

**Registration number 4955870**

**Thos Storey Fabrications Limited**

**Abbreviated accounts**

**for the period ended 31 December 2004**



## **Thos Storey Fabrications Limited**

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**Thos Storey Fabrications Limited**  
**Directors' report**  
**for the period ended 31 December 2004**

The directors present their report and the accounts for the period ended 31 December 2004.

**Incorporation and change of name**

The company was incorporated on 6 November 2003 as Halco 965 Limited. The name of the company was changed to Thos Storey Fabrications Limited on 12 January 2004. The company commenced trade on 1 January 2004.

**Principal activity and review of the business**

The principal activities of the company were the manufacture, sale and distribution of high quality steel fabrications to original equipment manufacturers (OEM's) in the earth moving, construction, agricultural, materials handling and specialist vehicle sectors.

On 1 January 2004, Thos Storey Property Limited (formerly Thos Storey Fabrications Limited) completed a re-organisation of its trading divisions. The trade and net attributable assets and liabilities of these divisions have been de-merged into separate trading companies, Thos Storey Fabrications Limited and Walton Fabrications Limited.

The company traded profitably during the year and the directors expect that it will continue to do so for the foreseeable future.

The business completed the re-location of many of its basic fabrications to low cost economies and continued its concentration on higher value added work in its UK plants. This along with the additional laser capacity operating at both Rugby and Stockport for the full year has led to a marked increase in volume of business as well as some improvement in gross margins.

Steel costs continued to rise throughout the year and were fully recovered from customers.

**Results and dividends**

The results for the period are set out on page 4.

The directors have paid an interim dividend amounting to £30,000 and they do not recommend payment of a final dividend.

**Directors and their interests**

The directors who served during the period and their interests in the company are as stated below:

|                       |                      | <b>Ordinary shares</b> |                               |
|-----------------------|----------------------|------------------------|-------------------------------|
|                       |                      | <b>31/12/04</b>        | <b>or date of appointment</b> |
| F Ellis ACMA          | (appointed 01/01/04) | -                      | -                             |
| J Huggins             | (appointed 01/01/04) | -                      | -                             |
| H L Directors Limited | (resigned 01/01/04)  | -                      | -                             |

The directors' interests in the share capital of the ultimate parent company are disclosed in the directors' report of that entity.

**Thos Storey Fabrications Limited**  
**Directors' report**  
**for the period ended 31 December 2004**

**Directors' responsibilities**

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that period. In preparing these the directors are required to:

- select suitable accounting policies and 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.

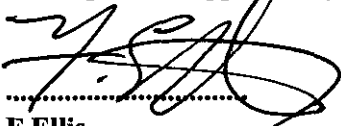
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Auditors**

Hurst & Company Accountants LLP were appointed auditors to the company and in accordance with Section 385 of the Companies Act 1985, a resolution proposing their reappointment will be put to the Annual General Meeting.

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

This report was approved by the Board on 29 April 2005 and signed on its behalf by



**F Ellis**  
**Secretary**

**Independent auditors' report to Thos Storey Fabrications Limited  
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 4 to 20 together with the financial statements of Thos Storey Fabrications Limited for the period ended 31 December 2004 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders 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 shareholders 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 are responsible for preparing abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985 in respect of the period ended 31 December 2004, and the abbreviated accounts on pages 4 to 20 are properly prepared in accordance with that provision.

*Hurst + Company Accountants LLP*

**Hurst & Company Accountants LLP  
Chartered Accountants and  
Registered Auditors  
Lancashire Gate  
21 Tiviot Dale  
Stockport  
SK1 1TD**

Date: *29 April 2005*

# Thos Storey Fabrications Limited

## Abbreviated profit and loss account for the period ended 31 December 2004

### Acquired operations

|  |          | 31/12/04              |
|--|----------|-----------------------|
|  | Notes    | £                     |
| <b>Gross profit</b>                                  |          | 1,623,326             |
| Distribution costs                                   |          | (278,937)             |
| Administrative expenses                              |          | (801,813)             |
| <b>Operating profit</b>                              | <b>2</b> | <u>542,576</u>        |
| Other interest receivable and similar income         | <b>3</b> | 9,605                 |
| Interest payable and similar charges                 | <b>4</b> | <u>(61,346)</u>       |
| <b>Profit on ordinary activities before taxation</b> |          | 490,835               |
| Tax on profit on ordinary activities                 | <b>6</b> | <u>(91,603)</u>       |
| <b>Profit on ordinary activities after taxation</b>  |          | 399,232               |
| Dividends  | <b>7</b> | <u>(30,000)</u>       |
| <b>Retained profit for the period</b>                |          | <u><u>369,232</u></u> |

There are no recognised gains or losses other than the profit or loss for the above financial period.

