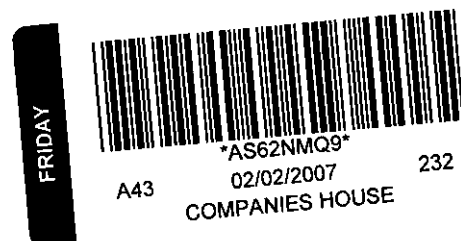


Company Registration No. 1309115 (England and Wales)

MAYFLOWER ENGINEERING LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2006



# MAYFLOWER ENGINEERING LIMITED

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# MAYFLOWER ENGINEERING LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2006

The directors present their report and financial statements for the year ended 31 March 2006.

### Principal activities and review of the business

The principal activity of the company continued to be that of engineering, design and manufacture of materials handling equipment.

The directors are pleased with the results for the year.

### Results and dividends

The results for the year are set out on page 5.

### Future developments

The directors expect continued growth for the foreseeable future.

### Directors

The following directors have held office since 1 April 2005:

W Dunigan  
R M Dunigan  
M Owen  
D Finney  
K Bingham

In accordance with the Articles of Association of the company, the directors are not required to retire by rotation.

### Directors' interests

	Ordinary shares of £ 1 each	
	31 March 2006	1 April 2005
W Dunigan	20,000	20,000
R M Dunigan	10,000	10,000
M Owen	-	-
D Finney	-	-
K Bingham	-	-

Charitable donations	2006	2005
	£	£

During the year the company made the following payments:

Charitable donations	7,662	21,549
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### Auditors

The auditors, Barber Harrison & Platt have expressed their willingness to continue in office, subject to the approval of members in general meeting.

# MAYFLOWER ENGINEERING LIMITED

## DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2006

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### Directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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 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 to auditor

(a) so far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware, and

(b) 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.

On behalf of the board



W Dunigan

Director

19 January 2007

# **MAYFLOWER ENGINEERING LIMITED**

## **INDEPENDENT AUDITORS' REPORT TO MAYFLOWER ENGINEERING LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985**

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We have examined the abbreviated accounts set out on pages 5 to 17, together with the financial statements of Mayflower Engineering Limited for the year ended 31 March 2006 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 those matters we are required to state to them in an auditor's report on abbreviated accounts 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, 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 the 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 abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

### **Basis of audit opinion**

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

### **Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.

""

# MAYFLOWER ENGINEERING LIMITED

## INDEPENDENT AUDITORS' REPORT TO MAYFLOWER ENGINEERING LIMITED (CONTINUED) UNDER SECTION 247B OF THE COMPANIES ACT 1985

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*Barber Harrison & Platt*  
Barber Harrison & Platt

1.12.07

Chartered Accountants  
Registered Auditor

2 Rutland Park  
Sheffield  
S10 2PD

# MAYFLOWER ENGINEERING LIMITED

## ABBREVIATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2006

	Notes	2006 £	2005 £
Gross profit		1,609,486	1,746,452
Distribution costs		(303,762)	(241,606)
Administrative expenses		(781,195)	(1,268,841)
Operating profit	2	524,529	236,005
Other interest receivable and similar income		19,739	-
Interest payable and similar charges	4	(36,405)	(34,154)
Profit on ordinary activities before taxation		507,863	201,851
Tax on profit on ordinary activities	5	(150,045)	(48,377)
Profit for the year	15	357,818	153,474

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.

# MAYFLOWER ENGINEERING LIMITED

## ABBREVIATED BALANCE SHEET AS AT 31 MARCH 2006

	Notes	2006 £	£	2005 £	£
<b>Fixed assets</b>					
Tangible assets	7		577,997		553,333
<b>Current assets</b>					
Stocks	8	506,899		402,813	
Debtors	9	1,499,937		1,744,419	
Cash at bank and in hand		418,432		427	
		<u>2,425,268</u>		<u>2,147,659</u>	
<b>Creditors: amounts falling due within one year</b>	10	<u>(1,727,257)</u>		<u>(1,747,292)</u>	
<b>Net current assets</b>			698,011		400,367
<b>Total assets less current liabilities</b>			<u>1,276,008</u>		<u>953,700</u>
<b>Creditors: amounts falling due after more than one year</b>	11		(87,931)		(128,441)
<b>Provisions for liabilities</b>	12		(39,000)		(34,000)
			<u>1,149,077</u>		<u>791,259</u>
<b>Capital and reserves</b>					
Called up share capital	14		30,000		30,000
Profit and loss account	15		1,119,077		761,259
<b>Shareholders' funds</b>	16		<u>1,149,077</u>		<u>791,259</u>

