

Company Registration No 2027063 (England and Wales)

HUNT AND PALMER PLC
ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2009



HUNT AND PALMER PLC

DIRECTORS AND ADVISERS

Directors	P R Hunt J S Martin J F Palmer M Jenkinson (Appointed 1 January 2010) S Edwards (Appointed 1 January 2010) N Harvey (Appointed 1 January 2010)
Secretary	M Jenkinson
Company number	2027063
Registered office	29/30 Fitzroy Square London W1T 6LQ
Registered auditors	Goodman Jones LLP 29/30 Fitzroy Square London W1T 6LQ
Business address	The Tower Goff's Park Road Crawley West Sussex RH11 8XX
Bankers	National Westminster Bank plc 125 Great Portland Street London W1A 1GA

HUNT AND PALMER PLC

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HUNT AND PALMER PLC

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2009

The directors present their report and financial statements for the year ended 31 December 2009

Principal activities and review of the business

The Company's core business is that of aircraft charter brokers, offering bespoke air charter solutions to corporate bodies, Governments, NGOs, sports organizations and private individuals. Hunt and Palmer has an extensive and varied portfolio of blue chip clients - many retained over a number of years - who continue to require a reliable form of safe and efficient air travel.

As an established provider of air travel services in international markets, the Company conducts its business through a network of satellite offices and subsidiary companies throughout Europe, USA, the Middle East and the Far East.

2009 started in the most inauspicious circumstances with global markets reaching new lows, the financial stability of the most renowned institutions in doubt and economic predictions for the year(s) ahead offering scant comfort.

The Company had suffered the collapse of the independent trading entity Hunt et Palmer Voyage in France in the fourth quarter of 2008 and embarked upon a targeted restructure of the successful core UK activities in consultation with management and staff.

Significant cost reductions were imposed in all areas enabling us to retain the bulk of the Company's main asset - our highly experienced staff. This strategy paid off as the year progressed with increased margins achieved by better purchasing negotiation, aided by an increased appetite amongst airlines holding excess capacity.

Over the years the Company has invested in developing a professional broking team and this depth of knowledge proved most valuable in securing the business over our competitors in a notably smaller charter market. Rigid credit controls steered the Company unscathed through the numerous financial failures of several airlines and a few clients.

Given the economic outlook at the start of the period, the Company performed extremely well - by any measure - to finish the year so successfully and in profit.

The forecast for the year ahead is even more positive with robust systems and a marked increase in enquiries and forward contracts. Whilst the wider economic prospects are far from certain, the Company is well positioned to maximize the trading opportunities that it creates and also those that come before it as a consequence of being firmly established in the world's air charter markets for over twenty years.

The Company entered 2010 with an expanded Board, having appointed 3 senior managers as Directors from the 1st January. This follows a decision by the founder Directors to enhance the management structure and ensure strong leadership in the future.

HUNT AND PALMER PLC

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2009

The Company has agreed the following KPI's which will be used to measure performance during the forthcoming financial year

Financial

Continuation of the cost reduction programme initiated in 2009 will ensure the Company can maintain financial stability in the next years. Senior management hold responsibility for the areas under their control and structures are in place to monitor this on a regular basis.

Section Managers will continue to optimise operating margins which is key to the Company's overall profitability. Regular evaluation of returns and turnover achieved per team member is made to ensure that the Company is achieving its targets.

Clients

The performance indicator in respect of this element is two part, client retention and client acquisition.

The Directors have always placed great importance on client retention and repeat business opportunities. In markets where growth is unlikely in the forthcoming period, retaining existing clients is key to maintaining market share and we will be monitoring our performance to ensure that we achieve that goal.

The Directors firmly believe that there will be new business opportunities created in certain areas and resources will be made available to exploit these when required. Appropriate due diligence will be undertaken on any such opportunity arising and the subsequent activity shall be closely monitored to ensure satisfactory return on any investment.

Employees

The Directors actively seek to maintain and develop good relations with employees and are justifiably proud of the Company's record as a good and responsible employer.

Staff retention levels are higher than the industry mean generally, the average length of service of the senior management team being 11.75 years.