The company's operations were acquired from Thos Storey Property Limited (formerly Thos Storey Fabrications Limited) on 1 January 2004, following a re-organisation of that company's trading divisions.

The notes on pages 7 to 20 form an integral part of these financial statements.

**Thos Storey Fabrications Limited**

**Abbreviated balance sheet  
as at 31 December 2004**

|  | Notes | 31/12/04         |                |
|--|-------|------------------|----------------|
|  |       | £                | £              |
| <b>Fixed assets</b>  |       |                  |                |
| Intangible assets  | 8     |                  | 102,339        |
| Tangible assets  | 9     |                  | 601,883        |
|  |       |                  | <u>704,222</u> |
| <b>Current assets</b>  |       |                  |                |
| Stocks   | 10    | 903,327          |                |
| Debtors  | 11    | 3,248,882        |                |
| Cash at bank and in hand                                       |       | 261              |                |
|  |       | <u>4,152,470</u> |                |
| <b>Creditors: amounts falling due within one year</b>          | 12    | (3,738,028)      |                |
| <b>Net current assets</b>                                      |       |                  | <u>414,442</u> |
| <b>Total assets less current liabilities</b>                   |       |                  | 1,118,664      |
| <b>Creditors: amounts falling due after more than one year</b> | 13    |                  | (215,707)      |
| <b>Provisions for liabilities and charges</b>                  | 14    |                  | (33,723)       |
| <b>Net assets</b>  |       |                  | <u>869,234</u> |
| <b>Capital and reserves</b>                                    |       |                  |                |
| Called up share capital  | 16    |                  | 500,002        |
| Profit and loss account  |       |                  | 369,232        |
| <b>Equity shareholders' funds</b>                              | 17    |                  | <u>869,234</u> |

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies .

The abbreviated accounts were approved by the Board on 29 April 2005 and signed on its behalf by

  
.....  
**F Ellis ACMA**  
Director

  
.....  
**J Huggins**  
Director

The notes on pages 7 to 20 form an integral part of these financial statements.

**Thos Storey Fabrications Limited**

**Cash flow statement  
for the period ended 31 December 2004**

|  | Notes | 31/12/04<br>£   |
|--|-------|-----------------|
| <b>Reconciliation of operating profit to net cash inflow from operating activities</b> |       |                 |
| Operating profit   |       | 542,576         |
| Depreciation   |       | 134,817         |
| (Increase) in stocks   |       | (268,243)       |
| (Increase) in debtors  |       | (1,083,454)     |
| Increase in creditors  |       | 697,806         |
| <b>Net cash inflow from operating activities</b>                                       |       | <u>23,502</u>   |
| <b>Cash flow statement</b>   |       |                 |
| Net cash inflow from operating activities  |       | 23,502          |
| Returns on investments and servicing of finance  | 21    | (51,741)        |
| Taxation   | 21    | 2,023           |
| Capital expenditure  | 21    | (114,968)       |
| Acquisitions and disposals   | 21    | (387,988)       |
|  |       | (529,172)       |
| Equity dividends paid  |       | (30,000)        |
|  |       | (559,172)       |
| Financing  | 21    | 500,002         |
| <b>Decrease in cash in the period</b>  |       | <u>(59,170)</u> |
| <b>Reconciliation of net cash flow to movement in net debt (Note 22)</b>               |       |                 |
| <b>Decrease in cash in the period</b>  |       | (59,170)        |
| New finance leases and hire purchase contracts   |       | (40,140)        |
| <b>Net debt at 31 December 2004</b>  |       | <u>(99,310)</u> |



## **Thos Storey Fabrications Limited**

### **Notes to the abbreviated financial statements for the period ended 31 December 2004**

#### **1. Accounting policies**

##### **1.1. Accounting convention**

The accounts are prepared under the historical cost convention .

##### **1.2. Turnover**

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

##### **1.3. Goodwill**

Goodwill is the difference between the amount paid on the acquisition of a business and the aggregate fair values of its separable net assets. Positive goodwill is capitalised and amortised over 10 years, being the directors' estimate of its useful economic life.

