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Company Registration No 02027063 (England and Wales)

HUNT AND PALMER PLC
ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2010

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COMPANIES HOUSE

HUNT AND PALMER PLC

DIRECTORS AND ADVISERS

Directors

P R Hunt
J S Martin
J F Palmer
M Jenkinson
S Edwards
N Harvey

Secretary

M Jenkinson

Company number

02027063

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 2010

The directors present their report and financial statements for the year ended 31 December 2010

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.

2010 showed a strong return to profits with increased activity in the Company's principal trade of Commercial airliners and Business aviation. World events have always dictated much of our activity and this year was no exception. Long term contract support flights for various European military and government departments provided good base business. Even the Icelandic volcanic ash cloud that paralysed the European air traffic network created unique opportunities for Hunt and Palmer as a result of our ability to respond quickly and professionally to challenging, rapidly changing situations. 2010 also saw a partial return to normality for Business aviation demand from the important financial sectors in Europe, USA and Asia.

As part of our continuing strategy to explore new opportunities, the establishment of Hunt & Palmer Air Charter India Private Ltd, places the Group in the centre of a rapidly expanding market with significant growth prospects over the medium term.

Post audit, on 31st May 2011, Hunt and Palmer plc acquired Premier Aviation UK Ltd, a well established air charter broker specialising in music tours, with many long-standing high-profile clients. Premier Aviation's excellent reputation and business philosophies will readily fit into the Hunt and Palmer Group and will provide a valuable introduction to a new area of business.

Both the acquisition of Premier Aviation and the set up of the Indian company were achieved without the need to resort to outside funding and hence the Group remains debt free.

The forecast for the year ahead is positive with strong management and a steady increase in enquiries and forward contracts. The Group 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 as we enter our twenty fifth year.

HUNT AND PALMER PLC

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2010

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 12.75 years

Our Graduate Trainee programme saw the successful completion by our third candidate into the organisation'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 the 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 2010

Results and dividends

The consolidated profit and loss account for the year is set out on pages 7 to 8

The directors do not recommend payment of an ordinary dividend

Directors

The following directors have held office since 1 January 2010

P R Hunt
J S Martin
J F Palmer
M Jenkinson
S Edwards
N Harvey

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 18 days (2009 19 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

The auditors, Goodman Jones LLP, are deemed to be reappointed under section 487(2) of the Companies Act 2006

HUNT AND PALMER PLC

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2010

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

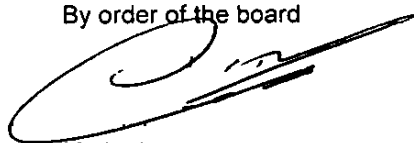
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply 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 June 2011

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 (the "financial statements") of Hunt and Palmer Plc for the year ended 31 December 2010 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 and express an opinion on 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 parent 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. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 2010 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.

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

29/6/11

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 2010

	Notes	2010 £	2009 £
Turnover	2		
Continuing operations		28,779,615	21,324,332
Discontinued activities		-	(27,956)
		<u>28,779,615</u>	<u>21,296,376</u>
Cost of sales		(24,241,544)	(18,148,135)
Gross profit		<u>4,538,071</u>	<u>3,148,241</u>
Administrative expenses		(3,868,727)	(3,052,543)
Other operating income		-	13,058
		<u>-</u>	<u>13,058</u>
Operating profit	4		
Continuing operations		669,344	139,144
Discontinued activities		-	(30,388)
		<u>669,344</u>	<u>108,756</u>
Profit on elimination of discontinued activities		-	164,294
		<u>-</u>	<u>164,294</u>
Profit on ordinary activities before interest		<u>669,344</u>	<u>273,050</u>
Income from interests in associated undertakings		19,500	10,088
Investment income	5	100,422	325
Other interest receivable and similar income		2,206	3,142
Interest payable and similar charges	6	(122)	(2,138)
		<u>791,350</u>	<u>284,467</u>
Profit on ordinary activities before taxation		<u>791,350</u>	<u>284,467</u>
Tax on profit on ordinary activities	7	(72,902)	(111,838)
		<u>718,448</u>	<u>172,629</u>
Profit on ordinary activities after taxation		<u>718,448</u>	<u>172,629</u>

HUNT AND PALMER PLC

STATEMENT OF RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 31 DECEMBER 2010

	2010 £	2009 £
Profit for the financial year	718,448	172,629
Currency translation differences on foreign currency net investments	<u>(56,110)</u>	<u>(51,832)</u>
Total recognised gains and losses relating to the year	<u>662,338</u>	<u>120,797</u>