Our Graduate Trainee programme saw the successful completion by our first two candidates into the organization's junior management structure.

The Company understands the importance and value of retaining the human resources in which it has invested and so operates training and development policies that encourage staff to develop their careers within the organization.

The Company continues to hold Investor in People accreditation which was first attained in 2000. The Company actively embraces the ethos behind the standard and seeks to ensure compliance throughout the organization. Achievements are measured against the criteria laid down by the Standard and will be used as a performance indicator of our success in these areas.

The company's business risks are relatively low in nature because, as is common in the industry, its revenue from and the cost of aircraft charter are derived from the same matched transaction. Aircraft charter is not normally contracted on a speculative basis. Although the company's forward order book is relatively short in time scale, it is mitigated by the quality and loyalty of the company's client base referred to earlier. Overheads are managed according to the level of business activity being achieved.

HUNT AND PALMER PLC

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2009

Results and dividends

The consolidated profit and loss account for the year is set out on page 7

The directors do not recommend payment of an ordinary dividend

Directors

The following directors have held office since 1 January 2009

P R Hunt

J S Martin

J F Palmer

M Jenkinson

(Appointed 1 January 2010)

S Edwards

(Appointed 1 January 2010)

N Harvey

(Appointed 1 January 2010)

Taxation status

The company was a close company within the provisions of the Income and Corporation Taxes Act 1988 and this position has not changed since the end of the financial year

Creditor payment policy

The groups policy is to settle its outstanding trade creditors within the terms agreed with the individual suppliers. The average number of days credit taken for trade purchases for the year was 19 days (2008 14 days)

Financial instruments

The company uses financial instruments comprising borrowings and various net working capital items such as trade debtors and trade creditors to finance operations not funded by way of equity. The main risks identified with using these financial instruments is the management of cash flow and exposure to interest rate and currency rate fluctuations. The directors believe that the group is well placed to manage its business risks successfully despite the current uncertain economic outlook affecting global markets generally and that the group has adequate resources to continue in operational existence for the foreseeable future. Accordingly the accounts are prepared on a going concern basis.

Auditors

A resolution proposing that Goodman Jones LLP be reappointed as auditors of the company will be put at a General Meeting

HUNT AND PALMER PLC

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2009

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable UK 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 group will continue in business

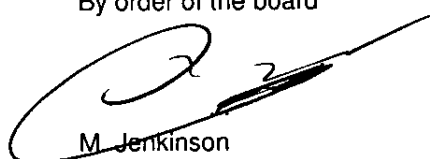
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to auditors

(a) so far as the directors are aware, there is no relevant audit information of which the group'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 group's auditors are aware of that information.

By order of the board



M. Jenkinson

Secretary

28-6-10

HUNT AND PALMER PLC

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF HUNT AND PALMER PLC

We have audited the group and parent company financial statements of Hunt and Palmer Plc for the year ended 31 December 2009 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement, the Statement of Total Recognised Gains and Losses and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and parent company's affairs as at 31 December 2009 and of the group's profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Comparative figures

In 2008 we disclaimed giving an opinion on the group's profit & loss account and cashflow statement for that year. Those figures are used as the comparatives in the equivalent statements for 2009.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

HUNT AND PALMER PLC

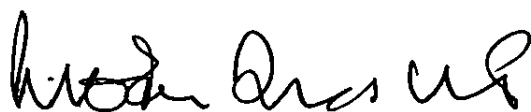
INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF HUNT AND PALMER PLC

