Company Registration No. 2340843 (England and Wales)

AXIS ELEVATORS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2003

A73FWXYQ
A06
COMPANIES HOUSE
0404
25/08/04

AXIS ELEVATORS LIMITED

COMPANY INFORMATION

Directors	I W Simpson Esq P G Burton Esq I G Rutherford Esq
Secretary	K E Norrell 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 Enfield Middlesex EN2 6LD

AXIS ELEVATORS LIMITED

CONTENTS

	Page
Directors' report	1 - 2
Independent auditors' report	3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6 - 10

AXIS ELEVATORS LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2003

The directors present their report and financial statements for the year ended 31 December 2003.

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

Directors
The following directors have held office since 1 January 2003:

I W Simpson Esq
P G Burton Esq
R J Warne Esq (Resigned 31 January 2004)
I G Rutherford Esq

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

	Ordinary shares of £ 1 each	
	31 December 2003	**1 January 2003**
I W Simpson Esq	-	-
P G Burton Esq	-	-
R J Warne Esq	44	44
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.

AXIS ELEVATORS LIMITED

DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 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.

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

On behalf of the board

.....

I W Simpson Esq
Director
Date : 18 August 2004

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 4 to 10 for the year ended 31 December 2003. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 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 the directors and auditors
As described in the statement of directors' responsibilities on page 2 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 2003 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: 24th August 2004

AXIS ELEVATORS LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2003

	Notes	2003 £	2002 £
Turnover		2,976,493	3,409,671
Cost of sales		(2,020,728)	(2,177,895)
Gross profit		955,765	1,231,776
Administrative expenses		(669,495)	(726,804)
Operating profit	2	286,270	504,972
Other interest receivable and similar income		4,907	6,170
Interest payable and similar charges		(545)	-
Profit on ordinary activities before taxation		290,632	511,142
Tax on profit on ordinary activities	3	(80,199)	(150,693)
Profit on ordinary activities after taxation		210,433	360,449
Dividends	4	(210,000)	(200,000)
Retained profit for the year	10	433	160,449

There are 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 2003

	Notes	2003 £	2003 £	2002 £	2002 £
Fixed assets					
Tangible assets	5		18,818		15,219
Current assets					
Stocks		287,292		420,009	
Debtors: amounts falling due within one year	6	340,113		668,540	
Debtors: amounts falling due after more than one year	6	442,426		-	
Cash at bank and in hand		66,951		290,105	
		1,136,782		1,378,654	
Creditors: amounts falling due within one year	7	(634,062)		(872,768)	
Net current assets			502,720		505,886
Total assets less current liabilities			521,538		521,105
Capital and reserves					
Called up share capital	9		21		21
Profit and loss account	10		521,517		521,084
Shareholders' funds - equity interests	11		521,538		521,105

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 18 August 2004

.....
I W Simpson Esq
Director

.....
I G Rutherford Esq
Director

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2003

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

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 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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2003

2	Operating profit	2003	2002
		£	£
	Operating profit is stated after charging:		
	Depreciation of tangible assets	9,327	7,036
	Operating lease rentals	39,492	45,338
	Auditors' remuneration	5,200	4,950
	Directors' emoluments	5,977	138,423

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

3	Taxation	2003	2002
		£	£
	Domestic current year tax		
	U.K. corporation tax	27,179	142,567
	Payment in respect of group relief	53,020	8,126
	Current tax charge	80,199	150,693
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	290,632	511,142
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2002: 30.00%)	87,190	153,343
	Effects of:		
	Non deductible expenses	6,889	2,744
	Depreciation add back	2,798	2,111
	Capital allowances	(4,519)	(1,393)
	Other tax adjustments	(12,159)	(6,112)
		(6,991)	(2,650)
	Current tax charge	80,199	150,693

4	Dividends	2003	2002
		£	£
	Ordinary interim	210,000	200,000

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2003

5 Tangible fixed assets

	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£
Cost			
At 1 January 2003	15,757	59,196	74,953
Additions	-	12,926	12,926
At 31 December 2003	15,757	72,122	87,879
Depreciation			
At 1 January 2003	14,542	45,192	59,734
Charge for the year	303	9,024	9,327
At 31 December 2003	14,845	54,216	69,061
Net book value			
At 31 December 2003	912	17,906	18,818
At 31 December 2002	1,215	14,004	15,219

6 Debtors

	2003	2002
	£	£
Trade debtors	286,302	364,232
Amounts owed by parent company	442,426	272,547
Other debtors	2,348	-
Prepayments and accrued income	51,463	31,761
	782,539	668,540

Amounts falling due after more than one year and included in the debtors above are:

	2003	2002
	£	£
Amounts owed by parent company	442,426	-

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2003

7 Creditors: amounts falling due within one year

	2003	2002
	£	£
Payments received on account	137,176	258,434
Trade creditors	274,864	248,528
Corporation tax	27,179	142,567
Other taxes and social security costs	19,191	29,488
Other creditors	630	126
Accruals and deferred income	175,022	193,625
	634,062	872,768

8 Pension costs

Defined contribution

	2003	2002
	£	£
Contributions payable by the company for the year	26,909	26,207

9 Share capital

	2003	2002
	£	£
Authorised		
100 Ordinary shares of £1 each	100	100
Allotted, called up and fully paid		
21 Ordinary shares of £1 each	21	21

10 Statement of movements on profit and loss account

	Profit and loss account
	£
Balance at 1 January 2003	521,084
Retained profit for the period	433
Balance at 31 December 2003	521,517

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2003

11 Reconciliation of movements in shareholders' funds

	2003	2002
	£	£
Profit for the financial year	210,433	360,449
Dividends	(210,000)	(200,000)
Net addition to shareholders' funds	433	160,449
Opening shareholders' funds	521,105	360,656
Closing shareholders' funds	521,538	521,105

12 Financial commitments

At 31 December 2003 the company had annual commitments under non-cancellable operating leases as follows:

	Land and buildings		Other	
	2003	2002	2003	2002
	£	£	£	£
Expiry date:				
Within one year	6,043	-	12,265	4,416
Between two and five years	-	7,250	17,916	37,128
	6,043	7,250	30,181	41,544

13 Control

The ultimate parent company is Axis Holdco Limited, a company registered in England & Wales.

14 Related party disclosures

During the year, the company paid management fees of £204,000 (2002: £252,000) to Axis Holdco Limited, the parent company. This included the services of I W Simpson Esq, R J Warne Esq, I G Rutherford Esq and P G Burton Esq. I W Simpson Esq is a director and R J Warne Esq was a director of that company.