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

Approved by the Board and authorised for issue on 19 January 2007



W Dunigan  
Director



# MAYFLOWER ENGINEERING LIMITED

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2006

	2006		2005	
	£	£	£	£
<b>Net cash inflow from operating activities</b>		820,676		321,614
<b>Returns on investments and servicing of finance</b>				
Interest received	19,739		-	
Interest paid	(36,405)		(34,154)	
<b>Net cash outflow for returns on investments and servicing of finance</b>		(16,666)		(34,154)
<b>Taxation</b>		(36,177)		(12,485)
<b>Capital expenditure</b>				
Payments to acquire tangible assets	(163,588)		(303,988)	
Receipts from sales of tangible assets	3,800		3,000	
<b>Net cash outflow for capital expenditure</b>		(159,788)		(300,988)
<b>Equity dividends paid</b>		-		(108,000)
<b>Net cash inflow/(outflow) before management of liquid resources and financing</b>		608,045		(134,013)
<b>Financing</b>				
Capital element of hire purchase contracts	(46,892)		148,148	
<b>Net cash (outflow)/inflow from financing</b>		(46,892)		148,148
<b>Increase in cash in the year</b>		561,153		14,135

# MAYFLOWER ENGINEERING LIMITED

## NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2006

1	Reconciliation of operating profit to net cash inflow from operating activities		2006	2005
			£	£
	Operating profit		524,529	236,005
	Depreciation of tangible assets		121,359	120,723
	Loss on disposal of tangible assets		13,765	541
	(Increase)/decrease in stocks		(104,086)	133,739
	Decrease/(increase) in debtors		244,482	(620,830)
	Increase in creditors within one year		20,627	451,436
	Net cash inflow from operating activities		820,676	321,614

2	Analysis of net funds/(debt)	1 April 2005	Cash flow	Other non- 31 March 2006 cash changes
		£	£	£
	Net cash:			
	Cash at bank and in hand	427	418,005	-
	Bank overdrafts	(143,148)	143,148	-
		(142,721)	561,153	-
	Debt:			
	Finance leases	(241,482)	46,892	-
	Net (debt)/funds	(384,203)	608,045	-

3	Reconciliation of net cash flow to movement in net funds/(debt)	2006	2005
		£	£
	Increase in cash in the year	561,153	14,135
	Cash outflow/(inflow) from decrease/(increase) in debt and lease financing	46,892	(148,148)
	Movement in net funds/(debt) in the year	608,045	(134,013)
	Opening net debt	(384,203)	(250,190)
	Closing net funds/(debt)	223,842	(384,203)

# MAYFLOWER ENGINEERING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

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### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

#### 1.2 Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax. Long term contracts are included in turnover on the basis of sales value of work performed during the year.

#### 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:

Property alterations	10% reducing balance
Plant and machinery	20% reducing balance
Office equipment	10% reducing balance
Motor vehicles	20% reducing balance

#### 1.4 Leasing and hire purchase commitments

Assets which are financed by leasing and similar arrangements that give rights approximating to ownership are capitalised in the balance sheet and are depreciated over their useful lives. Outstanding obligations under such agreements net of interest are included as liabilities within creditors. Interest is charged to the profit and loss account as incurred.

Operating lease rentals are charged to the profit and loss account as incurred.

#### 1.5 Stock and work in progress

Stocks are valued at the lower of cost and net realisable value. The cost of work in progress and finished goods includes all production overheads appropriate to the stage of production reached and net realisable value is the price at which the stock could be realised in the normal course of trade. Provision is made for obsolete, slow moving and defective stock.

