Company Registration No. 2340843 (England and Wales)

AXIS ELEVATORS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2001

ALTPGH8A
A25
COMPANIES HOUSE
0846
24/12/02

AXIS ELEVATORS LIMITED

COMPANY INFORMATION

Directors	I W Simpson Esq (Appointed 25 January 2002) P G Burton Esq (Appointed 25 January 2002) R J Warne Esq I G Rutherford Esq
Secretary	I W Simpson Esq
Company number	2340843
Registered office	2 Mountview Court 310 Friern Barnet Lane London N20 0YZ
Auditors	Harris Lipman 2 Mountview Court 310 Friern Barnet Lane London N20 0YZ
Business address	Unit G1, Blackfriars Foundry Annexe 65 Glasshill Street London SE1 0QR
Bankers	HSBC Bank Plc 1 The Town Enfiled Middlesex EN2 6LD

AXIS ELEVATORS LIMITED

CONTENTS

	Page
Directors' report	1
Independent auditors' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 - 9

AXIS ELEVATORS LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2001

The directors present their report and financial statements for the year ended 31 December 2001. Comparative figures are for the ten months to 31 December 2000.

Principal activities
The principal activity of the company is that of lift engineers.

Directors
The following directors have held office or who have been appointed since 1 January 2001:

I W Simpson Esq	(Appointed 25 January 2002)
P G Burton Esq	(Appointed 25 January 2002)
R J Warne Esq	
P Nelsen Esq	(Resigned 1 February 2001)
P M Mersh Esq	(Resigned 7 March 2001)
I G Rutherford Esq	

The ultimate parent company is Axis Holdco Limited.

Auditors
The company has by elective resolution dispensed with the obligation to appoint auditors annually in accordance with section 386(1) of the Companies Act 1985. Therefore, the auditors, Harris Lipman, will be deemed to be reappointed for each succeeding financial year.

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.

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

By order of the board

.....

I W Simpson Esq
Director
Date : 28 November 2002

AXIS ELEVATORS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF AXIS ELEVATORS LIMITED

We have audited the financial statements of Axis Elevators Limited on pages 3 to 9 for the year ended 31 December 2001. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of the directors and auditors

As described in the statement of directors' responsibilities on page 1 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Harris Lipman
Registered Auditors
2 Mountview Court
310 Friern Barnet Lane
London N20 0YZ

Date: 25th November 2002

AXIS ELEVATORS LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2001
(COMPARATIVE FIGURES ARE FOR THE TEN MONTHS ENDED 31 DECEMBER 2000)

	Notes	2001 £	2000 £
Turnover		1,967,885	1,756,696
Cost of sales		(995,941)	(773,024)
Gross profit		971,944	983,672
Administrative expenses		(834,760)	(712,799)
Operating profit	2	137,184	270,873
Other interest receivable and similar income		4,871	10,214
Interest payable and similar charges		(69)	(461)
Profit on ordinary activities before taxation		141,986	280,626
Tax on profit on ordinary activities	3	(407)	(1,991)
Profit on ordinary activities after taxation		141,579	278,635
Dividends		-	(400,000)
Retained profit/(loss) for the year	9	141,579	(121,365)

There were no acquisitions or discontinued operations in the current or preceding year.

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

AXIS ELEVATORS LIMITED

BALANCE SHEET
AS AT 31 DECEMBER 2001

	Notes	2001 £	2001 £	2000 £	2000 £
Fixed assets					
Tangible assets	4		20,763		38,866
Current assets					
Stocks		198,538		134,503	
Debtors	5	709,022		662,178	
Cash at bank and in hand		119,197		278,760	
		1,026,757		1,075,441	
Creditors: amounts falling due within one year	6	(686,864)		(895,230)	
Net current assets			339,893		180,211
Total assets less current liabilities			360,656		219,077
Capital and reserves					
Called up share capital	8		21		21
Profit and loss account	9		360,635		219,056
Shareholders' funds - equity interests	10		360,656		219,077

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 25 November 2002

.....
I W Simpson Esq
Director

.....
I G Rutherford Esq
Director

AXIS ELEVATORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE TEN MONTHS ENDED 31 DECEMBER 2001
(COMPARATIVE FIGURES ARE FOR THE TEN MONTHS ENDED 31 DECEMBER 2000)

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 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts. Turnover includes retentions for work done.

