540121

RE-SCAN

Report of the Directors and

Financial Statements

for the Year Ended 31 December 2000

for

Charles Kendall Freight Limited

AWQ1JSPD
A08
COMPANIES HOUSE
0583
28/02/02

413
413/02.



Charles Kendall Freight Limited

Report of the Directors
for the Year Ended 31 December 2000

The directors present their report with the financial statements of the company for the year ended 31 December 2000.

PRINCIPAL ACTIVITY
The principal activity of the company in the year under review was that of international freight forwarders and export packers.

REVIEW OF BUSINESS
The results for the year and financial position of the company are as shown in the annexed financial statements.

DIVIDENDS
The directors do not propose a dividend for the year (1999 - £nil). If this recommendation is approved, the loss for the year of £105,685 will be taken to reserves.

DIRECTORS
The directors during the year were:

J M Kendall
J F M Monkhouse
G F Cecil
D Pook
P Sunderland
I G Jenkins

J M Kendall is also a director of Charles Kendall & Partners (Investments) Limited, of which the company is a wholly owned subsidiary undertaking and his share interests are disclosed in the accounts of that company.

The other directors hold no beneficial interest in shares of the company or in any other company in the group.

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.

ON BEHALF OF THE BOARD:

.....
G P Mitchell - SECRETARY

Dated: 20/2/01

Report of the Independent Auditors to the Shareholders of Charles Kendall Freight Limited

We have audited the financial statements of Charles Kendall Freight Limited for the year ended 31 December 2000 on pages three to eight. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors
As described on page one the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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. We also report to you if, in our opinion, the Report of the Directors is not consistent with the financial statements, 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 Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion
We conducted our audit in accordance with United Kingdom Auditing Standards 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 company'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.

Opinion
In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2000 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Rolfe Swayne
Registered Auditors &
Chartered Accountants
Ashcombe Court
Woolsack Way
Godalming, Surrey
GU7 1LQ

Dated: 25 February 2002

Charles Kendall Freight Limited

Profit and Loss Account
for the Year Ended 31 December 2000

	Notes	2000 £	1999 £
TURNOVER	2	16,748,363	13,944,638
Cost of sales		12,199,005	10,130,626
GROSS PROFIT		4,549,358	3,814,012
Administrative expenses		4,750,085	4,001,406
		(200,727)	(187,394)
Other operating income		53,821	102,389
OPERATING LOSS	4	(146,906)	(85,005)
Interest receivable and similar income		154	691
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(146,752)	(84,314)
Tax on loss on ordinary activities	5	(41,067)	(7,638)
LOSS FOR THE FINANCIAL YEAR AFTER TAXATION		(105,685)	(76,676)
Retained profit brought forward		338,974	415,650
RETAINED PROFIT CARRIED FORWARD		£233,289	£338,974

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

TOTAL RECOGNISED GAINS AND LOSSES
The company has no recognised gains or losses other than the losses for the current and previous years.

The notes form part of these financial statements

Charles Kendall Freight Limited

Balance Sheet
31 December 2000

	Notes	2000 £	1999 £
CURRENT ASSETS:			
Debtors	6	4,920,256	4,310,311
Cash at bank		75,031	83,603
		4,995,287	4,393,914
CREDITORS: Amounts falling due within one year	7	4,589,724	3,882,666
NET CURRENT ASSETS:		405,563	511,248
TOTAL ASSETS LESS CURRENT LIABILITIES:		£405,563	£511,248
CAPITAL AND RESERVES:			
Called up share capital	9	16,920	16,920
Share premium	10	155,354	155,354
Profit and loss account		233,289	338,974
SHAREHOLDERS' FUNDS:	13	£405,563	£511,248

ON BEHALF OF THE BOARD:

.....
J F M Monkhouse - DIRECTOR

Approved by the Board on 20th February 2002

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Going Concern
These accounts have been prepared on the going concern basis which assumes that the company will continue to receive financial support from the Charles Kendall Group of Companies.