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



Maurice Austin (Senior Statutory Auditor)
for and on behalf of Goodman Jones LLP

28.6.10

Chartered Accountants
Statutory Auditor

29/30 Fitzroy Square
London
W1T 6LQ

HUNT AND PALMER PLC

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2009

		2009 £	2008 £
Turnover	Notes 2		
Continuing operations	21,324,332	32,049,651	
Discontinued activities	(27,956)	28,320,599	
		<u>21,296,376</u>	<u>60,370,250</u>
Cost of sales		<u>(18,148,135)</u>	<u>(55,309,740)</u>
Gross profit		<u>3,148,241</u>	<u>5,060,510</u>
Administrative expenses		(3,052,543)	(5,828,831)
Other operating income		13,058	23,240
		<u></u>	<u></u>
Operating profit/(loss)	4		
Continuing operations	139,144	259,769	
Discontinued activities	(30,388)	(1,004,850)	
		<u>108,756</u>	<u>(745,081)</u>
Profit on elimination of discontinued activities	164,294	453,815	
		<u>164,294</u>	<u>453,815</u>
Profit/(loss) on ordinary activities before interest		<u>273,050</u>	<u>(291,266)</u>
Income from interests in associated undertakings		10,088	(4,646)
Investment income	5	325	268
Other interest receivable and similar income		3,142	34,535
Interest payable and similar charges	6	(2,138)	(12,715)
		<u></u>	<u></u>
Profit/(loss) on ordinary activities before taxation		<u>284,467</u>	<u>(273,824)</u>
Tax on profit/(loss) on ordinary activities	7	(111,838)	(34,730)
		<u></u>	<u></u>
Profit/(loss) on ordinary activities after taxation		<u>172,629</u>	<u>(308,554)</u>
Minority interests		-	2,740
		<u></u>	<u></u>
Profit/(loss) for the financial year		<u><u>172,629</u></u>	<u><u>(305,814)</u></u>

HUNT AND PALMER PLC

STATEMENT OF RECOGNISED GAINS AND LOSSES

FOR THE YEAR ENDED 31 DECEMBER 2009

	2009 £	2008 £
Profit/(loss) for the financial year	172,629	(308,554)
Currency translation differences on foreign currency net investments	<u>(51,832)</u>	<u>(67,482)</u>
Total recognised gains and losses relating to the year	<u>120,797</u>	<u>(376,036)</u>

HUNT AND PALMER PLC

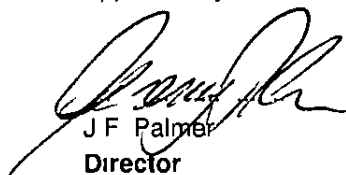
BALANCE SHEETS

AS AT 31 DECEMBER 2009

Company Registration No 2027063

	Notes	Group 2009 £	2008 £	Company 2009 £	2008 £
Fixed assets					
Tangible assets	9	132,888	171,727	131,562	170,152
Investments	10	10,672	10,713	51,454	74,925
		<u>143,560</u>	<u>182,440</u>	<u>183,016</u>	<u>245,077</u>
Current assets					
Debtors	11	2,688,271	2,644,140	2,611,057	2,813,107
Cash at bank and in hand		1,135,954	1,687,830	1,067,169	1,365,664
		<u>3,824,225</u>	<u>4,331,970</u>	<u>3,678,226</u>	<u>4,178,771</u>
Creditors: amounts falling due within one year	12	(3,756,257)	(4,420,610)	(3,558,226)	(4,176,648)
Net current assets/(liabilities)		<u>67,968</u>	<u>(88,640)</u>	<u>120,000</u>	<u>2,123</u>
Total assets less current liabilities		<u>211,528</u>	<u>93,800</u>	<u>303,016</u>	<u>247,200</u>
Creditors amounts falling due after more than one year	13	-	(3,069)	-	(3,069)
Provisions for liabilities	14	(9,050)	(9,050)	(9,050)	(9,050)
		<u>202,478</u>	<u>81,681</u>	<u>293,966</u>	<u>235,081</u>
Capital and reserves					
Called up share capital	16	50,001	50,001	50,001	50,001
Profit and loss account	17	152,477	31,680	243,965	185,080
Shareholders' funds	18	<u>202,478</u>	<u>81,681</u>	<u>293,966</u>	<u>235,081</u>

