

Company Registration No. 3161100 (England and Wales)

**AUTOSIGNS HOLDINGS PLC
AND SUBSIDIARY UNDERTAKING**

**DIRECTORS' REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
31 DECEMBER 2006**

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COMPANIES HOUSE

THOMAS MAY & CO

CHARTERED ACCOUNTANTS

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING
COMPANY INFORMATION

Directors	O Rasmussen T Morgan C A Rasmussen C D Richards M Kubasik (appointed 6 April 2006)
Secretary	C D Richards
Company number	3161100
Registered office	North Mills Frog Island Leicester LE3 5DH
Auditors	Thomas May & Co Allen House Newarke Street Leicester LE1 5SG
Bankers	National Westminster Bank Plc Bede House 11 Western Boulevard Leicester LE2 7EJ

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING
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AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2006

The directors present their annual report together with the audited consolidated financial statements for the year ended 31 December 2006 comprising the results of the company and its subsidiary.

Results and dividends

The profit/(loss) for the year, after taxation, amounted to £2,795 (2005: £(2,229)).

The directors do not recommend payment of an ordinary dividend.

Principal activity and review of business

The principal activity of the company during the year was that of a parent company to its wholly owned subsidiary Autosigns Limited.

The principal activity of Autosigns Limited was the manufacture and distribution of display and promotional materials for the motor industry. Autosigns Limited also supplies canopies to the car and leisure industry.

A considerable amount of money was spent on promoting canopies during 2006, which it is anticipated will help to make 2007 an even better year.

At the end of the year the group was in a stronger position than at the start of the year.

Directors

The following directors have held office since 1 January 2006 and their interests in the company's issued share capital at the balance sheet date and at the start of the year were:

	Ordinary £1 shares	
	2006	2005
O Rasmussen	62,500	62,500
T Morgan	5,000	5,000
C A Rasmussen	37,500	37,500
C D Richards	5,000	5,000
M Kubasik	-	-

Charitable donations

During the year no payments were made to charitable organisations.

Payment policy and practice

It is the policy of the directors to pay creditors in accordance with the terms and conditions agreed.

At the year end trade creditors shown in the balance sheet represented 74 days worth of supplies invoiced during the year (2005 – 63 days).

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Thomas May & Co be re-appointed as auditors of the company will be put to the Annual General Meeting.

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2006 (Continued)

Directors' responsibilities

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

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements;
- 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 Group 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.

The Directors' Report was approved by
the Board of Directors on 1 March 2007

On behalf of the Board



O Rasmussen
Director

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

We have audited the financial statements of Autosigns Holdings Plc and Subsidiary Undertaking on pages 5 to 19 for the year ended 31 December 2006. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinion we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the Annual Report and 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 and whether, in our opinion, the directors' report is consistent with the financial statements. We also report to you if, in our opinion, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of 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 group'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.

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE SHAREHOLDERS OF AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

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 affairs of the company and the group as at 31 December 2006 and of its profit for the year then ended;
- 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.



Allen House
Newarke Street
Leicester
LE1 5SG

1 March 2007

Thomas May & Co

Chartered Accountants
and Registered Auditors

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2006**

	Notes	2006 £	2005 £
Turnover	2	2,373,239	2,307,059
Cost of sales		(1,600,863)	(1,499,107)
Gross profit		<u>772,376</u>	<u>807,952</u>
Distribution costs		(473,008)	(490,042)
Administrative expenses		(271,780)	(297,419)
Operating profit	3	<u>27,588</u>	<u>20,491</u>
Interest payable and similar items	6	(19,714)	(18,583)
Profit on ordinary activities before taxation		<u>7,874</u>	<u>1,908</u>
Taxation	7	(5,079)	(4,137)
Profit/(loss) on ordinary activities after taxation		<u><u>2,795</u></u>	<u><u>(2,229)</u></u>

All amounts relate to continuing operations.

There were no recognised gains or losses for the year other than those included in the profit and loss account.


AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

**CONSOLIDATED BALANCE SHEET
31 DECEMBER 2006**

	Notes	2006		2005	
		£	£	£	£
Fixed assets					
Intangible	8		54,313		60,222
Tangible	9		83,903		96,176
			<u>138,216</u>		<u>156,398</u>
Current assets					
Stocks	11	230,684		210,126	
Debtors	12	413,308		447,709	
Cash at bank and in hand		14,934		12,223	
		<u>658,926</u>		<u>670,058</u>	
Creditors: amounts falling due within one year	13	(618,560)		(654,056)	
		<u>40,366</u>		<u>16,002</u>	
Net current assets			40,366		16,002
Total assets less current liabilities			<u>178,582</u>		<u>172,400</u>
Creditors: amounts falling due after more than one year	14		(23,366)		(19,979)
Net assets			<u>155,216</u>		<u>152,421</u>
Capital and reserves					
Called up share capital	17		110,000		110,000
Capital redemption reserve	18		110,000		110,000
Profit and loss account	19		(64,784)		(67,579)
Shareholders' funds	19		<u>155,216</u>		<u>152,421</u>

The accounts were approved by the board of directors on 1 March 2007.

Signed on behalf of the board of directors


O Rasmussen
Director

AUTOSIGNS HOLDINGS PLC

BALANCE SHEET
31 DECEMBER 2006

	Notes	2006		2005	
		£	£	£	£
Fixed assets					
Investments	10		525,000		525,000
Current assets					
Debtors	12	125		125	
Cash at bank and in hand		9,218		9,251	
		<u>9,343</u>		<u>9,376</u>	
Creditors: amounts falling due within one year	13	(308,659)		(308,665)	
		<u></u>		<u></u>	
Net current liabilities			(299,316)		(299,289)
			<u></u>		<u></u>
Net assets			225,684		225,711
			<u></u>		<u></u>
Capital and reserves					
Called up share capital	17		110,000		110,000
Capital redemption reserve	18		110,000		110,000
Profit and loss account	19		5,684		5,711
			<u></u>		<u></u>
Equity shareholders' funds	19		225,684		225,711
			<u></u>		<u></u>

The financial statements were approved by the board on 1 March 2007.

Signed on behalf of the board of directors


O Rasmussen
Director

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2006**

	2006 £	2005 £
Reconciliation of operating profit to net cash inflow from operating activities		
Operating profit	27,588	20,491
Amortisation of intangible assets	5,909	5,909
Depreciation of tangible fixed assets	51,470	51,339
Decrease/(increase) in debtors	36,027	(59,745)
Increase in stocks	(20,558)	(25,696)
Increase in creditors	124,831	14,031
	<hr/>	<hr/>
Net cash inflow from operating activities	225,267	6,329
	<hr/>	<hr/>
Cash flow statement (note 20)		
Net cash inflow from operating activities	225,267	6,329
Returns on investments and servicing of finance	(19,714)	(68,583)
Taxation	(4,883)	(11,195)
Capital expenditure	(4,330)	(21,144)
	<hr/>	<hr/>
Financing	196,340	(94,593)
	(34,103)	(32,293)
	<hr/>	<hr/>
Increase/(decrease) in cash	162,237	(126,886)
	<hr/>	<hr/>
Reconciliation of net cash flow to movement in net debt (note 21)		
Increase/(decrease) in cash in the period	162,237	(126,886)
Cash flow from decrease in debt and lease financing	34,104	32,293
	<hr/>	<hr/>
Change in net debt resulting from cashflows	196,341	(94,593)
New finance lease and hire purchase agreements	(34,868)	(11,701)
Net debt at 1 January 2006	(326,720)	(220,426)
	<hr/>	<hr/>
Net debt at 31 December 2006	(165,247)	(326,720)
	<hr/>	<hr/>

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006

1 ACCOUNTING POLICIES

(a) **Basis of preparation of financial statements**

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

(b) **Basis of consolidation**

The financial statements of the company and its group undertaking have been consolidated to 31 December 2006. The profit and loss of the company is not presented as permitted by Section 230 of the Companies Act 1985.

(c) **Turnover**

Turnover comprises the invoiced value of goods and services supplied by the group, net of value added tax and trade discounts.

