

REGISTERED NUMBER: 134666 (Scotland)

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 OCTOBER 2003
FOR
TAYLORS INDUSTRIAL SERVICES LIMITED



TAYLORS INDUSTRIAL SERVICES LIMITED

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for the year ended 31 October 2003**

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TAYLORS INDUSTRIAL SERVICES LIMITED

COMPANY INFORMATION
for the year ended 31 October 2003

DIRECTORS: A Taylor
K Taylor

SECRETARY: Mrs A Taylor

REGISTERED OFFICE: Hareness Circle
Altens Industrial Estate
Altens
Aberdeen
AB12 3LY

REGISTERED NUMBER: 134666 (Scotland)

AUDITORS: Charles Edmond
Chartered Accountants
7 Queens Gardens
Aberdeen
AB15 4YD

BANKERS: Bank of Scotland
Tullos Branch
10 Greenwell Road
Aberdeen
AB12 3AZ

SOLICITORS: Paull & Williamson
Investment House
6 Union Row
Aberdeen
AB10 1DQ

TAYLORS INDUSTRIAL SERVICES LIMITED

REPORT OF THE DIRECTORS for the year ended 31 October 2003

The directors present their report with the accounts of the company for the year ended 31 October 2003.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the provision of industrial cleaning services to the waste disposal industry.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts.

The directors are satisfied with the results for the year and look forward to continued profitability.

DIVIDENDS

An interim dividend of £200 per share was paid on 31 March 2003. The directors recommend that no final dividend be paid.

The total distribution of dividends for the year ended 31 October 2003 will be £200,000.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the accounts.

DIRECTORS

The directors during the year under review were:

A Taylor
K Taylor

The beneficial interests of the directors holding office on 31 October 2003 in the issued share capital of the company were as follows:

	31.10.03	1.11.02
Ordinary shares £1 shares		
A Taylor	50	75
K Taylor	50	25

STATEMENT OF 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;
- 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.

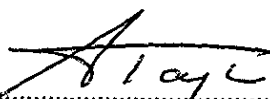
TAYLORS INDUSTRIAL SERVICES LIMITED

REPORT OF THE DIRECTORS
for the year ended 31 October 2003

AUDITORS

The auditors, Charles Edmond, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:


.....
A Taylor - Director

Date: 27 May 2004

**REPORT OF THE INDEPENDENT AUDITORS TO
TAYLORS INDUSTRIAL SERVICES LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages five to eighteen, together with the full financial statements of the company for the year ended 31 October 2003 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 work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our 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 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 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. 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, and the abbreviated accounts on pages five to eighteen are properly prepared in accordance with that provision.



Charles Edmond
Chartered Accountants
7 Queens Gardens
Aberdeen
AB15 4YD

Date: 27 May 2004

TAYLORS INDUSTRIAL SERVICES LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT
for the year ended 31 October 2003

	Notes	31.10.03 £	31.10.02 £
GROSS PROFIT		6,561,399	6,653,367
Administrative expenses		3,204,214	4,476,064
OPERATING PROFIT	3	3,357,185	2,177,303
Income from fixed asset investments		93,636	23,538
Interest receivable and similar income		95,768	29,321
		189,404	52,859
		3,546,589	2,230,162
Interest payable and similar charges	4	11,771	9,794
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		3,534,818	2,220,368
Tax on profit on ordinary activities	5	1,031,798	672,947
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		2,503,020	1,547,421
Dividends	6	200,000	-
RETAINED PROFIT FOR THE YEAR		2,303,020	1,547,421

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

The notes form part of these abbreviated accounts

TAYLORS INDUSTRIAL SERVICES LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
for the year ended 31 October 2003

	31.10.03 £	31.10.02 £
PROFIT FOR THE FINANCIAL YEAR	2,503,020	1,547,421
Movement in revaluation reserve	-	200,000
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	<u>2,503,020</u>	<u>1,747,421</u>
 NOTE OF HISTORICAL COST PROFITS AND LOSSES for the year ended 31 October 2003		
	31.10.03 £	31.10.02 £
REPORTED PROFIT		
ON ORDINARY ACTIVITIES BEFORE TAXATION	3,534,818	2,220,368
Movement in the year		
HISTORICAL COST PROFIT		
ON ORDINARY ACTIVITIES BEFORE TAXATION	<u>3,534,818</u>	<u>2,220,368</u>
HISTORICAL COST PROFIT		
FOR THE YEAR RETAINED AFTER TAXATION		
AND DIVIDENDS	<u>2,303,020</u>	<u>1,547,421</u>