Approved by the Board and authorised for issue on 28 June 2010


J F Palmer
Director

HUNT AND PALMER PLC

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2009

	£	2009 £	£	2008 £
Net cash (outflow)/inflow from operating activities		(446,834)		513,627
Returns on investments and servicing of finance				
Interest received	3,142		34,535	
Interest paid	(2,138)		(12,715)	
Dividends received	325		268	
Net cash inflow for returns on investments and servicing of finance		1,329		22,088
Taxation		(71,439)		(12,397)
Capital expenditure and financial investment				
Payments to acquire tangible assets	(10,809)		(12,964)	
Payments to acquire investments	-		(389)	
Receipts from sales of tangible assets	6,800		443,936	
Net cash (outflow)/inflow for capital expenditure		(4,009)		430,583
Acquisitions and disposals				
Purchase of subsidiary undertakings (net of cash acquired)	-		(10,387)	
Net cash outflow for acquisitions and disposals		-		(10,387)
Net cash (outflow)/inflow before management of liquid resources and financing		(520,953)		943,514
Financing				
Repayment of other short term loans	-		(320,000)	
Capital element of hire purchase contracts	(11,610)		(10,607)	
Net cash outflow from financing		(11,610)		(330,607)
Decrease in cash in the year		(532,563)		612,907

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2009

1	Reconciliation of operating profit/(loss) to net cash (outflow)/inflow from operating activities	2009	2008
		£	£
	Operating profit/(loss)	108,756	(745,081)
	Depreciation of tangible assets	36,136	51,866
	Loss on disposal of tangible assets	6,282	39,017
	(Increase)/decrease in debtors	22,632	2,345,409
	Decrease in creditors within one year	(631,782)	(1,110,102)
	Net effect of foreign exchange differences	11,142	(67,482)
	Net cash (outflow)/inflow from operating activities	(446,834)	513,627

2	Analysis of net funds	1 January 2009	Cash flow	Other non-cash changes	31 December 2009
		£	£	£	£
	Net cash				
	Cash at bank and in hand	1,687,830	(551,876)	-	1,135,954
	Bank overdrafts	(19,344)	19,313	-	(31)
		1,668,486	(532,563)	-	1,135,923
	Finance leases	(14,679)	11,610	-	(3,069)
	Net funds	1,653,807	(520,953)	-	1,132,854

3	Reconciliation of net cash flow to movement in net debt	2009	2008
		£	£
	(Decrease)/increase in cash in the year	(532,563)	612,907
	Cash outflow from decrease in debt	11,610	330,607
	Movement in net funds in the year	(520,953)	943,514
	Opening net funds	1,653,807	710,293
	Closing net funds	1,132,854	1,653,807

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable UK accounting standards

1.3 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to 31 December 2009

1.4 Associated undertakings

The group's share of profits less losses of associated undertakings is included in the consolidated profit and loss account, and the group's share of their net assets is included in the consolidated balance sheet

1.5 Turnover

Turnover represents amounts receivable for services net of VAT and trade discounts. The full value of the sale is realised at the flight date when the full economic benefit has been deemed to have passed on to the customer

1.6 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life

1.7 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

Fixtures, fittings & equipment	20% Reducing balance
Motor vehicles	25% Reducing balance

1.8 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period

Rentals payable under operating leases are charged against income on a straight line basis over the lease term

1.9 Investments

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

1.10 Pensions

Pension contributions are charged to the profit and loss account as incurred. These contributions are invested separately from the group's assets

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

1 Accounting policies (continued)

1.11 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.

1.12 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Turnover

The total turnover of the group for the year has been derived from its principal activity.

Segmental analysis by geographical area

The analysis by geographical area of the group's turnover is set out as below:

	2009 £	2008 £
Geographical segment		
United Kingdom	7,923,737	15,766,433
Europe	4,612,670	33,190,920
Rest of World	8,759,969	11,412,897
	<u>21,296,376</u>	<u>60,370,250</u>

3 Cost of sales and net operating expenses

	2009			2008		
	Continuing	Discontinued	Total	Continuing	Discontinued	Total
	£	£	£	£	£	£
Cost of sales	18,148,135	-	18,148,135	27,590,427	27,719,313	55,309,740
Administrative expenses	3,050,111	2,432	3,052,543	4,219,104	1,609,727	5,828,831
Other operating income	(13,058)	-	(13,058)	(19,649)	(3,591)	(23,240)
	<u>21,185,188</u>	<u>2,432</u>	<u>21,187,620</u>	<u>31,789,882</u>	<u>29,325,449</u>	<u>61,115,331</u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

