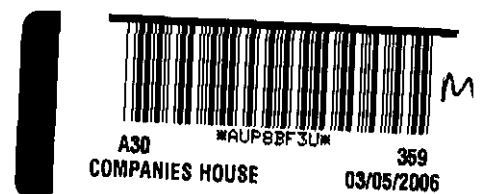


LIVE SMART LIMITED
ABBREVIATED ACCOUNTS
FOR THE PERIOD ENDED
31 JULY 2005



LIVE SMART LIMITED

ABBREVIATED BALANCE SHEET As at 31 July 2005

	Note	£	31 July 2005 £	£	30 June 2004 £
FIXED ASSETS					
Tangible fixed assets	2		33,552		-
CURRENT ASSETS					
Stocks		1,033		-	
Debtors		36,671		100	
Cash in hand		6		-	
			<u>37,710</u>	<u>100</u>	
CREDITORS: amounts falling due within one year			<u>(794,865)</u>	<u>-</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(757,155)</u>		<u>100</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(723,603)</u>		<u>100</u>
CREDITORS: amounts falling due after more than one year			<u>(532,812)</u>		<u>-</u>
NET (LIABILITIES)/ASSETS			<u><u>£ (1,256,415)</u></u>		<u><u>£ 100</u></u>
CAPITAL AND RESERVES					
Called up share capital	3		100		100
Profit and loss account			(1,256,515)		-
SHAREHOLDERS' FUNDS - All Equity			<u><u>£ (1,256,415)</u></u>		<u><u>£ 100</u></u>

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 period 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 July 2005 and of its loss for the period 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 11 November 2005 and signed on its behalf.

R S Dutton
Director



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

LIVE SMART LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS For the period ended 31 July 2005

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 applicable accounting standards.

1.2 Cash flow

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

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:

Office equipment	-	50% straight line
Technical equipment	-	50% 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.

LIVE SMART LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS For the period ended 31 July 2005

2. TANGIBLE FIXED ASSETS

	£
Cost	
Additions	61,727
At 31 July 2005	<u>61,727</u>
Depreciation	
Charge for the period	28,175
At 31 July 2005	<u>28,175</u>
Net book value	
At 31 July 2005	£ <u>33,552</u>
At 30 June 2004	£ <u>-</u>

3. SHARE CAPITAL

	31 July 2005 £	30 June 2004 £
Authorised, allotted, called up and fully paid		
100 Ordinary shares of £1 each	£ <u>100</u>	£ <u>100</u>

4. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company is a wholly owned subsidiary of Global Smart Media Limited, the ultimate parent company. The directors consider that Global Smart Media Limited is not controlled by any individual party.