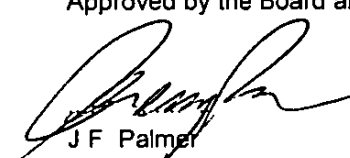
HUNT AND PALMER PLC

BALANCE SHEETS

AS AT 31 DECEMBER 2010

	Notes	Group 2010 £	2009 £	Company 2010 £	2009 £
Fixed assets					
Tangible assets	9	195,304	132,888	187,618	131,562
Investments	10	10,672	10,672	55,720	51,454
		<u>205,976</u>	<u>143,560</u>	<u>243,338</u>	<u>183,016</u>
Current assets					
Debtors	11	2,343,410	2,688,271	2,178,467	2,611,057
Cash at bank and in hand		2,584,295	1,135,954	2,284,820	1,067,169
		<u>4,927,705</u>	<u>3,824,225</u>	<u>4,463,287</u>	<u>3,678,226</u>
Creditors' amounts falling due within one year	12	<u>(4,244,015)</u>	<u>(3,756,257)</u>	<u>(3,899,503)</u>	<u>(3,558,226)</u>
Net current assets		<u>683,690</u>	<u>67,968</u>	<u>563,784</u>	<u>120,000</u>
Total assets less current liabilities		<u>889,666</u>	<u>211,528</u>	<u>807,122</u>	<u>303,016</u>
Provisions for liabilities	13	<u>(24,850)</u>	<u>(9,050)</u>	<u>(24,850)</u>	<u>(9,050)</u>
		<u>864,816</u>	<u>202,478</u>	<u>782,272</u>	<u>293,966</u>
Capital and reserves					
Called up share capital	15	50,001	50,001	50,001	50,001
Profit and loss account	16	814,815	152,477	732,271	243,965
Shareholders' funds	17	<u>864,816</u>	<u>202,478</u>	<u>782,272</u>	<u>293,966</u>

Approved by the Board and authorised for issue on 28 June 2011


J F Palmer
Director

Company Registration No. 02027063

HUNT AND PALMER PLC

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2010

	£	2010 £	£	2009 £
Net cash inflow/(outflow) from operating activities		1,526,430		(446,834)
Returns on investments and servicing of finance				
Interest received	2,206		3,142	
Interest paid	(122)		(2,138)	
Dividends received	422		325	
Dividends received from participating interests	100,000		-	
Net cash inflow for returns on investments and servicing of finance		102,506		1,329
Taxation		(71,168)		(71,439)
Capital expenditure				
Payments to acquire tangible assets	(112,548)		(10,809)	
Receipts from sales of tangible assets	6,221		6,800	
Net cash inflow/(outflow) for capital expenditure		(106,327)		(4,009)
Net cash inflow/(outflow) before management of liquid resources and financing		1,451,441		(520,953)
Financing				
Capital element of hire purchase contracts	(3,069)		(11,610)	
Net cash outflow from financing		(3,069)		(11,610)
Increase/(decrease) in cash in the year		1,448,372		(532,563)

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2010

1	Reconciliation of operating profit to net cash inflow/(outflow) from operating activities	2010 £	2009 £
	Operating profit	669,344	108,756
	Depreciation of tangible assets	34,692	36,136
	Loss on disposal of tangible assets	9,447	6,282
	Decrease/(increase) in debtors	316,378	22,632
	Increase/(decrease) in creditors within one year	552,907	(631,782)
	Net effect of foreign exchange differences	(56,338)	11,142
	Net cash inflow/(outflow) from operating activities	1,526,430	(446,834)

2	Analysis of net funds	1 January 2010 £	Cash flow £	Other non-cash changes £	31 December 2010 £
	Net cash				
	Cash at bank and in hand	1,135,954	1,448,341	-	2,584,295
	Bank overdrafts	(31)	31	-	-
		<u>1,135,923</u>	<u>1,448,372</u>	<u>-</u>	<u>2,584,295</u>
	Finance leases	(3,069)	3,069	-	-
	Net funds	<u>1,132,854</u>	<u>1,451,441</u>	<u>-</u>	<u>2,584,295</u>

3	Reconciliation of net cash flow to movement in net debt	2010 £	2009 £
	Increase/(decrease) in cash in the year	1,448,372	(532,563)
	Cash outflow from decrease in debt	3,069	11,610
	Movement in net funds in the year	1,451,441	(520,953)
	Opening net funds	1,132,854	1,653,807
	Closing net funds	<u>2,584,295</u>	<u>1,132,854</u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2010