4	Operating profit	2009	2008
		£	£
	Operating profit is stated after charging		
	Depreciation of tangible assets	36,598	51,866
	Loss on disposal of tangible assets	6,282	65,491
	Loss on foreign exchange transactions	91,822	-
	Operating lease rentals	63,609	172,149
	Auditors' remuneration		
	Audit of the parent company	25,950	25,000
	Audit of subsidiary companies	2,750	5,000
	Under/(over) provision in respect of previous year's audit	(2,147)	387
	Tax services	650	540
	Other services	1,710	1,869
	and after crediting		
	Profit on disposal of tangible assets	-	(26,474)
	Profit on foreign exchange transactions	(10,367)	(329,866)
		<u> </u>	<u> </u>
5	Investment income	2009	2008
		£	£
	Income from fixed asset investments	325	268
		<u> </u>	<u> </u>
6	Interest payable	2009	2008
		£	£
	On bank loans and overdrafts	1,286	10,859
	Hire purchase interest	852	1,856
		<u> </u>	<u> </u>
		2,138	12,715
		<u> </u>	<u> </u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

7	Taxation	2009 £	2008 £
	Domestic current year tax		
	U K corporation tax	101,296	34,704
	Adjustment for prior years	2,917	-
	Tax credits on franked investment income	3	26
		<u>104,216</u>	<u>34,730</u>
	Foreign corporation tax		
	Adjustment for prior years	7,622	-
		<u>111,838</u>	<u>34,730</u>
	Current tax charge	<u>111,838</u>	<u>34,730</u>
		<u>111,838</u>	<u>34,730</u>
	Factors affecting the tax charge for the year		
	Profit/(loss) on ordinary activities before taxation	<u>284,467</u>	<u>(273,824)</u>
	Profit/(loss) on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 28.00% (2008 - 28.00%)	<u>79,651</u>	<u>(76,671)</u>
	Effects of		
	Non deductible expenses	53,565	151,152
	Depreciation add back	10,017	13,038
	Capital allowances	(9,622)	(13,014)
	Loss on disposal of assets	1,759	18,338
	Foreign tax adjustments	7,622	(57,029)
	Adjustments to previous periods	2,917	-
	Dividends and distributions received	(91)	(75)
	Other tax adjustments	(33,980)	(1,009)
		<u>32,187</u>	<u>111,401</u>
	Current tax charge	<u>111,838</u>	<u>34,730</u>

8 Profit/(loss) for the financial year

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The profit/(loss) for the financial year is made up as follows:

	2009 £	2008 £
Holding company's profit/(loss) for the financial year	<u>58,885</u>	<u>(512,231)</u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

9 Tangible fixed assets

Group

	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost			
At 1 January 2009	365,448	183,844	549,292
Exchange differences	23,751	-	23,751
Additions	3,809	7,000	10,809
Disposals	(39,282)	(43,254)	(82,536)
At 31 December 2009	353,726	147,590	501,316
Depreciation			
At 1 January 2009	253,975	123,590	377,565
Exchange differences	24,181	-	24,181
On disposals	(39,282)	(30,172)	(69,454)
Charge for the year	22,739	13,397	36,136
At 31 December 2009	261,613	106,815	368,428
Net book value			
At 31 December 2009	92,113	40,775	132,888
At 31 December 2008	111,473	60,254	171,727

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

	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Net book values			
At 31 December 2009	-	16,996	16,996
At 31 December 2008	-	22,661	22,661
Depreciation charge for the year			
31 December 2009	-	5,665	5,665
31 December 2008	-	7,554	7,554

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

Tangible fixed assets (continued)

Company

	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost			
At 1 January 2009	346,831	183,843	530,674
Additions	3,266	7,000	10,266
Disposals	-	(43,254)	(43,254)
At 31 December 2009	350,097	147,589	497,686
Depreciation			
At 1 January 2009	236,932	123,589	360,521
On disposals	-	(30,172)	(30,172)
Charge for the year	22,378	13,397	35,775
At 31 December 2009	259,310	106,814	366,124
Net book value			
At 31 December 2009	90,787	40,775	131,562
At 31 December 2008	109,898	60,254	170,152