The notes form part of these abbreviated accounts

TAYLORS INDUSTRIAL SERVICES LIMITED

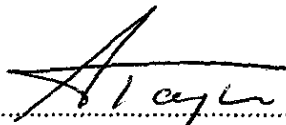
ABBREVIATED BALANCE SHEET

31 October 2003

	Notes	31.10.03 £	31.10.02 £
FIXED ASSETS			
Tangible assets	7	5,092,478	5,131,829
Investments	8	1,679,808	1,734,110
		<u>6,772,286</u>	<u>6,865,939</u>
CURRENT ASSETS			
Debtors	9	1,932,020	2,060,172
Cash at bank and in hand		3,970,485	1,976,399
		<u>5,902,505</u>	<u>4,036,571</u>
CREDITORS			
Amounts falling due within one year	10	1,456,303	2,003,684
NET CURRENT ASSETS		<u>4,446,202</u>	<u>2,032,887</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>11,218,488</u>	<u>8,898,826</u>
CREDITORS			
Amounts falling due after more than one year	11	(73,374)	(87,365)
PROVISIONS FOR LIABILITIES AND CHARGES	14	(318,690)	(288,057)
		<u>10,826,424</u>	<u>8,523,404</u>
CAPITAL AND RESERVES			
Called up share capital	15	100	100
Revaluation reserve	16	200,000	200,000
Profit and loss account	16	10,626,324	8,323,304
SHAREHOLDERS' FUNDS	18	<u>10,826,424</u>	<u>8,523,404</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.

ON BEHALF OF THE BOARD:


A Taylor - Director

Approved by the Board on 27 May 2004

The notes form part of these abbreviated accounts

TAYLORS INDUSTRIAL SERVICES LIMITED

CASH FLOW STATEMENT
for the year ended 31 October 2003

	Notes	31.10.03 £	31.10.02 £
Net cash inflow from operating activities	1	2,935,517	3,778,075
Returns on investments and servicing of finance	2	177,633	43,065
Taxation		(620,956)	(858,491)
Capital expenditure and financial investment	2	(282,559)	(895,902)
Equity dividends paid		(200,000)	-
		<u>2,009,635</u>	<u>2,066,747</u>
Financing	2	(15,549)	101,064
Increase in cash in the period		<u>1,994,086</u>	<u>2,167,811</u>
Reconciliation of net cash flow to movement in net funds	3		
Increase in cash in the period		1,994,086	2,167,811
Cash outflow/(inflow) from decrease/(increase) in debt and lease financing		<u>15,549</u>	<u>(101,064)</u>
Change in net funds resulting from cash flows		<u>2,009,635</u>	<u>2,066,747</u>
Movement in net funds in the period		<u>2,009,635</u>	<u>2,066,747</u>
Net funds/(debt) at 1 November		<u>1,871,412</u>	<u>(195,335)</u>
Net funds at 31 October		<u>3,881,047</u>	<u>1,871,412</u>

The notes form part of these abbreviated accounts

TAYLORS INDUSTRIAL SERVICES LIMITED

**NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 October 2003**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	31.10.03 £	31.10.02 £
Operating profit	3,357,185	2,177,303
Depreciation charges	410,921	490,390
(Profit)/Loss on disposal of fixed assets	(34,705)	2,076
Increase in provision	-	10,756
Decrease in debtors	128,148	191,925
(Decrease)/Increase in creditors	(926,032)	905,625
Net cash inflow from operating activities	2,935,517	3,778,075