##### **1.4. 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                 | - | 5 - 50% on cost    |
| Fixtures, fittings<br>and equipment | - | 5 - 33.33% on cost |
| Motor vehicles                      | - | 10 - 20% on cost   |

Where useful economic life is revised, depreciation will be charged over the remaining useful economic life.

##### **1.5. Leasing**

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

##### **1.6. Stock and work in progress**

Stock and work in progress is valued at the lower of cost and net realisable value. Cost includes materials and direct labour appropriate to the relevant stage of production, plus variable production overheads. Net realisable value is based on estimated selling price less future costs to completion and disposal. Certain finished goods are valued at selling price less an appropriate profit margin.

## **Thos Storey Fabrications Limited**

### **Notes to the abbreviated financial statements for the period ended 31 December 2004**

..... continued

#### **1.7. Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

#### **1.8. Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Profit and Loss account.

**Thos Storey Fabrications Limited**

**Notes to the abbreviated financial statements  
for the period ended 31 December 2004**

..... continued

|  |                     |
|--|---------------------|
| <b>2. Operating profit</b>                                   | <b>31/12/04</b>     |
|  | <b>£</b>            |
| Operating profit is stated after charging:                   |                     |
| Depreciation and other amounts written off intangible assets | 20,460              |
| Depreciation and other amounts written off tangible assets   | 114,305             |
| Loss on disposal of tangible fixed assets                    | 52                  |
| Loss on foreign currencies                                   | 37,267              |
| Operating lease rentals                                      |                     |
| - Plant and machinery  | 495,079             |
| - Land and buildings   | 255,000             |
| - Motor vehicles   | 39,923              |
| Auditors' remuneration                                       | 25,472              |
|  | <u>          </u>   |
| <br><b>3. Interest receivable and similar income</b>         | <br><b>31/12/04</b> |
|  | <b>£</b>            |
| Other interest   | 9,605               |
|  | <u>          </u>   |
| <br><b>4. Interest payable and similar charges</b>           | <br><b>31/12/04</b> |
|  | <b>£</b>            |
| On loans and overdrafts                                      | 61,315              |
| On overdue tax   | 31                  |
|  | <u>          </u>   |
|  | <u>61,346</u>       |

**Thos Storey Fabrications Limited**

**Notes to the abbreviated financial statements  
for the period ended 31 December 2004**

..... continued

**5. Employees**

|                            |                 |
|----------------------------|-----------------|
| <b>Number of employees</b> | <b>31/12/04</b> |
|----------------------------|-----------------|

The average monthly numbers of employees  
(including the directors) during the period were:

|                             |     |
|-----------------------------|-----|
| Manufacturing               | 177 |
| Management / Administration | 26  |
|                             | 203 |
|                             | 203 |

|                         |                 |
|-------------------------|-----------------|
| <b>Employment costs</b> | <b>31/12/04</b> |
|                         | <b>£</b>        |

|                       |           |
|-----------------------|-----------|
| Wages and salaries    | 4,050,520 |
| Social security costs | 404,822   |
|                       | 4,455,342 |
|                       | 4,455,342 |

|                                   |                 |
|-----------------------------------|-----------------|
| <b>5.1. Directors' emoluments</b> | <b>31/12/04</b> |
|                                   | <b>£</b>        |

|                                   |         |
|-----------------------------------|---------|
| Remuneration and other emoluments | 219,230 |
|                                   | 219,230 |
|                                   | 219,230 |

|   |               |
|---|---------------|
|   | <b>Number</b> |
| Number of directors to whom retirement benefits<br>are accruing under a money purchase scheme | 2             |
|   | 2             |

|                               |          |
|-------------------------------|----------|
| <b>Highest paid director</b>  | <b>£</b> |
| Amounts included above:       |          |
| Emoluments and other benefits | 110,266  |
|                               | 110,266  |
|                               | 110,266  |

**Thos Storey Fabrications Limited**

**Notes to the abbreviated financial statements  
for the period ended 31 December 2004**

..... continued

**6. Tax on profit on ordinary activities**

| <b>Analysis of charge in period</b>          | <b>31/12/04<br/>£</b> |
|--|-----------------------|
| <b>Current tax</b>                           |                       |
| UK corporation tax                           | 107,388               |
| Total current tax charge                     | <u>107,388</u>        |
| <b>Deferred tax</b>                          |                       |
| Timing differences, origination and reversal | (15,785)              |
| Total deferred tax                           | <u>(15,785)</u>       |
| Tax on profit on ordinary activities         | <u><u>91,603</u></u>  |