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

	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Net book values			
At 31 December 2009	-	16,996	16,996
At 31 December 2008	-	22,661	22,661
Depreciation charge for the year			
31 December 2009	-	5,665	5,665
31 December 2008	-	7,554	7,554

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

10 Fixed asset investments Group

	Listed investments	Unlisted investments	Shares in participating interests	Total
	£	£	£	£
Cost				
At 1 January 2009 & at 31 December 2009	2,672	8,000	41	10,713
Provisions for diminution in value				
At 1 January 2009	-	-	-	-
Charge for the year	-	-	41	41
At 31 December 2009	-	-	41	41
Net book value				
At 31 December 2009	2,672	8,000	-	10,672
At 31 December 2008	2,672	8,000	41	10,713

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

10 Fixed asset investments Company

	Listed investments	Unlisted investments	Shares in group undertakings	Total
	£	£	£	£
Cost				
At 1 January 2009 & at 31 December 2009	2,672	8,000	64,252	74,924
Provisions for diminution in value				
At 1 January 2009	-	-	-	-
Charge for the year	-	-	23,470	23,470
At 31 December 2009	-	-	23,470	23,470
Net book value				
At 31 December 2009	2,672	8,000	40,782	51,454
At 31 December 2008	2,672	8,000	64,253	74,925

In the opinion of the directors, the aggregate value of the company's investment in its subsidiary undertakings is not less than the amount included in the balance sheet

	Market value	Directors' valuation	Total
	£	£	£
At 31 December 2009	7,020	8,000	15,020
At 31 December 2008	6,216	8,000	14,216

Holdings of more than 20%

The company holds more than 20% of the share capital of the following company

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertakings			
Hunt and Palmer (Projects) Limited	G B	Ordinary	100
Hunt and Palmer Hong Kong Ltd	Hong Kong	Ordinary	100
Hunt & Palmer PTY Ltd	Australia	Ordinary	100
Air Charter Corporation Ltd	G B	Ordinary	100
Other significant interests			
Driven Worldwide Limited	G B	Ordinary	40
Hunt & Palmer Travel Services Ltd	G B	Ordinary	50

The principal activity of these undertakings for the last relevant financial year was as follows

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

	Principal activity
Hunt and Palmer (Projects) Limited	Dormant
Hunt and Palmer Hong Kong Ltd	Air brokers
Hunt & Palmer PTY Ltd	Air brokers
Air Charter Corporation Ltd	Dormant

Hunt and Palmer plc have an investment in Hunt and Palmer France S A R L. This company was put into liquidation in November 2009. The investment of £23,470 has been fully provided against Hunt and Palmer France S A R L. This holds a 30% investment in S C I HPMN, this has been excluded from the consolidation as Hunt and Palmer plc no longer have control over it.

11 Debtors

	Group		Company	
	2009	2008	2009	2008
	£	£	£	£
Trade debtors	1,620,688	881,644	1,580,868	829,556
Amounts owed by group undertakings	-	-	104,156	259,340
Amounts owed by participating interests	-	(90)	-	-
Other debtors	113,223	111,867	40,234	91,554
Prepayments and accrued income	954,360	1,650,719	885,799	1,632,657
	<u>2,688,271</u>	<u>2,644,140</u>	<u>2,611,057</u>	<u>2,813,107</u>

12 Creditors amounts falling due within one year

	Group		Company	
	2009	2008	2009	2008
	£	£	£	£
Bank loans and overdrafts	31	19,344	-	19,344
Net obligations under finance lease and hire purchase contracts	3,069	11,610	3,069	11,610
Trade creditors	997,064	2,173,193	940,320	2,041,762
Amounts owed to participating interests	(5,442)	4,646	-	-
Corporation tax	106,209	65,810	106,209	65,810
Taxes and social security costs	126,435	61,879	60,031	61,866
Directors current accounts	-	855	-	-
Other creditors	-	60,123	-	407
Accruals and deferred income	2,528,891	2,023,150	2,448,597	1,975,849
	<u>3,756,257</u>	<u>4,420,610</u>	<u>3,558,226</u>	<u>4,176,648</u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

