

LILY GARDNER LIMITED

Company No: 3783621

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

For the Year ended 30th June 2003



LILY GARDNER LTD

CONTENTS

	Pages
Director's Report	1
Accountant's Report	2
Profit & Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	5 - 7

LILY GARDNER LIMITED

DIRECTOR'S REPORT For the Year Ended 30th June 2003

The Director presents her report and financial statements for the year ended 30th June 2003.

PRINCIPAL ACTIVITIES

The principal activity of the company is that of marketing jewellery.

Director

The following director has held office throughout the year. Ms Adrienne Gardner

Director's interests

The director's beneficial interest in the shares of the company was as stated below:

Ordinary Shares of £1 each

Ms Adrienne Gardner

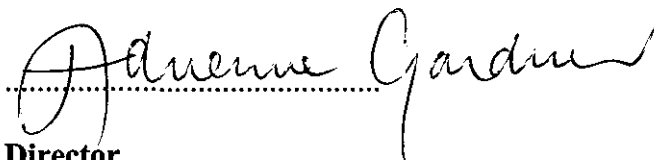
2

Results & Dividends

Details of the profit for the year are set out in the profit and loss account on page 3. The Director is recommending that no dividend be paid.

This report has been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985.

By order of the board



Director

16 June 2004

LILY GARDNER LTD

PROFIT AND LOSS ACCOUNT FOR YEAR ENDED 30TH JUNE 2003

	Notes	£
TURNOVER		63300
Cost of Sales		36773
Gross Profit		26527
Administrative Expenses		13351
Operating Profit	2	13176
Other interest receivable and similar income		0
Profit on ordinary activities before taxation		13176
Dividend paid	1	0
Tax on profit on ordinary activities		0
Profit on ordinary activities after taxation		13176

The profit and loss account has been prepared on the basis that all operations are continuing operations. These activities were again dependant upon the continuing financial support of the Director. Sales have shown a sizeable increase in the subsequent period.

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

LILY GARDNER LTD

BALANCE SHEET AS AT 30TH JUNE 2003

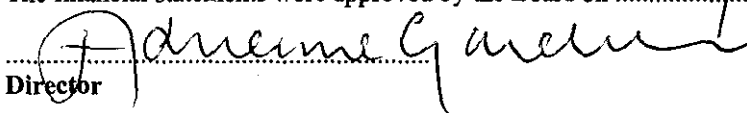
	£	£
Fixed assets		
Tangible assets	Notes 5	1144
Current assets		
Stock in hand	7825	
Debtors	1427	
Cash at bank and in hand		
	9252	
Creditors: amounts falling due within one year	1850	
Net Current Assets		7402
Creditors: amounts falling due outwith one year		62965
Total liabilities less assets		54419
Capital and reserves		
Called up share capital		2
Profit and loss account – Deficit		54421
Shareholder's funds – equity interests		(54419)

In preparing these financial statements:

- (a) The director has taken advantage of the Companies Act 1985 in not having these accounts audited under Section 249a(2)(partial exemption);
- (b) that no notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges her 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 15/06/2004

Director 

LILY GARDNER LTD

1 **Accounting policies**

1.1 **Accounting convention**

The financial statements are prepared under the historical cost convention.

1.2 **Turnover**

Turnover represent amounts receivable for goods and services net of VAT and trade discounts.

1.3 **Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the costs less estimated residual value of each asset over its expected useful life, as follows:

Vehicles and equipment	@ 25% Reducing Balance
------------------------	------------------------

1.4 **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 director, there is a reasonable probability that a liability or asset will crystallise in the foreseeable future.

2003

2 **Operating loss**

Operating loss is stated after charging:

Depreciation of tangible assets	381
Director's emoluments	0

3 **Other interest receivable and similar income**

Bank interest	0
---------------	---

4 **Taxation**

U.K. current year taxation

U.K. corporation tax	0
----------------------	---

LILY GARDNER LTD

5	Tangible fixed assets	Equipment
		£
	At cost	3061
	Depreciation	
	As at 1 st July 2002	1536
	Charge for the period	381
	Total	1917
	Net book value	
	At 30 th June 2003	1144
6.	Debtors	
	Trade debtors	94
	Other debtors	1333
7.a	Creditors: amounts falling due within one year	
	Trade creditors	618
	Taxation and social security	
	Bank Overdraft	1232
7b	Creditors: long term	
	Director's loan	64815
	Bank Loan	8417

LILY GARDNER LTD

	£
8. Share capital	
Authorised	
1000 Ordinary Shares of £1 each	
100 Non voting A Ordinary shares of £1 each	
Allotted, called up and fully paid	
Ordinary Shares of £1 each	2
9. Statement of movements in shareholder's funds	
	Profit and Loss account
	£
Retained profit for the period	<u>13176</u>
10. Reconciliation of movements in shareholder's funds	
Loss brought forward	67597
Profit for the financial period	13176
Dividend voted	0
Closing shareholder's funds	(54421)