CH

Company Registration No 02340843 (England and Wales)

AXIS ELEVATORS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012

FRIDAY

A2CFVNGQ

A37 12/07/2013 #290

COMPANIES HOUSE

AXIS ELEVATORS LIMITED

COMPANY INFORMATION

Directors	I W Simpson Esq P G Burton Esq N Proud Esq P Dicker Esq I G Rutherford Esq
Company number	02340843
Registered office	Unit G1 65 Glasshill Street London SE1 0QR
Auditors	Harris Lipman LLP 2 Mountview Court 310 Friern Barnet Lane London N20 0YZ
Business address	Unit G1 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 - 4
Profit and loss account	5
Balance sheet	6
Cash flow statement	7
Notes to the cash flow statement	8
Notes to the financial statements	9 - 18

AXIS ELEVATORS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2012

The directors present their report and financial statements for the year ended 31 December 2012

Principal activities and review of the business
The principal activities of the company during the year were those of lift installation, repair and servicing engineers

The company specialises in the modernisation, refurbishment, repairs and maintenance of lifts In these operations, it seeks to provide a comprehensive and cost effective service to a wide range of corporate, institutional and government clients

The company acquired the trade, assets and liabilities of its fellow subsidiary, Blickglen Lifts Ltd, with effect from 1 January 2012 Blickglen Lifts Ltd carried out the same activities as Axis Elevators Limited, in a defined region of the UK, up until the date of the transaction All regions are now served by Axis Elevators Limited

The results for the year and the financial position at the year end were considered satisfactory by the directors who expect continued growth in the foreseeable future

In view of the essential nature of the company's services, the robustness of the company's systems and financial affairs, and the independence of the company's ownership, the directors believe that the company's exposure to significant comercial risk is minimal

Results and dividends
The results for the year are set out on page 5

An interim ordinary dividend was paid amounting to £260,000 The directors do not recommend payment of a final dividend

Future developments
The company continues to invest in improving its infrastructure and has adopted stringent standards governing the quality and safety of it operations In this way, it remains confident of continuing to achieve further profitable expansion

Directors
The following directors have held office since 1 January 2012

I W Simpson Esq
P G Burton Esq
N Proud Esq
P Dicker Esq
I G Rutherford Esq

Auditors
The auditors, Harris Lipman LLP, are deemed to be reappointed under section 487(2) of the Companies Act 2006

AXIS ELEVATORS LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2012

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006 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

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information

On behalf of the board

I W Simpson Esq
Director
11.6.13

AXIS ELEVATORS LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF AXIS ELEVATORS LIMITED

We have audited the financial statements of Axis Elevators Limited for the year ended 31 December 2012 set out on pages 5 to 18 The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 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 auditors' 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

As explained more fully in the Directors' Responsibilities Statement set out on pages 1 - 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2012 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF AXIS ELEVATORS LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

Mr Ashokkumar Shah (Senior Statutory Auditor)
for and on behalf of Harris Lipman LLP
Chartered Accountants
Statutory Auditor
2 Mountview Court
310 Friern Barnet Lane
London N20 0YZ

Date 11 June 2013

AXIS ELEVATORS LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2012

	Notes	2012 £	2011 £
Turnover	2	11,275,336	9,678,750
Cost of sales		(7,901,094)	(7,028,413)
Gross profit		3,374,242	2,650,337
Administrative expenses		(2,834,792)	(2,064,480)
Operating profit	3	539,450	585,857
Other interest receivable and similar income	4	1,364	548
Interest payable and similar charges	5	(14,777)	(14,675)
Profit on ordinary activities before taxation		526,037	571,730
Tax on profit on ordinary activities	6	(73,523)	(173,287)
Profit for the year	16	452,514	398,443

The profit and loss account has been prepared on the basis that all operations are continuing operations

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 2012

	Notes	2012 £	2012 £	2011 £	2011 £
Fixed assets					
Tangible assets	8		450,154		351,851
Current assets					
Stocks	9	266,319		181,415	
Debtors amounts falling due within one year	10	2,692,933		2,651,514	
Debtors amounts falling due after more than one year	10	1,118,850		1,118,850	
Cash at bank and in hand		235,851		273,546	
		4,313,953		4,225,325	
Creditors amounts falling due within one year	11	(2,374,223)		(2,420,608)	
Net current assets			1,939,730		1,804,717
Total assets less current liabilities			2,389,884		2,156,568
Creditors amounts falling due after more than one year	12		(128,139)		(79,511)
Provisions for liabilities	13		(31,885)		(39,711)
			2,229,860		2,037,346
Capital and reserves					
Called up share capital	15		21		21
Profit and loss account	16		2,229,839		2,037,325
Shareholders' funds	17		2,229,860		2,037,346