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	31.10.03 £	31.10.02 £
Returns on investments and servicing of finance		
Interest received	95,768	29,321
Interest paid	(1,563)	(2,429)
Interest element of hire purchase payments	(10,208)	(7,365)
Dividends received	93,636	23,538
Net cash inflow for returns on investments and servicing of finance	177,633	43,065
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(396,983)	(810,307)
Purchase of fixed asset investments	(149,796)	(101,835)
Sale of tangible fixed assets	12,860	16,240
Sale of fixed asset investments	251,360	-
Net cash outflow for capital expenditure and financial investment	(282,559)	(895,902)
Financing		
Capital repayments in year	(15,549)	101,064
Amount introduced by directors	3,832	-
Amount withdrawn by directors	(3,832)	-
Net cash (outflow)/inflow from financing	(15,549)	101,064

The notes form part of these abbreviated accounts

TAYLORS INDUSTRIAL SERVICES LIMITED

NOTES TO THE CASH FLOW STATEMENT
for the year ended 31 October 2003

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.11.02 £	Cash flow £	At 31.10.03 £
Net cash:			
Cash at bank and in hand	1,976,399	1,994,086	3,970,485
	<u>1,976,399</u>	<u>1,994,086</u>	<u>3,970,485</u>
Debt:			
Hire purchase	(104,987)	15,549	(89,438)
	<u>(104,987)</u>	<u>15,549</u>	<u>(89,438)</u>
Total	<u>1,871,412</u>	<u>2,009,635</u>	<u>3,881,047</u>

The notes form part of these abbreviated accounts

NOTES TO THE ABBREVIATED ACCOUNTS
for the year ended 31 October 2003

1. ACCOUNTING POLICIES

Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of investment properties.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
Plant and machinery	- 15 - 25% reducing balance
Motor vehicles	- 15 - 25% reducing balance

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Investment properties

In accordance with SSAP 19, investment properties are revalued annually and the aggregate surplus or deficit is transferred to a revaluation reserve. No depreciation is provided in respect of investment properties.

The Companies Act 1985 requires all properties to be depreciated. However, this requirement conflicts with the generally accepted accounting principle set out in SSAP 19. The directors consider that, because these properties are not held for consumption, but for their investment potential, to depreciate them would not give a true and fair view, and that it is necessary to adopt SSAP 19 in order to give a true and fair view.

If this departure from the Act had not been made, the profit for the financial year would have been reduced by depreciation. However, the amount of depreciation cannot easily be quantified because depreciation is only one of many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

Investments

Investments are stated at cost less provision for any impairment. No gross equity-based information is provided in respect of joint venture investments as this company is entitled to the exemption available to a company which would be exempt from preparing consolidated financial statements if it did have subsidiaries.

TAYLORS INDUSTRIAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 October 2003

2. STAFF COSTS

	31.10.03	31.10.02
	£	£
Wages and salaries	2,139,656	3,391,537
Social security costs	235,494	173,984
Other pension costs	24,120	44,287
	<u>2,399,270</u>	<u>3,609,808</u>

The average monthly number of employees during the year was as follows:

	31.10.03	31.10.02
Sales	1	1
Administration	17	10
Drivers/labourers	33	33
Operations	15	25
	<u>66</u>	<u>69</u>

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	31.10.03	31.10.02
	£	£
Hire of plant and machinery	4,133	4,303
Depreciation - owned assets	394,209	420,709
Depreciation - assets on hire purchase contracts	16,711	69,682
(Profit)/Loss on disposal of fixed assets	(34,705)	2,076
Auditors remuneration	6,750	7,200
	<u>415,000</u>	<u>1,588,868</u>
Directors' emoluments	415,000	1,588,868
Directors' pension contributions to money purchase schemes	18,120	38,020
	<u>18,120</u>	<u>38,020</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>1</u>	<u>1</u>
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Information regarding the highest paid director is as follows:

	31.10.03	31.10.02
	£	£
Emoluments etc	176,000	805,000
Pension contributions to money purchase schemes	18,120	38,020
	<u>18,120</u>	<u>38,020</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 October 2003

4. INTEREST PAYABLE AND SIMILAR CHARGES

	31.10.03	31.10.02
	£	£
Bank interest	1,563	2,429
Hire purchase	10,208	7,365
	<u>11,771</u>	<u>9,794</u>

5. TAXATION**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

	31.10.03	31.10.02
	£	£
Current tax:		
UK corporation tax	996,610	646,766
Adjustment in respect of prior years	4,555	(21,783)
Total current tax	<u>1,001,165</u>	<u>624,983</u>
Deferred tax	<u>30,633</u>	<u>47,964</u>
Tax on profit on ordinary activities	<u>1,031,798</u>	<u>672,947</u>

UK corporation tax was charged at 30% in 2002.