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 2010

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 recognised 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 2010

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:

	2010 £	2009 £
Geographical segment		
United Kingdom	10,786,548	7,923,737
Europe	3,951,431	4,612,670
Rest of World	14,041,636	8,759,969
	<u>28,779,615</u>	<u>21,296,376</u>

3 Cost of sales and net operating expenses

	2010			2009		
	Continuing £	Discontinued £	Total £	Continuing £	Discontinued £	Total £
Cost of sales	24,241,544	-	24,241,544	18,148,135	-	18,148,135
Administrative expenses	3,868,727	-	3,868,727	3,050,111	2,432	3,052,543
Other operating income	-	-	-	(13,058)	-	(13,058)
	<u>28,110,271</u>	<u>-</u>	<u>28,110,271</u>	<u>21,185,188</u>	<u>2,432</u>	<u>21,187,620</u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

4	Operating profit	2010	2009
		£	£
	Operating profit is stated after charging		
	Depreciation of tangible assets	32,160	36,598
	Loss on disposal of tangible assets	9,569	6,282
	Loss on foreign exchange transactions	14,615	91,822
	Operating lease rentals	60,295	63,609
	Auditors' remuneration		
	Audit of the parent company	27,180	25,950
	Audit of subsidiary companies	3,020	2,750
	Under/(over) provision in respect of previous year's audit		(2,147)
	Tax services	5,345	650
	Other services	4,033	1,710
	and after crediting		
	Profit on disposal of tangible assets	(122)	-
	Profit on foreign exchange transactions	(99,742)	(10,367)
		<u> </u>	<u> </u>
5	Investment income	2010	2009
		£	£
	Income from participating interests	100,000	-
	Income from other fixed asset investments	422	325
		<u> </u>	<u> </u>
		100,422	325
		<u> </u>	<u> </u>
6	Interest payable	2010	2009
		£	£
	On bank loans and overdrafts	74	1,286
	Hire purchase interest	46	852
	Other interest	2	-
		<u> </u>	<u> </u>
		122	2,138
		<u> </u>	<u> </u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

7	Taxation	2010 £	2009 £
	Domestic current year tax		
	U K corporation tax	57,102	101,296
	Adjustment for prior years	-	2,917
	Tax credits on franked investment income	-	3
		<u>57,102</u>	<u>104,216</u>
	Foreign corporation tax		
	Adjustment for prior years	-	7,622
		<u>57,102</u>	<u>111,838</u>
	Total current tax		
		57,102	111,838
	Deferred tax		
	Deferred tax charge/credit current year	15,800	-
		<u>72,902</u>	<u>111,838</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>791,350</u>	<u>284,467</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 28.00% (2009 - 28.00%)	<u>221,578</u>	<u>79,651</u>
	Effects of		
	Non deductible expenses	2,097	53,565
	Depreciation add back	8,617	10,017
	Capital allowances	(31,669)	(9,622)
	Loss on disposal of assets	2,679	1,759
	Foreign tax adjustments	-	7,622
	Adjustments to previous periods	-	2,917
	Dividends and distributions received	(82,053)	(91)
	Other tax adjustments	(64,147)	(33,980)
		<u>(164,476)</u>	<u>32,187</u>
	Current tax charge for the year	<u>57,102</u>	<u>111,838</u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

8 Profit 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 for the financial year is made up as follows:

	2010	2009
	£	£
Holding company's profit for the financial year	<u>488,306</u>	<u>58,885</u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

9 Tangible fixed assets

Group

	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost			
At 1 January 2010	353,726	147,590	501,316
Exchange differences	674	-	674
Additions	88,470	24,077	112,547
Disposals	(1,045)	(68,532)	(69,577)
At 31 December 2010	441,825	103,135	544,960
Depreciation			
At 1 January 2010	261,613	106,815	368,428
Exchange differences	445	-	445
On disposals	(343)	(53,566)	(53,909)
Charge for the year	21,104	13,588	34,692
At 31 December 2010	282,819	66,837	349,656
Net book value			
At 31 December 2010	159,006	36,298	195,304
At 31 December 2009	92,113	40,775	132,888

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 2010	-	-	-
At 31 December 2009	-	16,996	16,996
Depreciation charge for the year			
31 December 2010	-	-	-
31 December 2009	-	5,665	5,665