**Factors affecting tax charge for period**

The tax assessed for the period is lower than the standard rate of corporation tax in the UK (30 per cent). The differences are explained below:

|   | <b>2004<br/>£</b>     |
|---|-----------------------|
| Profit on ordinary activities before taxation   | <u><u>490,835</u></u> |
| Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 30% | 147,251               |
| <b>Effects of:</b>  |                       |
| Expenses not deductible for tax purposes  | 7,198                 |
| Capital allowances for period in excess of depreciation                                       | (33,724)              |
| Utilisation of tax losses   | (95,625)              |
| Assets transferred on re-organisation   | 82,717                |
| Marginal relief   | (429)                 |
| Current tax charge for period   | <u><u>107,388</u></u> |

**Thos Storey Fabrications Limited**

**Notes to the abbreviated financial statements  
for the period ended 31 December 2004**

..... continued

|  |                 |                 |
|--|-----------------|-----------------|
| <b>7. Dividends</b>                              |                 | <b>31/12/04</b> |
|  |                 | <b>£</b>        |
| <b>Dividends on equity shares:</b>               |                 |                 |
| Ordinary shares - interim paid                   |                 | <u>30,000</u>   |
| <br><b>8. Intangible fixed assets</b>            |                 |                 |
|  | <b>Goodwill</b> | <b>Total</b>    |
|  | <b>£</b>        | <b>£</b>        |
| <b>Cost</b>                                      |                 |                 |
| Transferred in on re-organisation                | 122,799         | 122,799         |
| Additions  | <u>-</u>        | <u>-</u>        |
| At 31 December 2004                              | <u>122,799</u>  | <u>122,799</u>  |
| <br><b>Provision for<br/>diminution in value</b> |                 |                 |
| Charge for period                                | 20,460          | 20,460          |
| At 31 December 2004                              | <u>20,460</u>   | <u>20,460</u>   |
| <br><b>Net book value</b>                        |                 |                 |
| At 31 December 2004                              | <u>102,339</u>  | <u>102,339</u>  |

**Thos Storey Fabrications Limited**

**Notes to the abbreviated financial statements  
for the period ended 31 December 2004**

..... continued

| <b>9. Tangible fixed assets</b>   | <b>Plant and machinery</b> | <b>Fixtures, fittings and equipment</b> | <b>Motor vehicles</b> | <b>Total</b>          |
|-----------------------------------|----------------------------|---|-----------------------|-----------------------|
|                                   | <b>£</b>                   | <b>£</b>                                | <b>£</b>              | <b>£</b>              |
| <b>Cost</b>                       |                            |   |                       |                       |
| Transferred in on re-organisation | 497,662                    | 61,485                                  | 3,125                 | 562,272               |
| Additions                         | 142,904                    | 20,563                                  | -                     | 163,467               |
| Disposals                         | (23,602)                   | -                                       | -                     | (23,602)              |
| At 31 December 2004               | <u>616,964</u>             | <u>82,048</u>                           | <u>3,125</u>          | <u>702,137</u>        |
| <b>Depreciation</b>               |                            |   |                       |                       |
| On disposals                      | (14,051)                   | -                                       | -                     | (14,051)              |
| Charge for the period             | 93,489                     | 18,378                                  | 2,438                 | 114,305               |
| At 31 December 2004               | <u>79,438</u>              | <u>18,378</u>                           | <u>2,438</u>          | <u>100,254</u>        |
| <b>Net book value</b>             |                            |   |                       |                       |
| At 31 December 2004               | <u><u>537,526</u></u>      | <u><u>63,670</u></u>                    | <u><u>687</u></u>     | <u><u>601,883</u></u> |

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

| <b>Asset description</b>            | <b>31/12/04<br/>Net book value<br/>£</b> | <b>31/12/04<br/>Depreciation charge<br/>£</b> |
|-------------------------------------|--|---|
| Plant and machinery                 | <u>48,172</u>                            | <u>-</u>                                      |
| <b>10. Stocks</b>                   |  | <b>31/12/04<br/>£</b>                         |
| Raw materials and consumables       |  | 383,738                                       |
| Work in progress                    |  | 403,807                                       |
|                                     |  | <u>787,545</u>                                |
| Finished goods and goods for resale |  | 115,782                                       |
|                                     |  | <u><u>903,327</u></u>                         |