Accounting convention
The financial statements have been prepared under the historical cost convention.

Turnover
Turnover consists of total value, exclusive of import duty and value added tax, of goods and services supplied during the year.

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

Pensions
The cost to the company of it's pension contribution to a Group Personal Pension Plan is charged to the profit and loss account as incurred.

Foreign exchange
Transactions denominated in foreign currencies are translated into sterling and recorded at a rate of exchange ruling at the date of the transaction. Balances denominated in a foreign currency are translated into sterling at the exchange rates ruling on the balance sheet date.

2. TURNOVER

The turnover and loss before taxation are attributable to the one principal activity of the company.

The analysis of turnover by geographical market is as follows:-

	2000	1999
	£	£
United Kingdom	11,687,779	9,140,804
Middle East	2,376,527	3,588,716
North America	1,589,127	721,087
Europe	112,142	242,737
Other	982,788	251,294
	16,748,363	13,944,638

3. STAFF COSTS

	2000	1999
	£	£
Wages and salaries	2,389,527	2,090,988
Social security costs	210,385	177,471
Other pension costs	107,379	65,139
	2,707,291	2,333,598

3. STAFF COSTS - continued

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

	2000	1999
Management	4	4
Transport	11	11
Freight forwarding	100	84
	115	99

4. OPERATING LOSS

The operating loss is stated after charging:

	2000	1999
	£	£
Auditors' remuneration	17,000	10,000
Hire charges under operating leases:		
Property	194,868	197,052
Plant and equipment	236,897	156,041
Directors' emoluments	170,497	109,728
Directors' pension contributions to money purchase schemes	15,025	3,500

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

Money purchase schemes	3	1

5. TAXATION

The tax credit on the loss on ordinary activities for the year was as follows:

	2000	1999
	£	£
UK corporation tax	(37,402)	(11,642)
(Over) / Under provision in prior years	(3,665)	4,004
	(41,067)	(7,638)

UK corporation tax has been charged at 30% (1999 - 20%).

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2000 £	1999 £
Trade debtors	4,636,645	4,004,689
Other debtors	167,138	134,994
Amounts owed by group undertakings	63,629	158,986
Group relief recoverable	52,844	11,642
	4,920,256	4,310,311

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2000 £	1999 £
Trade creditors	2,920,561	2,962,592
Unpresented cheques	32,044	201,680
Amounts owed to group undertakings	1,634,849	715,689
Accruals	2,270	2,705
	4,589,724	3,882,666

8. OBLIGATIONS UNDER LEASING AGREEMENTS

The following payments are committed to be paid within one year:

	Operating leases 2000 £	1999 £
Expiring:		
Within one year	9,490	5,163
Between one and five years	121,694	121,086
In more than five years	26,000	26,000
	157,184	152,249

9. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2000 £	1999 £
16,920	Ordinary	£1	16,920	16,920

10. SHARE PREMIUM

	2000 £	1999 £
Brought forward and carried forward	155,354	155,354

11. PENSION COMMITMENTS

Details of the company's pension arrangements are disclosed in the accounts of the ultimate parent company. The pension cost charge represents contributions payable by the company and amounts to £107,379 (1999 - £65,139).

12. RELATED PARTY DISCLOSURES

There have been no related party transactions that require disclosure in the year ended 31 December 2000.

Exemption has been taken from the requirement to disclose related party inter-company transactions within the Charles Kendall group of companies as permitted by Financial Reporting Standard Number 8.

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2000 £	1999 £
Loss for the financial year	(105,685)	(76,676)
Net reduction of shareholders' funds	(105,685)	(76,676)
Opening shareholders' funds	511,248	587,924
Closing shareholders' funds	405,563	511,248
Equity interests	405,563	511,248

14. ULTIMATE PARENT COMPANY

The company's ultimate parent company is Charles Kendall & Partners (Investments) Limited, a company incorporated in England.

15. *CONTROLLING PARTIES*

Details of the controlling parties are disclosed in the directors' report of the ultimate parent company.