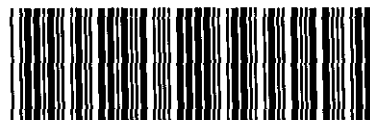


Taylor Davis Limited

Company Number 978584

TAYLOR DAVIS LIMITED
REPORT AND ACCOUNTS
31st MARCH 2006

WEDNESDAY



A0RGMMH6

A58

24/01/2007

190

COMPANIES HOUSE

FINLEY & PARTNERS
Chartered Accountants
Tubs Hill House
London Road
Sevenoaks, Kent

TAYLOR DAVIS LIMITED
REPORT OF THE DIRECTORS

The directors present their report and the audited accounts for the year ended 31st March 2006.

ACTIVITIES

The principal activities of the company continued to be those of storage, warehousing, distribution and wholesaling agents.

RESULTS AND REVIEW OF BUSINESS

The operating profit for the year, after taxation amounted to £359,113. The company has paid a dividend of £275,000 to the holding company.

DIRECTORS AND THEIR INTERESTS

The directors who held office during the year were as follows:

B R Atkinson
Mrs P J Atkinson
C R Atkinson
R F James
J D Cawte

B R Atkinson, Mrs P J Atkinson and C R Atkinson have an indirect interest in the company by reason of their shareholding in the holding company.

HOLDING COMPANY

The company is a wholly owned subsidiary of Atkinson Equipment Limited, a company registered in England and Wales.

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual 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). The financial statements are required by law to 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 estimates which are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements.

TAYLOR DAVIS LIMITED
REPORT OF THE DIRECTORS
(Continued)

DIRECTORS' RESPONSIBILITIES (Continued)

The directors are responsible for keeping proper accounting records that 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.

STATEMENT OF DISCLOSURE OF INFORMATION TO AUDITORS

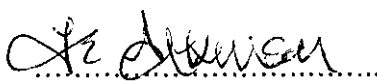
The directors of the company who held office at the date of approval of this Annual Report as set out above each confirm that:

- so far as they are aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and
- they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

A resolution proposing the reappointment of the auditors, Finley & Partners, will be submitted to the shareholders at the annual general meeting.

By order of the Board


.....
Secretary

22 January 2007

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF
TAYLOR DAVIS LIMITED**

We have audited the financial statements of Taylor Davis Limited for the year ended 31st March 2006 which comprise the Profit and Loss Account, Balance Sheet and related notes. These financial statements have been prepared under 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 directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition, we report to you if, in our opinion, 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 other transactions 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.

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
TAYLOR DAVIS LIMITED**

(Continued)

Basis of audit opinion

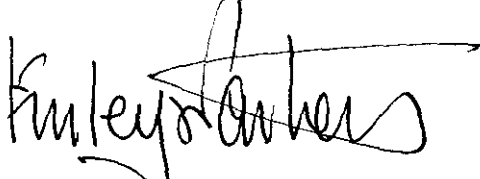
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the 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, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31st March 2006 and of its result for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements.



FINLEY & PARTNERS
Registered Auditor
Chartered Accountants
Sevenoaks, Kent.

22 January 2007

TAYLOR DAVIS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31st MARCH 2006

	Notes	£	2006 £	£	2005 £
TURNOVER			10,018,065		9,370,359
Cost of sales			8,173,769		7,459,815
			<hr/>		<hr/>
GROSS PROFIT			1,844,296		1,910,544
Distribution costs		609,186		611,740	
Administrative expenses		736,634		804,944	
		<hr/>		<hr/>	
			1,345,820		1,416,684
			<hr/>		<hr/>
OPERATING PROFIT	2		498,476		493,860
Interest receivable			6,676		11,282
			<hr/>		<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			505,152		505,142
Taxation	5		146,039		118,912
			<hr/>		<hr/>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	11		£ 359,113		£ 386,230
			<hr/>		<hr/>

All of the company's operations are classed as continuing.