Approved by the Board and authorised for issue on 11 6 13

I W Simpson Esq
Director

I G Rutherford Esq
Director

Company Registration No 02340843

AXIS ELEVATORS LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2012

	£	2012 £	£	2011 £
Net cash inflow from operating activities		549,236		193,608
Returns on investments and servicing of finance				
Interest received	1,364		548	
Interest paid	(14,777)		(14,675)	
Net cash outflow for returns on investments and servicing of finance		(13,413)		(14,127)
Taxation		(152,387)		(283,306)
Capital expenditure				
Payments to acquire tangible assets	(286,353)		(189,634)	
Receipts from sales of tangible assets	12,983		20,188	
Net cash outflow for capital expenditure		(273,370)		(169,446)
Equity dividends paid		(260,000)		(200,000)
Net cash outflow before management of liquid resources and financing		(149,934)		(473,271)
Financing				
Capital element of hire purchase contracts	112,239		24,354	
Net cash inflow from financing		112,239		24,354
Decrease in cash in the year		(37,695)		(448,917)

AXIS ELEVATORS LIMITED

NOTES TO THE CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2012

1 Reconciliation of operating profit to net cash inflow from operating activities

	2012	2011
	£	£
Operating profit	539,450	585,857
Depreciation of tangible assets	155,383	119,838
Loss on disposal of tangible assets	19,684	2,087
(Increase)/decrease in stocks	(84,904)	32,407
Increase in debtors	(41,419)	(1,159,177)
(Decrease)/Increase in creditors within one year	(38,958)	612,596
Net cash inflow from operating activities	549,236	193,608

2 Analysis of net (debt)/funds

	1 January 2012	Cash flow	Other non-cash changes	31 December 2012
	£	£	£	£
Net cash				
Cash at bank and in hand	273,546	(37,695)	-	235,851
Bank deposits	-	-	-	-
Debt				
Finance leases	(159,240)	(112,239)	-	(271,479)
Net funds/(debt)	114,306	(149,934)	-	(35,628)

3 Reconciliation of net cash flow to movement in net (debt)/funds

	2012	2011
	£	£
Decrease in cash in the year	(37,695)	(448,917)
Cash inflow from increase in debt and lease financing	(112,239)	(24,354)
Movement in net (debt)/funds in the year	(149,934)	(473,271)
Opening net funds	114,306	587,577
Closing net (debt)/funds	(35,628)	114,306

AXIS ELEVATORS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012

1 Accounting policies

1 1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts Income is recognised in the year the work is carried out For jobs spanning the year end, interim invoices are raised in the period in which the work has been done or, if appropriate, upon the valuation of an independent surveyor at each stage of a project

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 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 a constant periodic rate of charge on the net obligation outstanding in each period

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 is valued at the lower of cost and net realisable value

Work in progress is valued on the basis of direct costs incurred and, where the final outcome of a contract is known, attributable profit based on the stage of completion at the balance sheet date Where a contract is expected to make a loss that loss is recognised in full in the period

1.6 Pensions

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

1 7 Deferred taxation

Deferred taxation 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 Turnover

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

3 Operating profit

	2012	2011
	£	£
Operating profit is stated after charging		
Depreciation of tangible assets	155,383	119,838
Loss on disposal of tangible assets	19,684	2,087
Operating lease rentals	107,361	-
Auditors' remuneration (including expenses and benefits in kind)	16,000	10,102
and after crediting		
Profit on foreign exchange transactions	(228)	-

On 1 January 2012 the company acquired the trade, assets and liabilities of its fellow subsidiary, Blickglen Lifts Ltd All of the assets and liabilities were transferred at their book values on that date, and the trade of the combined business is reflected in the current year figures as presented in the financial statements for the year ended 31 December 2012

4 Investment income

	2012	2011
	£	£
Bank interest	1,364	543
Other interest	-	5
	1,364	548

5 Interest payable

	2012	2011
	£	£
Hire purchase interest	13,118	10,284
On overdue tax	1,659	4,391
	14,777	14,675

6 Taxation	2012	2011
	£	£
Domestic current year tax		
U K corporation tax	135,108	152,387
Adjustment for prior years	(53,759)	6,879
Total current tax	81,349	159,266
Deferred tax		
Deferred tax charge/credit current year	(7,826)	14,021
	73,523	173,287
Factors affecting the tax charge for the year		
Profit on ordinary activities before taxation	526,037	571,730
Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 24 00% (2011 - 26 00%)	126,249	148,650
Effects of		
Non deductible expenses	16,662	10,747
Depreciation add back	37,292	31,158
Capital allowances	(47,581)	(41,005)
Tax losses utilised	(256)	-
Adjustments to previous periods	(53,759)	6,879
Change in tax rates	2,742	2,837
	(44,900)	10,616
Current tax charge for the year	81,349	159,266

The prior year adjustment of £53,759 relates to credit in respect of research and development tax relief

7 Dividends	2012	2011
	£	£
Ordinary interim paid	260,000	200,000

8 Tangible fixed assets

	Plant and machinery	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 January 2012	19,499	149,703	652,116	821,318
Additions	2,340	17,260	266,753	286,353
Disposals	(2,280)	-	(93,154)	(95,434)
At 31 December 2012	19,559	166,963	825,715	1,012,237
Depreciation				
At 1 January 2012	17,991	120,312	331,164	469,467
On disposals	-	-	(62,767)	(62,767)
Charge for the year	392	15,662	139,329	155,383
At 31 December 2012	18,383	135,974	407,726	562,083
Net book value				
At 31 December 2012	1,176	30,989	417,989	450,154
At 31 December 2011	1,508	29,391	320,952	351,851