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

Tangible fixed assets

Company

	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost			
At 1 January 2010	350,097	147,589	497,686
Additions	83,349	19,280	102,629
Disposals	(404)	(68,532)	(68,936)
At 31 December 2010	433,042	98,337	531,379
Depreciation			
At 1 January 2010	259,310	106,814	366,124
On disposals	-	(53,566)	(53,566)
Charge for the year	20,324	10,879	31,203
At 31 December 2010	279,634	64,127	343,761
Net book value			
At 31 December 2010	153,408	34,210	187,618
At 31 December 2009	90,787	40,775	131,562

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 2010	-	-	-
At 31 December 2009	-	16,996	16,996
Depreciation charge for the year			
31 December 2010	-	-	-
31 December 2009	-	5,665	5,665

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

10 Fixed asset investments Group

	Listed investments £	Unlisted investments £	Total £
Cost			
At 1 January 2010 & at 31 December 2010	2,672	8,000	10,672
Net book value			
At 31 December 2010	2,672	8,000	10,672
At 31 December 2009	2,672	8,000	10,672
	Market value £	Directors' valuation £	Total £
At 31 December 2010	8,042	8,000	16,042
At 31 December 2009	7,020	8,000	15,020

10 Fixed asset investments Company

	Listed investments £	Unlisted investments £	Shares in group undertakings £	Total £
Cost				
At 1 January 2010	2,672	8,000	64,252	74,924
Additions	-	-	4,266	4,266
At 31 December 2010	2,672	8,000	68,518	79,190
Provisions for diminution in value				
At 1 January 2010 & at 31 December 2010	-	-	23,470	23,470
Net book value				
At 31 December 2010	2,672	8,000	45,048	55,720
At 31 December 2009	2,672	8,000	40,782	51,454

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 £
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HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

10 Fixed asset investments (continued)

At 31 December 2010	8,042	8,000	16,042
At 31 December 2009	7,020	8,000	15,020

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 & Palmer (Projects) Limited	G B	Ordinary	100
Hunt & Palmer Hong Kong Ltd	Hong Kong	Ordinary	100
Hunt & Palmer PTY Ltd	Australia	Ordinary	100
Air Charter Corporation Ltd	G B	Ordinary	100
Hunt & Palmer India Air Charter Pvt Ltd	India	Ordinary	75
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

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

11 Debtors

	Group		Company	
	2010	2009	2010	2009
	£	£	£	£
Trade debtors	1,380,120	1,620,688	1,372,865	1,580,868
Amounts owed by group undertakings	-	-	17,576	104,156
Amounts owed by participating interests	24,942	-	-	-
Other debtors	55,281	113,223	47,996	40,234
Prepayments and accrued income	883,067	954,360	740,030	885,799
	<u>2,343,410</u>	<u>2,688,271</u>	<u>2,178,467</u>	<u>2,611,057</u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

12 Creditors : amounts falling due within one year

	Group 2010 £	2009 £	Company 2010 £	2009 £
Bank loans and overdrafts	-	31	-	-
Net obligations under finance lease and hire purchase contracts	-	3,069	-	3,069
Trade creditors	1,199,225	997,064	1,082,670	940,320
Amounts owed to participating interests	-	(5,442)	-	-
Corporation tax	92,143	106,209	102,002	106,209
Taxes and social security costs	130,409	126,435	125,436	60,031
Other creditors	6,014	-	-	-
Accruals and deferred income	2,816,224	2,528,891	2,589,395	2,448,597
	<u>4,244,015</u>	<u>3,756,257</u>	<u>3,899,503</u>	<u>3,558,226</u>
Net obligations under finance leases and hire purchase contracts				
Repayable within one year	-	3,069	-	3,069
Finance charges and interest allocated to future accounting periods	-	-	-	-
	<u>-</u>	<u>3,069</u>	<u>-</u>	<u>3,069</u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

13 Provisions for liabilities

Group

Deferred
taxation
£

Balance at 1 January 2010	9,050
Profit and loss account	15,800
Balance at 31 December 2010	24,850

Company

Balance at 1 January 2010	9,050
Profit and loss account	15,800
Balance at 31 December 2010	24,850

The deferred tax liability is made up as follows:

	Group 2010 £	2009 £	Company 2010 £	2009 £
Accelerated capital allowances	24,850	9,050	24,850	9,050

14 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 £147,837 (2009 £27,985) represents contributions paid by the company to the fund.

15 Share capital

	2010 £	2009 £
Allotted, called up and fully paid		
5,000,100 Ordinary shares of 1p each	50,001	50,001

During the year a resolution was passed to subdivide each £1.00 ordinary share into 100 ordinary shares of 1p each.