The company has no recognised gains or losses other than the profit for the year.

TAYLOR DAVIS LIMITED

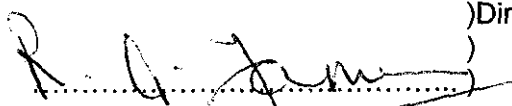
BALANCE SHEET

AT 31st MARCH 2006

	Notes	2006 £	2005 £
TANGIBLE FIXED ASSETS	6	326,652	339,402
CURRENT ASSETS			
Stock		744,236	805,204
Debtors	7	1,924,842	1,716,341
Cash at bank and in hand		1,757,020	1,531,342
		<hr/>	<hr/>
		4,426,098	4,052,887
CREDITORS: Amounts falling due within one year	8	3,793,848	3,515,200
		<hr/>	<hr/>
NET CURRENT ASSETS		632,250	537,687
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		958,902	877,089
		<hr/>	<hr/>
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred taxation	9	25,700	28,000
		<hr/>	<hr/>
		£ 933,202	£ 849,089
		<hr/>	<hr/>
CAPITAL AND RESERVES			
Called up share capital	10	15,000	15,000
Profit and loss account	11	918,202	834,089
		<hr/>	<hr/>
Shareholders' funds		£ 933,202	£ 849,089
		<hr/>	<hr/>



) Directors



Authorised for issue: 22 January 2007

TAYLOR DAVIS LIMITED
NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost convention.

Turnover

Turnover comprises the invoice value of goods and services supplied by the company exclusive of value added tax.

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost less estimated residual value, of each asset over its estimated useful life as follows:

Plant and equipment	-	20% per annum
Office furniture and computer equipment	-	10% and 33% per annum
Motor vehicles	-	25% and 35% per annum

Stock

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

Deferred taxation

Deferred tax is provided in full in respect of all timing differences that have originated, but are not reversed by the balance sheet date.

Foreign currencies

Transactions denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Assets and liabilities in foreign currencies are translated into sterling at rates of exchange ruling at the end of the financial year. All exchange differences are dealt with in the profit and loss account.

2. OPERATING PROFIT

	Notes	2006 £	2005 £
Operating profit is stated after charging:			
Depreciation of tangible fixed assets		96,798	97,686
Auditors' remuneration		10,000	8,500
Staff costs	3	984,631	972,427
Directors' remuneration and pension contributions		105,677	150,851
		<u> </u>	<u> </u>

TAYLOR DAVIS LIMITED
NOTES TO THE ACCOUNTS
(Continued)

3. STAFF COSTS

	2006 £	2005 £
Staff costs, excluding directors, may be analysed as follows:		
Wages and salaries	876,791	862,655
Social security costs (including directors)	104,064	105,671
Pension contributions	3,776	4,101
	<hr/>	<hr/>
	£ 984,631	£ 972,427
	<hr/>	<hr/>
The average number of employees during the year was:	40	40
	<hr/>	<hr/>

4. PENSION SCHEME

The company operates a defined contribution pension scheme, the assets of which are held separately from those of the company in an independently administered fund. Contributions to the scheme are recognised in the period in which they are incurred and amounted to £4,714 in the year ended 31st March 2006 (2005: £5,333).

5. TAXATION

	2006 £	2005 £
Current tax charge for the year	148,500	135,000
Transfer from deferred taxation account	(2,300)	(1,000)
Prior years' adjustment	(161)	(15,088)
	<hr/>	<hr/>
	£ 146,039	£ 118,912
	<hr/>	<hr/>

TAYLOR DAVIS LIMITED
NOTES TO THE ACCOUNTS
(Continued)

5. **TAXATION** (continued)