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

	Motor vehicles
	£
Net book values	
At 31 December 2012	319,005
At 31 December 2011	196,831
Depreciation charge for the year	
At 31 December 2012	106,335
At 31 December 2011	65,610

9 Stocks and work in progress	2012 £	2011 £
Work in progress	211,562	159,341
Finished goods and goods for resale	54,757	22,074
	266,319	181,415

10 Debtors	2012 £	2011 £
Trade debtors	2,483,865	2,466,121
Amounts owed by parent	1,118,850	1,118,850
Other debtors	9,703	9,703
Prepayments and accrued income	199,365	175,690
	3,811,783	3,770,364

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

	2012 £	2011 £
Amounts owed by parent	1,118,850	1,118,850

11 Creditors amounts falling due within one year	2012 £	2011 £
Net obligations under hire purchase contracts	143,340	79,729
Trade creditors	1,238,654	1,215,878
Amounts owed to fellow subsidiary undertaking	164,037	6,455
Corporation tax	87,789	158,827
Other taxes and social security costs	281,632	391,287
Other creditors	8,300	5,500
Accruals and deferred income	450,471	562,932
	2,374,223	2,420,608

Hire purchase liabilities are secured on the assets to which they relate

12 *Creditors' amounts falling due after more than one year*	2012 £	2011 £
Net obligations under hire purchase contracts	128,139	79,511

Net obligations under hire purchase contracts		
Repayable within one year	159,905	91,040
Repayable between one and five years	140,454	91,457
	300,359	182,497
Finance charges and interest allocated to future accounting periods	(28,880)	(23,257)
	271,479	159,240
Included in liabilities falling due within one year	(143,340)	(79,729)
	128,139	79,511

13 Provisions for liabilities

	Deferred tax liability £
Balance at 1 January 2012	39,711
Profit and loss account	(7,826)
Balance at 31 December 2012	31,885

The deferred tax liability is made up as follows

	2012 £	2011 £
Accelerated capital allowances	31,885	39,711

14 Pension and other post-retirement benefit commitments

Defined contribution

The company operates a defined contribution pension scheme The assets of the scheme are held separately from those of the company in an independently administered fund The pension cost charge represents contributions payable by the company to the fund

Included in this amount are accruals for future liabilities of £10,452 (2011 £13,004)

	2012 £	2011 £
Contributions payable by the company for the year	99,564	91,088

15 Share capital

	2012 £	2011 £
Allotted, called up and fully paid		
21 Ordinary shares of £1 each	21	21

16 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2012	2,037,325
Profit for the year	452,514
Dividends paid	(260,000)
Balance at 31 December 2012	2,229,839

17 Reconciliation of movements in shareholders' funds

	2012 £	2011 £
Profit for the financial year	452,514	398,443
Dividends	(260,000)	(200,000)
Net addition to shareholders' funds	192,514	198,443
Opening shareholders' funds	2,037,346	1,838,903
Closing shareholders' funds	2,229,860	2,037,346

18 Financial commitments

At 31 December 2012 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2013

	Land and buildings 2012 £	2011 £
Operating leases which expire		
Within one year	35,000	-
Between two and five years	140,000	-
	175,000	-

19 Directors' remuneration

	2012 £	2011 £
Remuneration for qualifying services	408,363	313,771
Company pension contributions to defined contribution schemes	27,321	26,387
	435,684	340,158

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 4 (2011 - 4)

Remuneration disclosed above include the following amounts paid to the highest paid director

Remuneration for qualifying services	124,332	111,512
Company pension contributions to defined contribution schemes	10,092	9,894

20 Employees

Number of employees

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

	2012 Number	2011 Number
Operational	62	51
Administrative	25	17
	87	68

Employment costs	2012 £	2011 £
Wages and salaries	3,210,350	2,515,525
Social security costs	348,218	280,592
Other pension costs	99,564	91,088
	3,658,132	2,887,205

21 Control

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

22 Related party relationships and transactions

The company has taken advantage of the exemption available in FRS 8 Related Party Disclosures whereby it has not disclosed transactions with the ultimate parent company or any wholly owned subsidiary undertaking of the group

During the year consultancy fees of £34,320 (2011 £34,327) were charged by I Simpson Esq, a director At the year end £3,432 (2011 £3,366) was owed to I Simpson Esq by the company

During the year £nil (2011 £6,339) of consultancy fees were charged by Lilygate Consultancy Limited, £nil (2011 £10,061) of consultancy fees were charged by Meridian Equity Limited and £94,000 (2011 £nil) of consultancy fees were charged by Ashton Finance Limited, companies in which Mr Max Ashton, a director of the holding company, has a controlling interest

Consultancy fees of £100,955 (2011 £nil) were charged by Clablee Limited, a company in which Mrs J Clarfield, a shareholder of the parent company, has a controlling interest