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 cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	25% Reducing balance
Fixtures, fittings & equipment	25% Reducing balance/25% Straight line
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 and work in progress

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

1.6 Long term contracts

Amounts recoverable on long term contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. Excess progress payments are included in creditors as payments on account.

1.7 Pensions

The company operates a defined contribution scheme. Contributions are charged to the profit and loss account as they fall due.

1.8 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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE TEN MONTHS ENDED 31 DECEMBER 2001
(COMPARATIVE FIGURES ARE FOR THE TEN MONTHS ENDED 31 DECEMBER 2000)

2	**Operating profit**	**2001**	**2000**
		£	£
	Operating profit is stated after charging:		
	Depreciation of tangible assets	7,870	10,828
	Loss on disposal of tangible assets	3,862	4,625
	Operating lease rentals	35,979	8,293
	Auditors' remuneration	4,600	4,350
	Directors' emoluments	104,150	88,525
	Compensation for loss of office paid to directors	16,500	-

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 2 (2000- 2).

3	**Taxation**	**2001**	**2000**
		£	£
	Domestic current year tax		
	U.K. corporation tax	-	1,991
	Adjustment for prior years	407	-
	Current tax charge	407	1,991

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE TEN MONTHS ENDED 31 DECEMBER 2001
(COMPARATIVE FIGURES ARE FOR THE TEN MONTHS ENDED 31 DECEMBER 2000)

4 Tangible fixed assets

	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 January 2001	15,757	55,002	51,205	121,964
Additions	-	2,703	-	2,703
Disposals	-	-	(51,205)	(51,205)
At 31 December 2001	15,757	57,705	-	73,462
Depreciation				
At 1 January 2001	13,599	31,230	38,269	83,098
On disposals	-	-	(38,269)	(38,269)
Charge for the year	539	7,331	-	7,870
At 31 December 2001	14,138	38,561	-	52,699
Net book value				
At 31 December 2001	1,619	19,144	-	20,763
At 31 December 2000	2,158	23,772	12,936	38,866

5 Debtors

	2001	2000
	£	£
Trade debtors	377,568	645,617
Amounts owed by parent company	283,455	-
Corporation tax	-	407
Prepayments and accrued income	47,999	16,154
	709,022	662,178

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE TEN MONTHS ENDED 31 DECEMBER 2001
(COMPARATIVE FIGURES ARE FOR THE TEN MONTHS ENDED 31 DECEMBER 2000)

6 Creditors: amounts falling due within one year

	2001	2000
	£	£
Payments received on account	202,802	178,222
Trade creditors	287,654	245,018
Amounts owed to parent company	-	279,492
Corporation tax	1,991	1,991
Other taxes and social security costs	47,638	28,051
Other creditors	-	4,258
Accruals and deferred income	146,779	158,198
	686,864	895,230

7 Pension costs

Defined contribution

	2001	2000
	£	£
Contributions payable by the company for the year	14,881	10,100

8 Share capital

	2001	2000
	£	£
Authorised		
100 Ordinary shares of £ 1 each	100	100
Allotted, called up and fully paid		
21 Ordinary shares of £ 1 each	21	21

9 Statement of movements on profit and loss account

	Profit and loss account
	£
Balance at 1 January 2001	219,056
Retained profit for the year	141,579
Balance at 31 December 2001	360,635

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE TEN MONTHS ENDED 31 DECEMBER 2001
(COMPARATIVE FIGURES ARE FOR THE TEN MONTHS ENDED 31 DECEMBER 2000)

10 Reconciliation of movements in shareholders' funds

	2001	2000
	£	£
Profit for the financial year	141,579	278,635
Dividends	-	(400,000)
Net addition to/(depletion in) shareholders' funds	141,579	(121,365)
Opening shareholders' funds	219,077	340,442
Closing shareholders' funds	360,656	219,077

11 Financial commitments

At 31 December 2001 the company had annual commitments under non-cancellable operating leases as follows:

	2001	2000
	£	£
Expiry date:		
Within one year	7,386	-
Between two and five years	27,324	24,196
	34,710	24,196

12 Transactions with directors

During the year, the company paid rent of £23,850 (2000: £11,925) to R J Warne Esq, a director of the company.

13 Related party disclosures

During the period, the company paid management fees of £60,000 (2000: £226,489) to Axis Holdco Limited, the parent company. This included the services of R J Warne Esq who is also a director of that company.