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	31.10.03	31.10.02
	£	£
Profit on ordinary activities before tax	<u>3,534,818</u>	<u>2,220,368</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 30% (2002 - 30%)	1,060,445	666,110
Effects of:		
Capital allowances in excess of depreciation	(29,548)	(45,976)
Expenses not deductible for tax purposes	7,983	(9,872)
Dividend income	(28,091)	(7,062)
Prior period adjustments	4,555	21,783
Gain on sale of listed investments	(14,179)	-
Current tax charge	<u>1,001,165</u>	<u>624,983</u>

6. DIVIDENDS

	31.10.03	31.10.02
	£	£
Equity shares:		
Interim	<u>200,000</u>	<u>-</u>

TAYLORS INDUSTRIAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 October 2003

7. TANGIBLE FIXED ASSETS

	Freehold property £	Investment properties £	Plant and machinery £
COST			
At 1 November 2002	1,501,773	1,250,879	2,181,130
Additions	18,000	2,779	226,557
Reclassification/transfer	(5,200)	-	18,751
At 31 October 2003	1,514,573	1,253,658	2,426,438
DEPRECIATION			
At 1 November 2002	125,013	-	1,266,383
Charge for year	20,291	-	142,134
Reclassification/transfer	(416)	-	(2,538)
At 31 October 2003	144,888	-	1,405,979
NET BOOK VALUE			
At 31 October 2003	1,369,685	1,253,658	1,020,459
At 31 October 2002	1,376,760	1,250,879	914,747
	Fixtures and fittings £	Motor vehicles £	Totals £
COST			
At 1 November 2002	104,306	3,099,770	8,137,858
Additions	10,159	139,488	396,983
Disposals	-	(111,915)	(111,915)
Reclassification/transfer	(1,761)	(11,790)	-
At 31 October 2003	112,704	3,115,553	8,422,926
DEPRECIATION			
At 1 November 2002	77,949	1,536,681	3,006,026
Charge for year	5,430	243,065	410,920
Eliminated on disposal	-	(86,498)	(86,498)
Reclassification/transfer	(464)	3,418	-
At 31 October 2003	82,915	1,696,666	3,330,448
NET BOOK VALUE			
At 31 October 2003	29,789	1,418,887	5,092,478
At 31 October 2002	26,357	1,563,089	5,131,832

Included in land and buildings is freehold land valued at £500,000 (2002 - £500,000) which is not depreciated.

The investment properties were revalued during the year to 31 October 2002 by the directors. The directors consider this to represent the open market value. The historical cost of the investment properties is £1,050,879 (2001: £1,050,879).

TAYLORS INDUSTRIAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 October 2003

7. TANGIBLE FIXED ASSETS - continued

The net book value of tangible fixed assets includes £94,698 (2002 - £104,521) in respect of assets held under hire purchase agreements.

8. FIXED ASSET INVESTMENTS

	31.10.03 £	31.10.02 £
Participating interests	1,474,234	1,474,234
Other investments not loans	205,574	259,876
	<u>1,679,808</u>	<u>1,734,110</u>

Additional information is as follows:

	Interest in joint venture £	Listed investments £	Totals £
COST			
At 1 November 2002	1,965,646	214,744	2,180,390
Additions	-	149,796	149,796
Disposals	-	(214,854)	(214,854)
At 31 October 2003	<u>1,965,646</u>	<u>149,686</u>	<u>2,115,332</u>
PROVISIONS			
At 1 November 2002	491,412	50,756	542,168
Eliminated on disposal	-	(10,756)	(10,756)
At 31 October 2003	<u>491,412</u>	<u>40,000</u>	<u>531,412</u>
NET BOOK VALUE			
At 31 October 2003	<u>1,474,234</u>	<u>109,686</u>	<u>1,583,920</u>
At 31 October 2002	<u>1,474,234</u>	<u>163,988</u>	<u>1,638,222</u>

Investments (neither listed nor unlisted) were as follows:

	31.10.03 £	31.10.02 £
River Feugh fishing rights	<u>95,888</u>	<u>95,888</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 October 2003

8. FIXED ASSET INVESTMENTS - continued

The company owns 5,000 'B' ordinary shares of £1 each, representing 50% of the equity share capital of Mountwest 229 Limited. The company also owns 409,000 cumulative redeemable preference shares, being 100% of the non-equity share capital of Mountwest 229 Limited.

