

Registration number 80376

Taylor HMG Scotland Limited
Abbreviated accounts
for the year ended 31 December 2004



**Independent auditors' report to Taylor HMG Scotland Limited
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 4 together with the financial statements of Taylor HMG Scotland Limited for the year 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

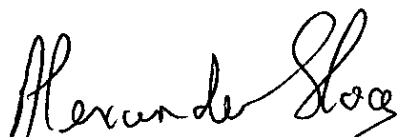
The directors are responsible for preparing abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions 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 financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985 in respect of the year ended 31 December 2004, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



Alexander Sloan
Chartered Accountants and
Registered Auditors

6 December 2005

Chartered Accountants
144 West George Street
Glasgow
G2 2HG

Taylor HMG Scotland Limited

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

		2004		2003	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	2		52,692		32,376
Current assets					
Stocks		21,697		1,760	
Debtors		76,114		110,217	
Cash at bank and in hand		37,081		133,353	
		<u>134,892</u>		<u>245,330</u>	
Creditors: amounts falling due within one year		<u>(143,866)</u>		<u>(184,131)</u>	
Net current (liabilities)/assets			<u>(8,974)</u>		<u>61,199</u>
Net assets			<u>43,718</u>		<u>93,575</u>
Capital and reserves					
Called up share capital	3		20,000		20,000
Profit and loss account			23,718		73,575
Shareholders' funds			<u>43,718</u>		<u>93,575</u>

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

The abbreviated accounts were approved by the Board on 6 December 2005 and signed on its behalf by

W C Taylor
Director

The notes on pages 3 to 4 form an integral part of these financial statements.

Taylor HMG Scotland Limited

Notes to the abbreviated financial statements for the year ended 31 December 2004

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. 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	- 25% straight line
Fixtures, fittings and equipment	- 10% reducing balance
Motor vehicles	- 20% reducing balance

1.3. Stock

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

2. Fixed assets

Tangible fixed assets £

Cost

At 1 January 2004	58,274
Additions	52,250
Disposals	(37,390)
At 31 December 2004	<u>73,134</u>

Depreciation

At 1 January 2004	25,898
On disposals	(18,246)
Charge for year	12,790
At 31 December 2004	<u>20,442</u>

Net book values

At 31 December 2004	<u>52,692</u>
At 31 December 2003	<u>32,376</u>

Taylor HMG Scotland Limited

Notes to the abbreviated financial statements for the year ended 31 December 2004

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3. Share capital	2004	2003
	£	£
Authorised		
20,000 Ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>
Allotted, called up and fully paid		
20,000 Ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>

4. Related party transactions

During the year a director, Mr W C Taylor, loaned £55,000 to the company. After taking into account withdrawals there is a balance of £46,363 owing to him at the year end. Interest is payable annually.

Taylor HMG Scotland Limited

**Detailed trading profit and loss account
and expenses schedule
for the year ended 31 December 2004**

	2004		2003	
	£	£	£	£
Sales		386,980		522,471
Cost of sales				
Opening stock	1,760		3,004	
Purchases	277,388		376,264	
	<u>279,148</u>		<u>379,268</u>	
Closing stock	(21,697)		(1,760)	
		<u>(257,451)</u>		<u>(377,508)</u>
Gross profit		129,529		144,963
Distribution costs				
Carriage outwards	1,420		1,414	
Motor running expenses	27,382		27,728	
Depreciation on computer equipment	289		288	
Depreciation on fixtures, fittings and equipment	108		120	
Depreciation on motor vehicles	<u>12,393</u>		<u>7,215</u>	
		41,592		36,765
Administrative expenses				
Wages and salaries	23,311		3,432	
Repairs and maintenance	724		288	
Printing, postage and stationery	2,431		3,104	
Telephone	3,105		3,270	
Legal and professional	165		216	
Accountancy	4,730		3,400	
Audit	1,100		1,000	
Bank charges	140		142	
Bad debts	68,318		3,707	
General expenses	2,445		1,887	
Loss on disposal of tangible asset	<u>8,394</u>		<u>-</u>	
		114,863		20,446
		<u>(26,926)</u>		<u>87,752</u>
Other operating income				
Sundry income	<u>-</u>		<u>11</u>	
		-		11
Operating (loss)/profit		<u>(26,926)</u>		<u>87,763</u>

Taylor HMG Scotland Limited

**Detailed trading profit and loss account
and expenses schedule
for the year ended 31 December 2004**

	2004		2003	
	£	£	£	£
Other income and expenses				
Interest receivable				
Bank deposit interest	<u>1,841</u>		<u>3,156</u>	
		1,841		3,156
Interest payable				
Bank interest	3		-	
Interest on loans repayable in less than 5 years	<u>750</u>		<u>-</u>	
		(753)		-
Net (loss)/profit for the year		<u><u>(25,838)</u></u>		<u><u>90,919</u></u>