

MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 2000



MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED

COMPANY INFORMATION

Directors

A.Agbabiaka
B.Agbabiaka
O.Agbabiaka
M.Burt

Secretary

B. Agbabiaka

Company number

2090667

Registered office

12 Sheet Street
Windsor
Berkshire
SL4 1BG

Auditors

Feltons
12 Sheet Street
Windsor
Berkshire
SL4 1BG

Bankers

National Westminster Bank plc
12 High Street
Windsor
Berkshire
SL4 1LQ

MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED

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MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST AUGUST 2000

The directors present their report and the audited financial statements for the company for the year ended 31st August 2000.

Principal activities

The company's principal activity continued to be that of freight forwarders in the United Kingdom.

Directors and their interests

The directors who held office during the year and their beneficial interests in the company's issued share capital are given below:

Name of director	Share type	At 31st August 2000	At 1st September 1999
A. Agbabiaka	Ordinary	2	2
B. Agbabiaka	Ordinary	20	20
O. Agbabiaka	Ordinary	2	2
M. Burt	Ordinary	25	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 for that year. 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;

State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;

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 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.

MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST AUGUST 2000

Auditors

A resolution to re-appoint Feltons Chartered Accountants as auditors will be put to the members at the Annual General Meeting.

Small company exemptions

This report has been prepared in accordance with the special provisions relating to small companies within part VII of the Companies Act 1985.

By order of the Board



M. Burt, Director

Date: 31 July 2001

AUDITORS' REPORT TO THE

SHAREHOLDERS OF MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED

We have audited the financial statements on pages 4 to 10 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those financial statements and report our opinion to you.

Basis of opinion

We conducted our audit in accordance with 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 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 the 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 31st August 2000 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Feltons
Chartered Accountants and Registered Auditors
12 Sheet Street
Windsor
Berks
SL4 1BG

Date: 31 July 2001

MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST AUGUST 2000

	Notes	2000 £	1999 £
Turnover	2	2,340,765	3,506,797
Cost of sales		(1,576,681)	(2,694,582)
Gross profit		764,084	812,215
Administrative expenses		(924,151)	(806,540)
		(160,067)	5,675
Other operating income		59,402	-
Operating (loss)/profit	3	(100,665)	5,675
Interest receivable		3,016	6,755
Interest payable and similar charges	5	(11,403)	(13,343)
Loss on ordinary activities before taxation		(109,052)	(913)
Tax on loss on ordinary activities	6	3,088	371
Loss for the financial year		(105,964)	(542)
Retained profit brought forward		242,360	242,902
Retained profit carried forward		136,396	242,360

MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED

BALANCE SHEET

AS AT 31ST AUGUST 2000

	Notes	£	2000 £	£	1999 £
Fixed assets					
Tangible assets	7		111,971		136,452
Investments	8		2		2
			<u>111,973</u>		<u>136,454</u>
Current assets					
Debtors	9	593,377		671,393	
Cash at bank and in hand		122,914		203,377	
		<u>716,291</u>		<u>874,770</u>	
Creditors: amounts falling due within one year	10	<u>(638,953)</u>		<u>(698,787)</u>	
Net current assets			<u>77,338</u>		<u>175,983</u>
Total assets less current liabilities			<u>189,311</u>		<u>312,437</u>
Creditors: amounts falling due after more than one year	11		<u>(52,815)</u>		<u>(69,977)</u>
			<u>136,496</u>		<u>242,460</u>
Capital and reserves					
Share capital	13		100		100
Profit and loss account			136,396		242,360
Shareholders' funds	14		<u>136,496</u>		<u>242,460</u>

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective March 2000)

These financial statements were approved by the board on 31 July 2001 and signed on its behalf by:

M. Burt

M. Burt
Director

MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 2000

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Consolidation

The financial statements contain information about Murphy Shipping And Commercial Services Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under section 248 of the Companies Act 1985 from the requirement to prepare consolidated financial statements as the group it heads qualifies as a small group.

Turnover

Turnover comprises the value of sales excluding value added tax and trade discounts.

