TUNERSTAR LIMITED

DIRECTORS' REPORT
AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED
31 AUGUST 2002

1802407



TUNERSTAR LIMITED
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TUNERSTAR LIMITED

COMPANY INFORMATION

Directors	Mark David Howard Kay Howard
Secretary	Kay Howard
Company number	1802407
Registered office	October Lodge, 28 Head Street Goldhanger Essex CM9 8AY
Bankers	Barclays Bank plc 60 High Street Maldon Essex CM9 8PR

TUNERSTAR LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 AUGUST 2002

The directors present their report and financial statements for the year ended 31 August 2002.

Principal activities
The principal activity of the company continued to be that of Project and Engineering Management Consultants.

Directors
The following directors have held office since 1 September 2001.

K. Howard
M.D. Howard

Directors' interests
The directors' beneficial interests in the shares of the company were as stated below:

	Ordinary shares of £1 each	
	31 August 2002	**1 September 2001**
K. Howard	1	1
M.D. Howard	1	1

In the preparation of the directors' report advantage has been taken of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

By order of the board

Mark Howard
Director & Company Secretary
26 May 2003

TUNERSTAR LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2002

	Notes	2002 (£)	2001 (£)
Turnover		77,692	79,279
Administrative Expenses		55,089	55,514
Participants Loans		13,000	17,152
Operating Profit	2	9,603.43	8,613
Interest payable and similar charges		0	0
Profit on ordinary activities before taxation		9,603.43	8,613
Tax on profit on ordinary activities	3	960	861
Profit on ordinary activities after taxation	9	8,643	7,752

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains or losses other than those passing through the profit and loss account.

TUNERSTAR LIMITED

BALANCE SHEET
AS AT 31 AUGUST 2002

	Notes	2002 (£)		2001 (£)	
Fixed assets					
Tangible assets	4		4,351		4,685
Current assets					
Debtors	5	115,000		94,332	
Cash at Bank and in Hand		-1,250		6,037	
		113,750		100,369	
Creditors: amounts falling due within one year	6	1,250		9,162	
Net current assets			112,500		91,207
Total assets less current liabilities			116,851		95,891
Capital and reserves					
Called up share capital	8		2		2
Profit and loss account	9		116,849		95,889
Shareholders' funds – equity interests	10		116,851		95,891

In preparing these financial statements:
(a) The directors are 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 directors acknowledge their 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 financial statements 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 26 May 2003.

Mark David Howard
Director & Company Secretary

TUNERSTAR LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2002

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

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.

1.2 Compliance with accounting standards

The accounts have been prepared in accordance with the applicable accounting standards.

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT 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 less estimated residual value of each asset over its expected useful life, as follows:

Office equipment	15% Straight line method
Motor vehicles	25% Straight line method

1.5 Leasing

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

1.6 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with SSAP 24.

1.7 Deferred taxation

Deferred taxation is provided at appropriate rates on all timing differences using the liability method only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

2 Operating profit

	2002 (£)	2001 (£)
Operating profit is stated after charging:		
Depreciation of tangible assets	560	1,830
Operating lease rentals	0	0
Directors' emoluments	27,380	21,456

3 Taxation

	2002 (£)	2001 (£)
U.K. current year taxation		
U.K. corporation tax	960	861

4 Tangible fixed assets

	Office Equipment (£)	Motor Vehicles (£)	Total (£)
Cost			
At 1 September 2001	11,563	0	11,563
Additions	1,976	0	1,976
Disposals	-900		-900
At 31 August 2002	12,693	0	12,693
Depreciation			
At 1 September 2001	8,628	0	8,628
Charge for the year	560	0	560
Eliminated on Disposals	-900		-900
At 31 August 2002	8,288	0	8,288
Net book value			
At 31 August 2001	4,351	0	4,351
At 31 August 2002	2,935	0	2,935

5 Debtors

	2002 (£)	2001 (£)
Other debtors	115,000	94,332

6 *Creditors: amounts falling due within one year*

	2002	2001
Bank loans and overdrafts	1,250	5,129
Trade creditors	0	0
Corporation tax	0	4,034
Other creditors	0	0
	1,250	9,162

7 Pension costs

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund.

8 Share capital

	2002 (£)	2001 (£)
Authorised		
10,000 Ordinary shares of £1 each	10,000	10,000
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	2	2

9 *Statement of movements on profit and loss account*

	Profit and loss account
Balance at 1 September 2001	73,304
Retained profit for the year	8,643
Balance at 31 August 2002	81,947

10 *Reconciliation of movements in shareholders' funds*

	2002	2001
Profit for the financial year	8,643	7,752
Opening shareholders' funds	73,304	70,965
Closing shareholders' funds	81,947	78,717

11 Financial commitments

At 31 August 2002 the company had annual commitments under non-cancellable operating leases as follows:

	2002	2001
Expiry date:		
Between two and five years	0	0

12 Transactions with directors

The following directors had interest free loans during the year. The movement on these loans are as follows:

	Amount outstanding 2002	2001	Maximum in year
Director's current account (debit bal)	97,332	84,332	97,332

TUNERSTAR LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2002

	2002 (£)	2001 (£)
Turnover		
Sales	77,692	79,279
Administrative expenses	55,089	53,514
Participants Loans	13,000	17,152
Operating Profit	9,603	8,613

TUNERSTAR LIMITED

SCHEDULE OF ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 31 AUGUST 2002

	2002 (£)	2001 (£)
Administrative expenses		
Directors' remuneration	23,543	17,619
Employer's N.I. contributions	2,210	1,230
Director' pension costs	3,837	3,837
Training and Course Fees	1,368	1,682
Rent, rates and insurance	1,108	1,867
Light and heat	1,283	1,182
Repairs and maintenance	1,957	2,189
Telephone, postage and stationary	1,148	1,702
Computer Running Costs	1,343	3,620
Development Materials	135	0
Tools & Equipment	2,547	0
Hire of equipment	0	0
Motor and travelling expenses	7,918	5,184
Entertaining	0	382
Consultancy fees	2,400	5,480
Accountancy	1,000	1,391
Bank charges	971	577
Sundry expenses	0	576
Subscriptions and library costs	680	967
VAT Penalty	0	0
Companies House / Penalty	15	1,800
Depreciation on FF & E	560	955
Depreciation on motor vehicles	0	875
	55,089	53,514