

Company Registration No. 1840310 (England and Wales)

STEPHEN TYLER LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2003



STEPHEN TYLER LIMITED

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STEPHEN TYLER LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2003

The directors present their report and financial statements for the year ended 30 June 2003.

Principal activities and review of the business

The principal activity of the company is that of manufacturing jewellers.

The business climate remains difficult and highly competitive. The company has maintained its margins although turnover has suffered a little. The directors' remain optimistic about the future.

Results and dividends

The results for the year are set out on page 4.

The directors do not recommend payment of a final dividend.

Market value of land and buildings

In the opinion of the directors the market value of land and buildings exceeds the current net book value.

Research and development

The company does not incur any material amounts on research and development.

Post balance sheet events

There have been no significant post balance sheet events.

Future developments

The directors' do not envisage any major changes in the nature of the company or its business over the foreseeable future.

Directors

The following directors have held office since 1 July 2002:

Stephen John Tyler
Clare Eugenia Tyler

Directors' interests

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

	Ordinary Shares of £ 1 each	
	30 June 2003	1 July 2002
Stephen John Tyler	35	35
Clare Eugenia Tyler	35	35

30 ordinary shares in the company are owned by The Tyler 1998 Children's Settlement.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Simmons Gainsford LLP be reappointed as auditors of the company will be put to the Annual General Meeting.

STEPHEN TYLER LIMITED

DIRECTORS' REPORT (CONTINUED) **FOR THE YEAR ENDED 30 JUNE 2003**

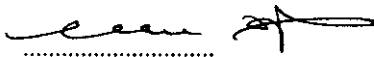
Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the board



.....
Clare Eugenia Tyler

Director

.....27/2/04

STEPHEN TYLER LIMITED

INDEPENDENT AUDITORS' REPORT TO STEPHEN TYLER LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 13, together with the financial statements of the company for the year ended 30 June 2003 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company's members, as a body, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

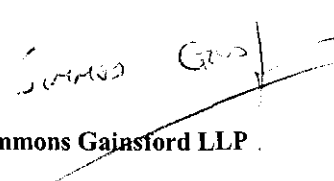
The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we considered 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 section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 4 to 13 are properly prepared in accordance with that provision.


Simmons Gajnsford LLP

Chartered Accountants
Registered Auditor

9/3/04

7/10 Chandos Street
Cavendish Square
London
W1G 9DQ

STEPHEN TYLER LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2003

		2003	2002
	Notes	£	£
Gross profit		822,076	838,583
Administrative expenses		(520,844)	(638,144)
Operating profit	2	301,232	200,439
Other interest receivable and similar income		77	77
Interest payable and similar charges	4	(27,231)	(28,986)
Profit on ordinary activities before taxation		274,078	171,530
Tax on profit on ordinary activities	5	(52,330)	(34,651)
Profit on ordinary activities after taxation		221,748	136,879
Dividends	6	-	(90,714)
Retained profit for the year	14	221,748	46,165

STEPHEN TYLER LIMITED

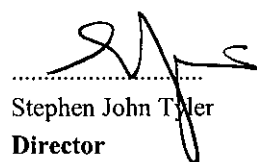
ABBREVIATED BALANCE SHEET

AS AT 30 JUNE 2003

	Notes	2003 £	2002 £
Fixed assets			
Tangible assets	7	98,083	99,546
Current assets			
Stocks	8	1,140,745	1,334,173
Debtors	9	994,287	1,171,420
Cash at bank and in hand		17,682	1,142
		<u>2,152,714</u>	<u>2,506,735</u>
Creditors: amounts falling due within one year	10	<u>(978,016)</u>	<u>(1,535,670)</u>
Net current assets		<u>1,174,698</u>	<u>971,065</u>
Total assets less current liabilities		<u>1,272,781</u>	<u>1,070,611</u>
Creditors: amounts falling due after more than one year	11	<u>-</u>	<u>(19,578)</u>
		<u>1,272,781</u>	<u>1,051,033</u>
Capital and reserves			
Called up share capital	13	100	100
Profit and loss account	14	<u>1,272,681</u>	<u>1,050,933</u>
Shareholders' funds - equity interests	15	<u>1,272,781</u>	<u>1,051,033</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board on 27/2/04