#### 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 for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

#### 1.8 Deferred taxation

The accounting policy reflects the requirements of FRS19 - Deferred tax. 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.

# MAYFLOWER ENGINEERING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2006

<b>2</b>	<b>Operating profit</b>	<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
	Operating profit is stated after charging:		
	Depreciation of tangible assets	121,359	120,723
	Loss on disposal of tangible assets	13,765	541
	Operating lease rentals	99,016	50,174
	Auditors' remuneration	5,750	5,150
		<u>          </u>	<u>          </u>
<b>3</b>	<b>Investment income</b>	<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
	Bank interest	19,717	-
	Other interest	22	-
		<u>          </u>	<u>          </u>
		19,739	-
		<u>          </u>	<u>          </u>
<b>4</b>	<b>Interest payable</b>	<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
	On bank loans and overdrafts	-	2,211
	Hire purchase interest	11,195	7,401
	On amounts payable to factors	23,471	24,477
	Other interest	1,739	65
		<u>          </u>	<u>          </u>
		36,405	34,154
		<u>          </u>	<u>          </u>

# MAYFLOWER ENGINEERING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2006

5	Taxation	2006	2005
		£	£
	<b>Domestic current year tax</b>		
	U.K. corporation tax	145,045	36,177
	<b>Current tax charge</b>	145,045	36,177
	<b>Deferred tax</b>		
	Deferred tax charge/credit current year	5,000	12,200
		150,045	48,377
	<b>Factors affecting the tax charge for the year</b>		
	Profit on ordinary activities before taxation	507,863	201,851
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2005 - 19.00%)	152,359	38,352
	Effects of:		
	Non deductible expenses	810	3,303
	Depreciation add back	148,889	121,805
	Capital allowances	(157,013)	(127,283)
		(7,314)	(2,175)
	<b>Current tax charge</b>	145,045	36,177
6	Dividends	2006	2005
		£	£
	Ordinary interim paid	-	108,000

# MAYFLOWER ENGINEERING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2006

### 7 Tangible fixed assets

	Property alterations £	Plant and machinery £	Office equipment £	Motor vehicles £	Total £
<b>Cost</b>					
At 1 April 2005	70,807	938,599	241,398	220,061	1,470,865
Additions	1,788	45,968	56,514	59,318	163,588
Disposals	-	-	-	(81,170)	(81,170)
At 31 March 2006	72,595	984,567	297,912	198,209	1,553,283
<b>Depreciation</b>					
At 1 April 2005	56,127	615,934	129,259	116,212	917,532
On disposals	-	-	-	(63,605)	(63,605)
Charge for the year	1,647	73,727	16,865	29,120	121,359
At 31 March 2006	57,774	689,661	146,124	81,727	975,286
<b>Net book value</b>					
At 31 March 2006	14,821	294,906	151,788	116,482	577,997
At 31 March 2005	14,680	322,665	112,139	103,849	553,333

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

	Plant and machinery £	Office equipment £	Motor vehicles £	Total £
<b>Net book values</b>				
At 31 March 2006	177,824	19,881	81,528	279,233
At 31 March 2005	209,280	-	67,856	277,136
<b>Depreciation charge for the year</b>				
At 31 March 2006	44,456	2,209	20,381	67,046
At 31 March 2005	52,320	-	16,967	69,287

### 8 Work in progress

	2006 £	2005 £
Work in progress	506,899	402,813

# MAYFLOWER ENGINEERING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2006

9 Debtors	2006 £	2005 £
Trade debtors	1,423,251	1,717,905
Other debtors	60,206	12,721
Prepayments and accrued income	16,480	13,793
	<u>1,499,937</u>	<u>1,744,419</u>
10 Creditors: amounts falling due within one year	2006 £	2005 £
Bank loans and overdrafts	-	143,148
Invoice discounting creditor	54,950	380,555
Payments received on account	139,554	272,495
Net obligations under hire purchase contracts	106,659	113,041
Trade creditors	817,970	372,533
Corporation tax	145,045	36,177
Other taxes and social security costs	286,330	300,412
Directors' current accounts	3,214	979
Accruals and deferred income	173,535	127,952
	<u>1,727,257</u>	<u>1,747,292</u>

The invoice discounting creditor represents payments received in respect of debts sold with recourse to GE Commercial Finance, who have a charge over the debts.