(d) **Intangible fixed assets**

Goodwill arising on consolidation represents the excess of the fair value of the consideration given over the fair value of the separable net assets acquired and is amortised over a period of 20 years.

(e) **Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off their cost over their expected useful lives on the following basis:

Improvements to leasehold buildings	over the period of the lease
Plant and equipment	10%-20% per annum on cost

(f) **Finance and operating leases**

Tangible fixed assets acquired under finance lease or hire purchase are capitalised on the basis of actual cost or discounted minimum lease payments. Instalments payable under each agreement are apportioned between capital and revenue to write off the finance charge in equal amounts over the period of the agreement.

Operating lease rentals are charged in the profit and loss account as they fall due.

(g) **Investments**

Fixed asset investments are stated at cost less provision for diminution in value.

(h) **Stocks and work in progress**

Stocks and work in progress are stated at the lower of cost and net realisable value. Cost comprises the direct cost of acquisition and includes direct labour with a relevant proportion of direct overheads. Net realisable value is based on estimated selling price allowing for all further costs of completion and disposal.

Provision has been made, where necessary, for obsolete, slow moving and defective stocks.

(i) **Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling when settlement occurs. Normal fluctuations on trading are dealt with in the results for the year.

(j) **Deferred taxation**

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

NOTES TO THE FINANCIAL STATEMENTS (continued) **FOR THE YEAR ENDED 31 DECEMBER 2006**

2	Turnover	2006	2005
		£	£
	Turnover is attributable to one class of business.		
	Turnover is analysed by geographical market as follows:		
	United Kingdom	2,227,262	2,190,944
	European Union	117,796	104,580
	Other	28,181	11,535
		<hr/>	<hr/>
	Total	2,373,239	2,307,059
		<hr/>	<hr/>
3	Operating profit	2006	2005
		£	£
	The operating profit is stated after charging:		
	Amortisation of intangible assets	5,909	5,909
	Depreciation of tangible fixed assets:		
	- owned by the company	30,435	26,594
	- held under finance lease or hire purchase contracts	21,035	24,745
	Audit fees	6,250	7,180
	Operating lease rentals:		
	- plant and machinery	53,845	52,160
	- land and buildings	68,167	62,425
		<hr/>	<hr/>
	Autosigns Holdings Plc realised a loss before tax of £27 (2005: £32)		
4	Directors' emoluments and benefits	2006	2005
		£	£
	Emoluments for qualifying services	211,294	216,420
		<hr/>	<hr/>
	Emoluments disclosed above include the following amounts paid to the highest paid director:		
	Emoluments for qualifying services	64,250	70,338
		<hr/>	<hr/>
	No directors (2005 - none) were members of company pension schemes.		

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2006**

5	Staff costs	2006 £	2005 £
	Staff costs, including directors' emoluments, were as follows:		
	Wages and salaries	882,813	897,696
	Social security costs	72,380	76,820
		<hr/>	<hr/>
		955,193	974,516
		<hr/>	<hr/>

The average monthly number of employees, including executive directors, during the year was:

	No.	No.
Production	29	29
Sales and distribution	3	4
Administration and management	9	9
	<hr/>	<hr/>
	41	42
	<hr/>	<hr/>

6	Interest payable and similar items	2006 £	2005 £
	Bank loans and overdrafts	13,822	13,200
	Finance charges under finance leases and hire purchase contracts	5,892	5,383
		<hr/>	<hr/>
		19,714	18,583
		<hr/>	<hr/>

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2006**

7	Taxation	2006 £	2005 £
	Current year taxation		
	UK corporation tax at 19% (2005 – 19%)	6,705	4,883
	Adjustment for prior years	-	(11)
		<hr/>	<hr/>
	Current tax charge	6,705	4,872
	Deferred Tax		
	Deferred tax charge/credit current year	(1,626)	(735)
		<hr/>	<hr/>
		5,079	4,137
		<hr/>	<hr/>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	7,880	1,908
		<hr/>	<hr/>
	Profit on ordinary activities before taxation multiplied by effective rate of UK corporation tax of 19% (2005: 19%)	1,497	363
		<hr/>	<hr/>
	Effects of:		
	Non-deductible expenses	2,460	2,662
	Depreciation add back	9,287	9,754
	Capital allowances	(7,662)	(9,019)
	Adjustments to previous periods	-	(11)
	Other tax adjustments	1,123	1,123
		<hr/>	<hr/>
		5,208	4,509
		<hr/>	<hr/>
	Current tax charge	6,705	4,872
		<hr/>	<hr/>