 Stephen John Tyler
 Director

STEPHEN TYLER LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2003

	2003		2002	
	£	£	£	£
Net cash inflow/(outflow) from operating activities		414,484		(41,498)
Returns on investments and servicing of finance				
Interest received	77		77	
Interest paid	(27,231)		(28,986)	
Net cash outflow for returns on investments and servicing of finance		(27,154)		(28,909)
Taxation		(34,190)		(26,125)
Capital expenditure				
Payments to acquire tangible assets	(26,083)		(24,774)	
Receipts from sales of tangible assets	-		5,750	
Net cash outflow for capital expenditure		(26,083)		(19,024)
Equity dividends paid		-		(90,714)
Net cash inflow/(outflow) before management of liquid resources and financing		327,057		(206,270)
Management of liquid resources				
Bank deposits	(2)		(2)	
		(2)		(2)
Financing				
Other new short term loans	100,000		-	
Repayment of other long term loans	(19,578)		(25,273)	
Repayment of other short term loans	(28,173)		(3,027)	
Net cash inflow/(outflow) from financing		52,249		(28,300)
Increase/(decrease) in cash in the year		379,304		(234,572)

STEPHEN TYLER LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2003

1	Reconciliation of operating profit to net cash inflow/(outflow) from operating activities			2003	2002
				£	£
	Operating profit			301,232	200,439
	Depreciation of tangible assets			27,546	28,312
	Profit on disposal of tangible assets			-	(3,027)
	Decrease/(increase) in stocks			193,428	(208,547)
	Decrease/(increase) in debtors			177,133	(377,586)
	(Decrease)/Increase in creditors within one year			(284,855)	318,911
	Net cash inflow/(outflow) from operating activities			414,484	(41,498)
2	Analysis of net debt	1 July 2002	Cash flow	Other non-cash changes	30 June 2003
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	683	16,538	-	17,221
	Bank overdrafts	(492,842)	362,766	-	(130,076)
		(492,159)	379,304	-	(112,855)
	Liquid resources:				
	Bank deposits	459	2	-	461
	Debt:				
	Debts falling due within one year	(28,173)	(71,827)	-	(100,000)
	Debts falling due after one year	(19,578)	19,578	-	-
	Net debt	(539,451)	327,057	-	(212,394)
3	Reconciliation of net cash flow to movement in net debt			2003	2002
				£	£
	Increase/(decrease) in cash in the year			379,304	(234,571)
	Cash outflow from increase in liquid resources			2	2
	Cash (inflow)/outflow from (increase)/decrease in debt			(52,249)	28,299
	Movement in net debt in the year			327,057	(206,270)
	Opening net debt			(539,451)	(333,181)
	Closing net debt			(212,394)	(539,451)

STEPHEN TYLER LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2003

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents sales to outside customers at invoiced amounts less VAT.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land 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:

Leasehold improvement	Straight line over the life of the lease
Computer equipment	20% reducing balance
Equipment	20% Reducing balance
Master rings & patterns	25% Reducing balance
Motor vehicles	25% Reducing balance

1.4 Leasing

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

1.5 Stock

Stock is valued at the lower of cost and net realisable value.

1.6 Pensions

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with FRS 17.

1.7 Deferred taxation

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.

1.8 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.

2 Operating profit

	2003	2002
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	27,546	28,312
Loss on foreign exchange transactions	490	3
Operating lease rentals	60,374	95,496
Auditors' remuneration	11,300	12,000
and after crediting:		
Profit on disposal of tangible assets	-	(3,027)

STEPHEN TYLER LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2003

3	Investment income	2003	2002
		£	£
	Bank interest	19	23
	Other interest	58	23
		<u>77</u>	<u>77</u>
		<u><u>77</u></u>	<u><u>77</u></u>
4	Interest payable	2003	2002
		£	£
	On bank loans and overdrafts	25,395	25,607
	On other loans wholly repayable within 5 years	1,836	2,971
	On overdue tax	-	408
		<u>27,231</u>	<u>28,986</u>
		<u><u>27,231</u></u>	<u><u>28,986</u></u>
5	Taxation	2003	2002
		£	£
	Domestic current year tax		
	U.K. corporation tax	52,792	34,651
	Adjustment for prior years	(462)	-
		<u>52,330</u>	<u>34,651</u>
	Current tax charge	<u><u>52,330</u></u>	<u><u>34,651</u></u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>274,078</u>	<u>171,530</u>
		<u><u>274,078</u></u>	<u><u>171,530</u></u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 19.00% (2002: 20.00%)	<u>52,075</u>	<u>34,306</u>
		<u><u>52,075</u></u>	<u><u>34,306</u></u>
	Effects of:		
	Non deductible expenses	100	348
	Depreciation add back	5,234	5,662
	Capital allowances	(5,055)	(5,054)
	Other tax adjustments	(24)	(611)
		<u>255</u>	<u>345</u>
		<u><u>255</u></u>	<u><u>345</u></u>
	Current tax charge	<u><u>52,330</u></u>	<u><u>34,651</u></u>