The bank overdraft is secured by an unscheduled mortgage debenture dated 7 August 1995 incorporating a fixed and floating charge over all current and future assets of the company.

# MAYFLOWER ENGINEERING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2006

11 Creditors: amounts falling due after more than one year	2006 £	2005 £
Net obligations under hire purchase contracts	87,931	128,441
<b>Net obligations under hire purchase contracts</b>		
Repayable within one year	106,659	113,041
Repayable between one and five years	87,931	128,441
	194,590	241,482
Included in liabilities falling due within one year	(106,659)	(113,041)
	87,931	128,441

Net obligations under finance lease and hire purchase contracts are secured by fixed charges on the assets concerned.

## 12 Provisions for liabilities and charges

	Deferred tax liability £
Balance at 1 April 2005	34,000
Profit and loss account	5,000
Balance at 31 March 2006	39,000

The deferred tax liability is made up as follows:

	2006 £	2005 £
Accelerated capital allowances	39,000	34,000

## 13 Pension costs

### Defined contribution

	2006 £	2005 £
Contributions payable by the company for the year	41,072	29,474



# MAYFLOWER ENGINEERING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2006

<b>14 Share capital</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
<b>Authorised</b>		
30,000 Ordinary shares of £1 each	30,000	30,000
	<u>          </u>	<u>          </u>
<b>Allotted, called up and fully paid</b>		
30,000 Ordinary shares of £1 each	30,000	30,000
	<u>          </u>	<u>          </u>
<b>15 Statement of movements on profit and loss account</b>		<b>Profit and loss account</b>
		<b>£</b>
Balance at 1 April 2005		761,259
Profit for the year		357,818
		<u>          </u>
Balance at 31 March 2006		1,119,077
		<u>          </u>
<b>16 Reconciliation of movements in shareholders' funds</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
Profit for the financial year	357,818	153,474
Dividends	-	(108,000)
	<u>          </u>	<u>          </u>
Net addition to shareholders' funds	357,818	45,474
Opening shareholders' funds	791,259	745,785
	<u>          </u>	<u>          </u>
Closing shareholders' funds	1,149,077	791,259
	<u>          </u>	<u>          </u>

### 17 Contingent liabilities

The company is party to a composite cross guarantee in respect of the overdrafts of Oldham Engineering Limited.

# MAYFLOWER ENGINEERING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2006

### 18 Financial commitments

At 31 March 2006 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 March 2007:

	Land and buildings			Other
	2006	2005	2006	2005
	£	£	£	£
Operating leases which expire:				
Within one year	-	-	2,912	-
Between two and five years	-	-	4,442	2,912
In over five years	50,000	50,000	-	-
	<u>50,000</u>	<u>50,000</u>	<u>7,354</u>	<u>2,912</u>

### 19 Capital commitments

2006  
£

2005  
£

At 31 March 2006 the company had capital commitments as follows:

Contracted for but not provided in the financial statements	46,932	-
---	--------	---

### 20 Directors' emoluments

2006  
£

2005  
£

Emoluments for qualifying services	219,275	636,597
Company pension contributions to money purchase schemes	3,362	1,873
	<u>222,637</u>	<u>638,470</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 3 (2005 - 3).

Emoluments disclosed above include the following amounts paid to the highest paid director:

Emoluments for qualifying services	73,140	57,077
Company pension contributions to money purchase schemes	900	900

# MAYFLOWER ENGINEERING LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2006

### 21 Employees

#### Number of employees

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

	2006 Number	2005 Number
Production staff	64	65
Administration staff	9	8
	<u>73</u>	<u>73</u>

#### Employment costs

	2006 £	2005 £
Wages and salaries	2,158,795	2,493,886
Other pension costs	41,072	29,474
	<u>2,199,867</u>	<u>2,523,360</u>