

Registration number 2776405

Style Stitch Limited

Director's report and financial statements

for the year ended 31 December 2002



Style Stitch Limited

Company information

Director	Mrs L M Land
Secretary	Miss A J Gibbs
Company number	2776405
Registered office	21 Bampton Street Tiverton Devon EX16 6AA
Accountants	Apsleys 21 Bampton Street Tiverton Devon EX16 6AA
Bankers	Barclays Bank plc 24 Fore Street Tiverton Devon

Style Stitch Limited

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Style Stitch Limited

**Director's report
for the year ended 31 December 2002**

The director presents report and the financial statements for the year ended 31 December 2002.

Principal activity

The company produces corporate and club embroidery.

Director and interest

The director who served during the year and interest in the company are as stated below:

	Ordinary shares	
	31/12/02	01/01/02
Mrs L M Land	1	1

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 27/01/03 and signed on its behalf by



**Miss A J Gibbs
Secretary**

Style Stitch Limited

**Accountants' report on the unaudited financial statements to the director of
Style Stitch Limited**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 December 2002 set out on pages 3 to 9 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.



Apsleys
Chartered Accountants
21 Bampton Street
Tiverton
Devon
EX16 6AA

Date: 4 September 2003

Style Stitch Limited

Profit and loss account for the year ended 31 December 2002

		2002	2001
	Notes	£	£
Turnover	2	110,819	132,679
Cost of sales		(52,415)	(71,460)
Gross profit		58,404	61,219
Administrative expenses		(50,075)	(50,738)
Operating profit	3	8,329	10,481
Interest payable and similar charges		(2,250)	(3,079)
Profit on ordinary activities before taxation		6,079	7,402
Tax on profit on ordinary activities		-	-
Retained profit for the year		6,079	7,402
Accumulated loss brought forward		(16,749)	(24,151)
Accumulated loss carried forward		(10,670)	(16,749)

The notes on pages 6 to 9 form an integral part of these financial statements.

Style Stitch Limited

**Balance sheet
as at 31 December 2002**

		2002		2001	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	5		22,878		27,953
Current assets					
Stocks		39,050		29,675	
Debtors	6	13,696		20,575	
		<u>52,746</u>		<u>50,250</u>	
Creditors: amounts falling due within one year	7	<u>(75,382)</u>		<u>(76,945)</u>	
Net current liabilities			<u>(22,636)</u>		<u>(26,695)</u>
Total assets less current liabilities			242		1,258
Creditors: amounts falling due after more than one year	8		<u>(10,910)</u>		<u>(18,005)</u>
Deficiency of assets			<u>(10,668)</u>		<u>(16,747)</u>
Capital and reserves					
Called up share capital	9		2		2
Profit and loss account			<u>(10,670)</u>		<u>(16,749)</u>
Shareholders' funds			<u>(10,668)</u>		<u>(16,747)</u>

The director's statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 9 form an integral part of these financial statements.

Style Stitch Limited

Balance sheet (continued)

**Director's statements required by Section 249B(4)
for the year ended 31 December 2002**

In approving these financial statements as director of the company I hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 December 2002 and

(c) that I acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 27.08.03 and signed on its behalf by



Mrs L M Land
Director

The notes on pages 6 to 9 form an integral part of these financial statements.

Style Stitch Limited

Notes to the financial statements for the year ended 31 December 2002

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 the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Plant and machinery	-	15% reducing balance
Fixtures, fittings and equipment	-	15% reducing balance
Computer equipment	-	33 1/3% straight line

1.4. 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 constant periodic rates of charge on the net obligations outstanding in each period.

1.5. Stock

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

Stock and work in progress are valued at the lower of cost and net realisable value.

1.6. Deferred taxation

The company adopted Financial Reporting Standard 19 "Deferred Taxation" (FRS 19) during the financial year.

Full provision is made for deferred taxation on all material timing differences which have arisen but have not reversed at the balance sheet date.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

Style Stitch Limited

Notes to the financial statements for the year ended 31 December 2002

..... continued

3. Operating profit	2002	2001
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	<u>5,374</u>	<u>5,982</u>

4. Director's emoluments	2002	2001
	£	£
Remuneration and other benefits	<u>25,500</u>	<u>26,400</u>

5. Tangible fixed assets	Plant and machinery	Fixtures, fittings and equipment	Computer equipment	Total
	£	£	£	£
Cost				
At 1 January 2002	40,243	1,794	6,568	48,605
Additions	299	-	-	299
At 31 December 2002	<u>40,542</u>	<u>1,794</u>	<u>6,568</u>	<u>48,904</u>
Depreciation				
At 1 January 2002	16,412	916	3,324	20,652
Charge for the year	3,620	132	1,622	5,374
At 31 December 2002	<u>20,032</u>	<u>1,048</u>	<u>4,946</u>	<u>26,026</u>
Net book values				
At 31 December 2002	<u>20,510</u>	<u>746</u>	<u>1,622</u>	<u>22,878</u>
At 31 December 2001	<u>23,831</u>	<u>878</u>	<u>3,244</u>	<u>27,953</u>

Included above are assets held under finance leases or hire purchase contracts as follows:

	2002	2001
Asset description	Net book value	Net book value
	£	£
	Depreciation charge	Depreciation charge
	£	£
Plant and machinery	<u>17,227</u>	<u>20,267</u>
	<u>3,040</u>	<u>3,576</u>

Style Stitch Limited

Notes to the financial statements for the year ended 31 December 2002

..... continued

6. Debtors	2002	2001
	£	£
Trade debtors	13,694	20,573
Called up share capital not paid	2	2
	<u>13,696</u>	<u>20,575</u>
7. Creditors: amounts falling due within one year	2002	2001
	£	£
Bank overdraft	12,355	14,760
Bank loan	1,300	1,300
Net obligations under finance leases and hire purchase contracts	4,322	8,121
Trade creditors	50,101	47,495
Other taxes and social security costs	4,612	3,696
Accruals and deferred income	2,692	1,573
	<u>75,382</u>	<u>76,945</u>
8. Creditors: amounts falling due after more than one year	2002	2001
	£	£
Bank loan	5,334	6,607
Director's loan account	5,576	7,076
Other creditors	-	4,322
	<u>10,910</u>	<u>18,005</u>
9. Share capital	2002	2001
	£	£
Authorised		
2 Ordinary shares of £1 each	2	2
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	2	2

Style Stitch Limited

**Notes to the financial statements
for the year ended 31 December 2002**

..... continued

10. Related party transactions

At the 31 December 2002 the company owed Mrs L M Land, a director of the company £5,576 (2001: 7,076).

11. Controlling interest

The company is controlled by Mrs L M Land, a director of a company.