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

16 Statement of movements on profit and loss account Group

	Profit and loss account £
Balance at 1 January 2010	152,477
Profit for the year	718,448
Foreign currency translation differences	(56,110)
Balance at 31 December 2010	<u>814,815</u>

Company

	Profit and loss account £
Balance at 1 January 2010	243,965
Profit for the year	488,306
Balance at 31 December 2010	<u>732,271</u>

17 Reconciliation of movements in shareholders' funds Group

	2010 £	2009 £
Profit for the financial year	718,448	172,629
Other recognised gains and losses	(56,110)	(51,832)
Net addition to shareholders' funds	<u>662,338</u>	<u>120,797</u>
Opening shareholders' funds	202,478	81,681
Closing shareholders' funds	<u>864,816</u>	<u>202,478</u>

Company

	2010 £	2009 £
Profit for the financial year	488,306	58,885
Opening shareholders' funds	<u>293,966</u>	<u>235,081</u>
Closing shareholders' funds	<u>782,272</u>	<u>293,966</u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

18 Financial commitments

Group

At 31 December 2010 the group had annual commitments under non-cancellable operating leases as follows

	Land and buildings		Other	
	2010	2009	2010	2009
	£	£	£	£
Expiry date				
Between two and five years	-	-	8,348	-
In over five years	43,500	43,500	-	-
	<u>43,500</u>	<u>43,500</u>	<u>8,348</u>	<u>-</u>

Company

At 31 December 2010 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings		Other	
	2010	2009	2010	2009
	£	£	£	£
Expiry date				
Between two and five years	-	-	8,348	-
In over five years	43,500	43,500	-	-
	<u>43,500</u>	<u>43,500</u>	<u>8,348</u>	<u>-</u>

HUNT AND PALMER PLC

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2010

19 Directors' remuneration	2010 £	2009 £
Remuneration for qualifying services	1,140,361	355,328
Company pension contributions to defined contribution schemes	121,496	9,000
	<u>1,261,857</u>	<u>364,328</u>

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 6 (2009 - 3)

The number of directors who are entitled to receive shares under long term incentive schemes during the year was 3 (2009- 0)

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

Remuneration for qualifying services	271,269	147,125
Company pension contributions to defined contribution schemes	21,500	3,000
	<u>292,769</u>	<u>150,125</u>

20 Employees

Number of employees

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

	2010 Number	2009 Number
Administration and sales	<u>43</u>	<u>44</u>

Employment costs

	2010 £	2009 £
Wages and salaries	2,245,389	1,653,440
Social security costs	253,717	168,871
Other pension costs	147,837	27,985
	<u>2,646,943</u>	<u>1,850,296</u>

21 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 2010

22 Related party transactions

Company

The company has taken advantage of the exemption available in accordance with FRS8 'Related party disclosures' not to disclose transactions entered into between two or more members of the group provided that any subsidiary undertaking which is party to the transaction is wholly owned by a member of that group

During the year, Hunt and Palmer plc received a dividend of £100,000 (2009 nil) from Driven Worldwide Ltd, a 40% associated undertaking of Hunt and Palmer plc. Also included in trade creditors at the balance sheet date is £76 (2009 £nil) owed to Driven Worldwide Ltd

Included in creditors is £5,153 (2009 £nil) owed to HPMS Ltd, a company under the direct control of the directors. During the year Hunt and Palmer plc received services totalling £12,332 from HPMS Ltd

Creditors also includes £796 (2009 £1,853 due from) due to Hunt & Palmer Travel Services Ltd. During the year Hunt and Palmer Travel Services Ltd incurred expenses of £796 on behalf of Hunt and Palmer plc. Included in other income in Hunt and Palmer plc is £17,245 in respect of its share of commissions earned from Hunt and Palmer Travel Services Ltd

During the year the company paid rent of £43,500 (2009 £43,500) to Hunt and Palmer Plc Retirement Benefit Scheme, a scheme under the control of the directors. Also, included in other debtors at the balance sheet date is £17,955 (2009 12,499) due from Hunt and Palmer RBS

The group set up a subsidiary company in India during the year of which it owns 75%, included in debtors at the year end is £14,685 due from this entity. During the year Hunt and Palmer plc incurred expenses of £6,175 on behalf of Hunt and Palmer India Air Charter Pvt Ltd

23 Post Balance Sheet Events

Group

On 31 May 2011, the company acquired the entire issued share capital of Premier Aviation (UK) Limited for £750,000