Reconciliation of current tax charge for the year

	2006		2005	
	£	£	£	£
Profit on ordinary activities		505,152		505,142
		<u> </u>		<u> </u>
Taxation on ordinary activities at 30%		151,545		151,543
Effects of:				
Non deductible expenses	3,295		1,137	
Marginal rate relief	(6,340)		(17,680)	
	<u> </u>	(3,045)	<u> </u>	(16,543)
		<u> </u>		<u> </u>
		£ 148,500		£ 135,000
		<u> </u>		<u> </u>

TAYLOR DAVIS LIMITED
NOTES TO THE ACCOUNTS
(Continued)

6. TANGIBLE FIXED ASSETS

	Plant & Equipment	Office Furniture & Computer Equipment	Motor Vehicles	Total
	£	£	£	£
Cost:				
At 1 st April 2005	128,044	124,220	566,087	818,351
Additions	-	11,893	83,249	95,142
Disposals	(-)	(-)	(80,500)	(80,500)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 st March 2006	128,044	136,113	568,836	832,993
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation:				
At 1 st April 2005	95,839	95,685	287,425	478,949
Charge for the year	11,478	5,153	80,167	96,798
Eliminated on disposals	(-)	(-)	(69,406)	(69,406)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 st March 2006	107,317	100,838	298,186	506,341
	<hr/>	<hr/>	<hr/>	<hr/>
Net book value:				
At 31 st March 2006	£ 20,727	£ 35,275	£ 270,650	£ 326,652
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 st March 2005	£ 32,205	£ 28,535	£ 278,662	£ 339,402
	<hr/>	<hr/>	<hr/>	<hr/>

7. DEBTORS

	2006 £	2005 £
Trade debtors	1,914,543	1,670,446
Prepayments	10,299	45,895
	<hr/>	<hr/>
	£ 1,924,842	£ 1,716,341
	<hr/>	<hr/>

TAYLOR DAVIS LIMITED
NOTES TO THE ACCOUNTS
(Continued)

8. **CREDITORS:** Amounts falling due
within one year

	2006 £	2005 £
Amount owed to holding company	1,920,532	1,522,559
Trade creditors	1,379,836	1,407,266
Taxation and social security	450,765	479,353
Accruals	42,715	106,022
	<hr/>	<hr/>
	£ 3,793,848	£ 3,515,200
	<hr/>	<hr/>

9. **DEFERRED TAXATION**

The movement is as follows:

	2006 £	2005 £
Provision brought forward	28,000	29,000
Transfer to Profit and Loss Account	(2,300)	(1,000)
	<hr/>	<hr/>
Provision carried forward	£ 25,700	£ 28,000
	<hr/>	<hr/>

10. **SHARE CAPITAL**

	2006	2005
Authorised 15,000 Ordinary shares of £1 each	£ 15,000	£ 15,000
	<hr/>	<hr/>
Allotted, issued and fully paid 15,000 Ordinary shares of £1 each	£ 15,000	£ 15,000
	<hr/>	<hr/>

TAYLOR DAVIS LIMITED
NOTES TO THE ACCOUNTS
(Continued)

11. PROFIT AND LOSS ACCOUNT

	2006	2005
	£	£
Balance at 1 st April 2005	834,089	747,859
Profit for the year	505,152	505,142
Taxation	(146,039)	(118,912)
Dividend	(275,000)	(300,000)
	<hr/>	<hr/>
Balance at 31 st March 2006	£ 918,202	£ 834,089
	<hr/>	<hr/>

12. HOLDING COMPANY

The company is a wholly owned subsidiary of Atkinson Equipment Limited, a company registered in England and Wales.

13. CONTINGENT LIABILITIES AND FINANCIAL COMMITMENTS

- (a) The company has guaranteed any overdraft arising in the holding company.
- (b) The company has given security to H M Customs & Excise in respect of deferred duty amounting to £20,000.

14. RELATED PARTY TRANSACTIONS

The company is controlled by its holding company Atkinson Equipment Limited. The company is not required to disclose transactions with the holding company under the provisions of Financial Reporting Standard No. 8 as its financial statements are consolidated within the group financial statements.