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2006**

8 Intangible fixed assets

Group	Goodwill £
At 1 January 2006 and 31 December 2006	118,182
Amortisation	
At 1 January 2006	57,960
Charge for the year	5,909
At 31 December 2006	63,869
Net book amount	
At 31 December 2006	54,313
At 31 December 2005	60,222

9 Tangible fixed assets

Group	Leasehold improvements £	Plant and equipment £	Total £
Cost			
At 1 January 2006	70,161	1,416,000	1,486,161
Additions	-	39,198	39,198
At 31 December 2006	70,161	1,455,198	1,525,359
Depreciation			
At 1 January 2006	70,161	1,319,825	1,389,986
Charge for year	-	51,470	51,470
At 31 December 2006	70,161	1,371,295	1,441,456
Net book amount			
At 31 December 2006	-	83,903	83,903
At 31 December 2005	-	96,176	96,176

The net book amounts of plant and equipment above include £59,135 (2005: £53,838) in respect of assets held under finance leases or hire purchase contracts.

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2006**

10 Fixed asset investments

	Shares in subsidiary undertaking
	£
Cost	
At 1 January 2006 and 31 December 2006	525,000
	<u> </u>
Provisions	
At 1 January 2006 and 31 December 2006	-
	<u> </u>
Net book amount	
31 December 2006	525,000
31 December 2005	525,000
	<u> </u>

The company owns the entire share capital of Autosigns Limited a company registered in England and Wales and involved in the manufacture and distribution of display and promotional materials to the motor industry.

11 Stocks	Group		Company	
	2006	2005	2006	2005
	£	£	£	£
Raw materials	66,414	58,675	-	-
Work in progress	39,627	9,715	-	-
Finished goods	124,643	141,736	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	230,684	210,126	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2006**

12	Debtors	Group		Company	
		2006	2005	2006	2005
		£	£	£	£
	Due within one year				
	Trade debtors	402,608	437,607	-	-
	Other debtors	125	175	125	125
	Prepayments and accrued income	5,655	6,633	-	-
	Deferred tax (see Note 15)	4,920	3,294	-	-
		<u>413,308</u>	<u>447,709</u>	<u>125</u>	<u>125</u>

13	Creditors	Group		Company	
		2006	2005	2006	2005
		£	£	£	£
	Amounts falling due within one year				
	Bank loans and overdrafts	130,625	290,151	-	-
	Trade creditors	351,113	226,410	-	-
	Amounts owed to group undertakings	-	-	308,659	308,665
	Corporation tax	6,705	4,883	-	-
	Other tax and social security	72,970	66,415	-	-
	Net obligations under finance leases and hire purchase contracts (note 16)	26,190	28,813	-	-
	Other creditors	5,026	5,466	-	-
	Accruals and deferred income	25,931	31,918	-	-
		<u>618,560</u>	<u>654,056</u>	<u>308,659</u>	<u>308,665</u>

14	Creditors	Group		Company	
		2006	2005	2006	2005
		£	£	£	£
	Amounts falling due after more than one year				
	Net obligations under finance lease and hire purchase contracts (note 16)	23,366	19,979	-	-
		<u>23,366</u>	<u>19,979</u>	<u>-</u>	<u>-</u>

15 Provisions for liabilities and charges

Deferred taxation provided for in the financial statements is as follows:

	Fully provided	
	2006	2005
	£	£
Accelerated capital allowances	(4,920)	(3,294)
	<u>(4,920)</u>	<u>(3,294)</u>