**Thos Storey Fabrications Limited**

**Notes to the abbreviated financial statements  
for the period ended 31 December 2004**

..... continued

|  |                     |
|--|---------------------|
| <b>11. Debtors</b>   | <b>31/12/04</b>     |
|  | <b>£</b>            |
| Trade debtors  | 2,201,987           |
| Amounts owed by group undertakings                                     | 105,253             |
| Other debtors  | 867,548             |
| Prepayments and accrued income   | 74,094              |
|  | <u>3,248,882</u>    |
|  | <u>          </u>   |
| <br><b>12. Creditors: amounts falling due within one year</b>          | <br><b>31/12/04</b> |
|  | <b>£</b>            |
| Bank overdraft   | 59,431              |
| Net obligations under finance leases and hire purchase contracts       | 13,380              |
| Trade creditors  | 2,258,570           |
| Amounts owed to group undertaking                                      | 200,138             |
| Corporation tax  | 107,388             |
| Other taxes and social security costs                                  | 879,301             |
| Other creditors  | 56,402              |
| Accruals and deferred income   | 163,418             |
|  | <u>3,738,028</u>    |
|  | <u>          </u>   |
| <br><b>13. Creditors: amounts falling due after more than one year</b> | <br><b>31/12/04</b> |
|  | <b>£</b>            |
| Net obligations under finance leases and hire purchase contracts       | 26,760              |
| Amounts owed to group undertaking                                      | 188,947             |
|  | <u>215,707</u>      |
|  | <u>          </u>   |



**Thos Storey Fabrications Limited**

**Notes to the abbreviated financial statements  
for the period ended 31 December 2004**

..... continued

**14. Provisions for liabilities and charges**

|                                   | <b>Deferred<br/>taxation<br/>(Note 15)<br/>£</b> | <b>Total<br/>£</b> |
|-----------------------------------|--|--------------------|
| Transferred in on re-organisation | 49,508   | 49,508             |
| Movements in the year             | (15,785)   | (15,785)           |
| At 31 December 2004               | <u>33,723</u>                                    | <u>33,723</u>      |

**15. Provision for deferred taxation**

|  | <b>31/12/04<br/>£</b> |
|--|-----------------------|
| Accelerated capital allowances                 | 83,141                |
| Tax losses carried forward                     | (49,418)              |
| Undiscounted provision for deferred tax        | <u>33,723</u>         |
| Deferred tax transferred in on re-organisation | 49,508                |
| Deferred tax charge in profit and loss account | (15,785)              |
| Provision at 31 December 2004                  | <u>33,723</u>         |

**Thos Storey Fabrications Limited**

**Notes to the abbreviated financial statements  
for the period ended 31 December 2004**

..... continued

|   |                 |
|---|-----------------|
| <b>16. Share capital</b>                  | <b>31/12/04</b> |
|   | <b>£</b>        |
| <b>Authorised</b>                         |                 |
| 501,000 Ordinary shares of £1 each        | <u>501,000</u>  |
| <b>Allotted, called up and fully paid</b> |                 |
| 500,002 Ordinary shares of £1 each        | <u>500,002</u>  |

On 23 December 2004, 500,000 £1 ordinary shares were issued for consideration of £500,000, however, the procedures necessary to increase the authorised share capital to allow this issue were not completed.

This has subsequently been done on 19 April 2005. The accounts have been prepared on the basis of the fully paid subscription at 23 December 2004.

|   |                 |
|---|-----------------|
| <b>17. Reconciliation of movements in shareholders' funds</b> | <b>31/12/04</b> |
|   | <b>£</b>        |
| Profit for the period   | 399,232         |
| Dividends   | <u>(30,000)</u> |
|   | 369,232         |
| Net proceeds of equity share issue                            | <u>500,002</u>  |
| Net addition to shareholders' funds                           | <u>869,234</u>  |

**Thos Storey Fabrications Limited**

**Notes to the abbreviated financial statements  
for the period ended 31 December 2004**

..... continued

**18. Financial commitments**

At 31 December 2004 the company had annual commitments under non-cancellable operating leases as follows:

|                            | <b>Land and<br/>buildings<br/>31/12/04<br/>£</b> | <b>Other<br/>31/12/04<br/>£</b> |
|----------------------------|--|---------------------------------|
| <b>Expiry date:</b>        |  |                                 |
| Within one year            | 168,000  | 249,157                         |
| Between one and five years | 75,000   | 109,586                         |
|                            | <u>243,000</u>                                   | <u>358,743</u>                  |

Although some of the leases referred to above are in the name of Thos Storey Property Limited the commitments are being met by this company.