STEPHEN TYLER LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2003

6	Dividends	2003 £	2002 £
	Ordinary interim paid	-	90,714

7	Tangible fixed assets	Leasehold improvement	Computer equipment	Equipment Master rings & patterns	Motor vehicles	Total
		£	£	£	£	£
	Cost					
	At 1 July 2002	5,185	35,723	109,904	65,318	305,536
	Additions	-	-	26,083	-	26,083
	At 30 June 2003	5,185	35,723	135,987	65,318	331,619
	Depreciation					
	At 1 July 2002	5,185	22,173	72,306	57,094	205,990
	Charge for the year	-	2,710	12,736	2,056	27,546
	At 30 June 2003	5,185	24,883	85,042	59,276	233,536
	Net book value					
	At 30 June 2003	-	10,840	50,945	6,168	98,083
	At 30 June 2002	-	13,550	37,598	8,224	99,546

8	Stocks	2003 £	2002 £
	Finished goods and goods for resale	1,140,745	1,334,173

9	Debtors	2003 £	2002 £
	Trade debtors	959,697	1,143,488
	Corporation tax	7,125	7,125
	Other debtors	2,998	3,713
	Prepayments and accrued income	24,467	17,094
		994,287	1,171,420

STEPHEN TYLER LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2003

10 Creditors: amounts falling due within one year	2003 £	2002 £
Bank loans and overdrafts	130,076	521,015
Trade creditors	632,882	790,347
Corporation tax	52,791	34,651
Other taxes and social security costs	33,313	29,584
Directors' current accounts	946	12,763
Other creditors	89,733	17,143
Accruals and deferred income	38,275	130,167
	<u>978,016</u>	<u>1,535,670</u>

The bank overdraft is secured by way of an unlimited guarantee provided by the directors.

11 Creditors: amounts falling due after more than one year	2003 £	2002 £
Other loans	-	19,578
	<u>-</u>	<u>19,578</u>
Analysis of loans		
Wholly repayable within five years	100,000	47,751
	<u>100,000</u>	<u>47,751</u>
Included in current liabilities	(100,000)	(28,173)
	<u>-</u>	<u>19,578</u>
Loan maturity analysis		
In more than one year but not more than two years	100,000	28,173
In more than two years but not more than five years	-	47,751
	<u>-</u>	<u>47,751</u>

The loan from the directors is unsecured and the directors have confirmed that the above amounts will be repaid in equal instalments (to include capital and interest) over 15 years. Interest is charged at bank rates.

12 Pension costs

Defined contribution

	2003 £	2002 £
Contributions payable by the company for the year	<u>20,822</u>	<u>21,450</u>

STEPHEN TYLER LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2003

13 Share capital	2003	2002
	£	£
Authorised		
100 Ordinary Shares of £1 each	100	100
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
100 Ordinary Shares of £1 each	100	100
	<u> </u>	<u> </u>
14 Statement of movements on profit and loss account		Profit and loss account
		£
Balance at 1 July 2002		1,050,933
Retained profit for the year		221,748
		<u> </u>
Balance at 30 June 2003		1,272,681
		<u> </u>
15 Reconciliation of movements in shareholders' funds	2003	2002
	£	£
Profit for the financial year	221,748	136,879
Dividends	-	(90,714)
	<u> </u>	<u> </u>
Net addition to shareholders' funds	221,748	46,165
Opening shareholders' funds	1,051,033	1,004,868
	<u> </u>	<u> </u>
Closing shareholders' funds	1,272,781	1,051,033
	<u> </u>	<u> </u>
16 Financial commitments		
At 30 June 2003 the company had annual commitments under non-cancellable operating leases as follows:		
	Land and buildings	
	2003	2002
	£	£
Expiry date:		
In over five years	49,679	49,679
	<u> </u>	<u> </u>

STEPHEN TYLER LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2003

17 Directors' emoluments	2003 £	2002 £
Emoluments for qualifying services	149,946	150,403
Company pension contributions to money purchase schemes	20,822	21,450
	<u>170,768</u>	<u>171,853</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 2 (2002).

18 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2003 Number	2002 Number
Office and Management	4	4
Manufacturing	6	4
	<u>10</u>	<u>8</u>

Employment costs

	£	£
Wages and salaries	301,700	262,384
Social security costs	31,120	26,994
Other pension costs	20,822	21,450
	<u>353,642</u>	<u>310,828</u>