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2006**

16	Finance leases	Group		Company	
		2006	2005	2006	2005
		£	£	£	£
	Net obligations under finance leases and hire purchase agreements fall due as follows:				
	Within one year	26,190	28,813	-	-
	Between two and five years	23,366	19,979	-	-
		<u>49,556</u>	<u>48,792</u>	<u>-</u>	<u>-</u>
		<u><u>49,556</u></u>	<u><u>48,792</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
17	Share capital	Authorised		Allotted, called up and fully paid	
		£		No.	£
	At 31 December 2006				
	Ordinary shares of £1 each	220,000		110,000	110,000
		<u><u>220,000</u></u>		<u><u>110,000</u></u>	<u><u>110,000</u></u>
18	Reserves	Profit and loss account		Capital redemption reserve	
		Group	Company	Group	Company
		£	£	£	£
	At 1 January 2006	(67,579)	5,711	110,000	110,000
	Profit/(loss) for the year	2,795	(27)	-	-
		<u>2,795</u>	<u>(27)</u>	<u>-</u>	<u>-</u>
	At 31 December 2006	(64,784)	5,684	110,000	110,000

The accounts were restated in 2005 to reflect the requirements of FRS 21, Events after the Balance Sheet Date. Dividends paid after the balance sheet date are recognised in the year they are paid, not the previous year out of whose profits they are deemed to be paid.

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2006**

19	Equity shareholders' funds	2006 £	2005 £
	Group		
	Shareholders funds at 1 January 2006	152,421	204,650
	Profit/(loss) for the year	2,795	(2,229)
	Dividends paid in year	-	(50,000)
		<u>155,216</u>	<u>152,421</u>
	Shareholders' funds at 31 December 2006	155,216	152,421
	Company	2006 £	2005 £
	Shareholders fund at 1 January 2006 restated	225,711	275,737
	Loss for the year	(27)	(26)
	Dividends paid in year	-	(50,000)
		<u>225,684</u>	<u>225,711</u>
	Shareholders' funds at 31 December 2006	225,684	225,711
20	Gross cash flows	2006 £	2005 £
	Returns on investments and servicing of finance		
	Interest paid	(13,822)	(13,200)
	Interest element of finance lease rentals	(5,892)	(5,383)
	Dividends paid	-	(50,000)
		<u>(19,714)</u>	<u>(68,583)</u>
	Capital expenditure		
	Payments to acquire tangible fixed assets	(4,330)	(21,144)
		<u>(4,330)</u>	<u>(21,144)</u>
	Financing		
	Capital element of finance lease rentals	(34,104)	(32,293)
		<u>(34,104)</u>	<u>(32,293)</u>

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2006**

21 Analysis of changes in net debt

	At 1 January 2006 £	Cash flows £	Other changes £	At 31 December 2006 £
Cash at bank and in hand	12,223	2,711	-	14,934
Overdrafts	(290,151)	159,526	-	(130,625)
	<u>(277,928)</u>	<u>162,237</u>	<u>-</u>	<u>(115,691)</u>
Debt				
Finance leases	(48,792)	34,104	(34,868)	(49,556)
	<u>(48,792)</u>	<u>34,104</u>	<u>(34,868)</u>	<u>(49,556)</u>
Total	<u>(326,720)</u>	<u>196,341</u>	<u>(34,868)</u>	<u>(165,247)</u>

22 Capital commitments

At 31 December 2006 the group and company had nil capital commitments (2005 Nil).

23 Other commitments

At 31 December 2006 the group had annual commitments under operating leases as follows:

	Land and buildings		Other	
	2006 £	2005 £	2006 £	2005 £
Expiry date:				
Within 1 year	-	-	21,934	1,786
Between 2 and 5 years	66,300	66,300	9,182	49,442
	<u>66,300</u>	<u>66,300</u>	<u>31,116</u>	<u>51,228</u>

AUTOSIGNS HOLDINGS PLC AND SUBSIDIARY UNDERTAKING

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2006**

24 Contingent liability

The company has guaranteed the bank borrowings of its subsidiary undertaking, Autosigns Limited, which at 31 December 2006 amounted to £130,625.

25 Controlling party

Ultimate control of the company lies with O Rasmussen, a director of the company.