13 Creditors : amounts falling due after more than one year

	Group 2009 £	2008 £	Company 2009 £	2008 £
Net obligations under finance leases and hire purchase agreements	-	3,069	-	3,069
Net obligations under finance leases and hire purchase contracts				
Repayable within one year	3,069	12,384	3,069	12,384
Repayable between one and five years	-	3,113	-	3,113
	3,069	15,497	3,069	15,497
Finance charges and interest allocated to future accounting periods	-	(818)	-	(818)
	3,069	14,679	3,069	14,679
Included in liabilities falling due within one year	(3,069)	(11,610)	(3,069)	(11,610)
	-	3,069	-	3,069

14 Provisions for liabilities

Group

Deferred
taxation
£

Balance at 1 January 2009 & at 31 December 2009

9,050

Company

Balance at 1 January 2009 & at 31 December 2009

9,050

The deferred tax liability is made up as follows.

	Group 2009 £	2008 £	Company 2009 £	2008 £
Accelerated capital allowances	9,050	9,050	9,050	9,050

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

15 Pension and other post-retirement benefit commitments

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge of £28,210 (2008 £45,968) represents contributions paid by the company to the fund.

16 Share capital	2009 £	2008 £
Authorised		
100,000 Ordinary shares of £1 each	100,000	100,000
Allotted, called up and fully paid		
50,001 Ordinary shares of £1 each	50,001	50,001

17 Statement of movements on profit and loss account Group

	Profit and loss account £
Balance at 1 January 2009	31,680
Profit for the year	172,629
Foreign currency translation differences	(51,832)
Balance at 31 December 2009	152,477

Company

	Profit and loss account £
Balance at 1 January 2009	185,080
Profit for the year	58,885
Balance at 31 December 2009	243,965

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

18 Reconciliation of movements in shareholders' funds	2009	2008
Group	£	£
Profit/(Loss) for the financial year	172,629	(305,814)
Other recognised gains and losses	(51,832)	(67,482)
Net addition to/(depletion in) shareholders' funds	120,797	(373,296)
Opening shareholders' funds	81,681	454,977
Closing shareholders' funds	202,478	81,681

	2009	2008
Company	£	£
Profit/(Loss) for the financial year	58,885	(512,231)
Opening shareholders' funds	235,081	747,312
Closing shareholders' funds	293,966	235,081

19 Financial commitments

At 31 December 2009 the group had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2009	2008
	£	£
Expiry date		
In over five years	43,500	43,500

At 31 December 2009 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2009	2008
	£	£
Expiry date		
In over five years	43,500	43,500

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

20 Directors' emoluments	2009 £	2008 £
Emoluments for qualifying services	355,328	455,225
Company pension contributions to money purchase schemes	9,000	3,068
	<u>364,328</u>	<u>458,293</u>

The number of directors for whom retirement benefits are accruing under money purchase pension schemes amounted to 3 (2008- 3)

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

Emoluments for qualifying services	147,125	155,255
Company pension contributions to money purchase schemes	3,000	3,000
	<u>150,125</u>	<u>158,255</u>

21 Employees

Number of employees

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

	2009 Number	2008 Number
Administration and sales	<u>44</u>	<u>74</u>

Employment costs

	2009 £	2008 £
Wages and salaries	1,653,440	3,668,679
Social security costs	168,871	234,002
Other pension costs	27,985	45,968
	<u>1,850,296</u>	<u>3,948,649</u>

22 Control

The company is controlled by P Hunt, J Palmer and J Martin

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2009

23 Related party transactions

Group

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company

Company

Included in trade creditors is a balance of £nil (2008 £6,726) relating to Driven Worldwide Ltd, a 40% subsidiary of Hunt and Palmer plc. Hunt and Palmer plc also received fees of £13,058 (2008 £18,000) from Driven Worldwide Ltd

Included in debtors is £nil (2008 £23,243) owed by HPMS Ltd a company under the direct control of the directors. Debtors also includes £1,853 (2008 £22,367) due from Hunt & Palmer Travel Services Ltd in respect of its share of commissions earned

During the year the company paid rent of £43,500 (2008 £43,500) to, and was owed £12,499 (2008 £6,200) by The Hunt & Palmer PLC Retirement Benefit Scheme, a scheme which is under the control of the directors