**19. Related party transactions**

Included within creditors: amounts falling due within one year is an amount of £200,138 due to Thos Storey Property Limited (formerly Thos Storey Fabrications Limited). Thos Storey Property Limited is a subsidiary of Thos Storey Group Limited which is controlled by the directors of this company.

Included within creditors: amounts falling due after more than one year is an amount of £188,947 due to Thos Storey Property Limited (formerly Thos Storey Fabrications Limited).

During the period the company has paid rental charges and interest to Thos Storey Property Limited of £417,157 and £8,179 respectively.

Included within debtors is an amount of £105,253 owed by Walton Fabrications Limited. Walton Fabrications Limited is a subsidiary of Thos Storey Group Limited.

During the period the company has received interest of £17,784 from Walton Fabrications Limited.

During the period the company has received services from Lloyds International Limited amounting to £23,363. As at 31 December 2004, an amount of £23,363 is due to Lloyds International Limited and this is included within trade creditors.

Lloyds International Limited is a company controlled by the directors of this company.

**Thos Storey Fabrications Limited**

**Notes to the abbreviated financial statements  
for the period ended 31 December 2004**

..... continued

**20. Ultimate parent undertaking**

The ultimate parent company is Thos Storey Group Limited, a company registered in England and Wales, company number 4955996.

# Thos Storey Fabrications Limited

## Notes to the abbreviated financial statements for the period ended 31 December 2004

..... continued

### 21. Gross cash flows

|  | 31/12/04<br>£    |
|--|------------------|
| <b>Returns on investments and servicing of finance</b> |                  |
| Interest received                                      | 9,605            |
| Interest paid  | (61,346)         |
|  | <u>(51,741)</u>  |
| <b>Taxation</b>  |                  |
| Corporation tax repaid                                 | <u>2,023</u>     |
| <b>Capital expenditure</b>                             |                  |
| Payments to acquire tangible assets                    | (124,467)        |
| Receipts from sales of tangible assets                 | 9,499            |
|  | <u>(114,968)</u> |
| <b>Acquisitions and disposals</b>                      |                  |
| Net overdrafts acquired on re-organisation             | <u>(387,988)</u> |
| <b>Financing</b>                                       |                  |
| Issue of ordinary share capital                        | <u>500,002</u>   |

### Major non-cash transactions

The consideration for the acquisition of the assets following the group re-organisation that occurred during the year comprised the introduction of an inter-company loan account. Further details of the assets acquired on re-organisation are set out below.

### Acquisition of trade and net attributable assets following re-organisation

|                            |                |
|----------------------------|----------------|
| <b>Net assets acquired</b> |                |
| Intangible assets          | 122,799        |
| Tangible fixed assets      | 561,132        |
| Stock                      | 635,084        |
| Debtors                    | 2,165,428      |
| Taxation recoverable       | 2,023          |
| Cash at bank and in hand   | 95,612         |
| Creditors                  | (2,360,020)    |
| Bank overdrafts            | (483,600)      |
| Deferred taxation          | (49,509)       |
|                            | <u>688,949</u> |

**Thos Storey Fabrications Limited**

**Notes to the abbreviated financial statements  
for the period ended 31 December 2004**

..... continued

|                            |                |
|----------------------------|----------------|
| <b>Satisfied by</b>        |                |
| Shares allotted            | 500,002        |
| Inter company loan account | 188,947        |
|                            | <u>688,949</u> |

**22. Analysis of changes in net debt**

|  | <b>Cash<br/>flows</b> | <b>Other<br/>changes</b> | <b>Closing<br/>balance</b> |
|--|-----------------------|--------------------------|----------------------------|
|  | <b>£</b>              | <b>£</b>                 | <b>£</b>                   |
| Cash at bank and in hand                   | 261                   |                          | 261                        |
| Overdrafts                                 | (59,431)              |                          | (59,431)                   |
|  | <u>(59,170)</u>       |                          | <u>(59,170)</u>            |
| Finance leases and hire purchase contracts | -                     | (40,140)                 | (40,140)                   |
| <b>Net debt</b>                            | <u>(59,170)</u>       | <u>(40,140)</u>          | <u>(99,310)</u>            |