Mountwest 229 Limited owns 100 ordinary shares of £1 each representing 100% of the issued share capital of Easter Hatton Environmental (Waste Away) Limited. The capital and reserves of the company was £1,797,171 (2001: £1,521,873) and the profit for the year ended 30 June 2002 amounted to £405,298 (2001: £18,451).

The principal activity of Easter Hatton Environmental (Waste Away) Limited is to operate a landfill site at Easter Hatton, Balmedie, Aberdeenshire. The latest financial statements prepared by the company are in respect of the year to 30 June 2002. The capital and reserves of the company at that date totalled £1,312,637 (2001: £1,313,034) and the profit for the year ended 30 June 2002 amounted to £299,603 (2001: loss £100,172).

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.03	31.10.02
	£	£
Trade debtors	1,820,505	1,887,516
Other debtors	4,750	3,475
Prepayments and accrued income	106,765	169,181
	<u>1,932,020</u>	<u>2,060,172</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.03	31.10.02
	£	£
Hire purchase contracts (see note 12)	16,064	17,622
Trade creditors	465,999	383,948
Amounts owed to related party	-	89,115
Tax	560,431	180,222
Social security and other taxes	73,137	71,966
VAT	239,692	254,565
Directors' current accounts	3,832	3,832
Accruals and deferred income	97,148	1,002,414
	<u>1,456,303</u>	<u>2,003,684</u>

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.10.03	31.10.02
	£	£
Hire purchase contracts (see note 12)	<u>73,374</u>	<u>87,365</u>

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 October 2003

12. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

	31.10.03 £	31.10.02 £
Net obligations repayable:		
Within one year	16,064	17,622
Between one and five years	73,374	87,365
	<u>89,438</u>	<u>104,987</u>

13. SECURED DEBTS

The company has given security of a bond and floating charge over the whole assets of the company and a standard security over the land and buildings at Hareness Circle, Altens.

Obligations under finance leases and hire purchase contracts are secured over the related assets.

14. PROVISION FOR LIABILITIES AND CHARGES

	31.10.03 £	31.10.02 £
Deferred tax	<u>318,690</u>	<u>288,057</u>
		Deferred tax
		£
Balance at 1 November 2002		288,057
Adjustment for earlier period		1,500
Current year movement		29,133
Balance at 31 October 2003		<u>318,690</u>

15. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.10.03	31.10.02
		£1	£	£
1,000,000	Ordinary shares		<u>1,000,000</u>	<u>1,000,000</u>
Alotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.10.03	31.10.02
		£1	£	£
100	Ordinary shares		<u>100</u>	<u>100</u>

TAYLORS INDUSTRIAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the year ended 31 October 2003

16. RESERVES

	Profit and loss account £	Revaluation reserve £	Totals £
At 1 November 2002	8,323,304	200,000	8,523,304
Retained profit for the year	2,303,020	-	2,303,020
At 31 October 2003	<u>10,626,324</u>	<u>200,000</u>	<u>10,826,324</u>

17. POST BALANCE SHEET EVENTS

On 1 May 2004 Taylor's Industrial Services acquired a controlling interest in Mountwest 229 Limited, a company which was a joint venture at 31 October 2003.

18. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.10.03 £	31.10.02 £
Profit for the financial year	2,503,020	1,547,421
Dividends	(200,000)	-
	<u>2,303,020</u>	<u>1,547,421</u>
Other recognised gains and losses relating to the year (net)	-	200,000
Net addition to shareholders' funds	<u>2,303,020</u>	<u>1,747,421</u>
Opening shareholders' funds	8,523,404	6,775,983
Closing shareholders' funds	<u>10,826,424</u>	<u>8,523,404</u>
Equity interests	<u>10,826,424</u>	<u>8,523,404</u>