Tangible fixed assets and depreciation

Depreciation is calculated to write down the cost or valuation less estimated residual value of all tangible fixed assets by equal annual instalments by reducing balance method over their expected useful lives. The rates and periods generally applicable are:

Plant and machinery	20 to 25% per annum on cost
Motor vehicles	25% per annum on cost
Fixtures and fittings	14.28% per annum on cost

Investments

Investments are included at cost less amounts written off. Profits or losses arising from disposals of fixed asset investments are treated as part of the result from ordinary activities.

Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to crystallise.

Foreign currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Where exchange differences result from the translation of foreign currency borrowings raised to acquire foreign assets they are taken to reserves and offset against the differences arising from the translation of those assets. All other exchange differences are dealt with through the profit and loss account.

Contribution to pension funds

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 2000

Hire purchase and leased assets

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet at their fair value and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

All other leases are regarded as operating leases and the payments made under them are charged to the profit and loss account on a straight line basis over the lease term.

2 Turnover

The turnover was derived from the company's principal activity which was carried out wholly in the UK.

3 Operating loss

The operating loss is stated after charging or crediting:

	2000	1999
	£	£
Depreciation of tangible fixed assets:		
-owned assets	21,518	34,716
-assets held under finance leases and hire purchase	25,088	50,358
Loss on disposal of fixed assets	-	(9,000)
Auditors' remuneration	2,400	17,000

4 Directors' remuneration

	2000	1999
	£	£
Aggregate emoluments	59,056	57,250

5 Interest Payable and Similar Charges

	2000	1999
	£	£
Interest payable includes:		
On finance lease and hire purchase contracts	11,315	8,258

6 Taxation

	2000	1999
	£	£
Based on the loss for the year:		
UK corporation tax	(3,088)	4,727
	(3,088)	4,727
Prior periods		
UK corporation tax	-	(5,098)
	(3,088)	(371)

MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 2000

7 Tangible fixed assets

	Plant and machinery	Motor vehicles	Fixtures and fittings	Total
Cost	£	£	£	£
At 1st September 1999	282,213	40,608	46,240	369,061
Additions	17,081	-	5,044	22,125
At 31st August 2000	299,294	40,608	51,284	391,186
Depreciation				
At 1st September 1999	183,331	20,682	28,596	232,609
Charge for the year	468	40,574	5,564	46,606
At 31st August 2000	183,799	61,256	34,160	279,215
Net book value				
At 31st August 2000	115,495	(20,648)	17,124	111,971
<i>At 31st August 1999</i>	<i>98,882</i>	<i>19,926</i>	<i>17,644</i>	<i>136,452</i>

Assets held under finance leases and hire purchase originally cost £201,434 (1999: £201,434) and have a net book value of £106,990 (1999: £106,990). Depreciation charged for the year was £25,088 (1999: £50,358).

8 Fixed asset investments

	Shares in group undertakings	Total
Cost	£	£
At 1st September 1999	2	2
At 31st August 2000	2	2
Net book value		
At 31st August 2000	2	2
<i>At 31st August 1999</i>	<i>2</i>	<i>2</i>

The investment is a 100% holding in Dangerous Goods Management (U.K.) Limited, a company that is no longer trading and is incorporated in England.

The aggregate amount of the company's capital and reserves was £(34,533) and its loss for the year was £2,553.

MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 2000

9	Debtors	2000	1999
		£	£
	Trade debtors	512,200	522,207
	Amounts owed by group undertakings	36,250	57,070
	Other debtors	44,927	92,116
		<u>593,377</u>	<u>671,393</u>
10	Creditors: amounts falling due within one year	2000	1999
		£	£
	Bank loans and overdrafts	24,300	3,915
	Obligations under hire purchase and finance lease	31,772	41,693
	Trade creditors	508,653	500,033
	Other creditors	74,228	153,146
		<u>638,953</u>	<u>698,787</u>
The bank overdrafts are secured by a fixed and floating charge over all of the company's assets. 'Other creditors' include £13,214 (1999: £18,820) in respect of taxation and social security.			
11	Creditors: amounts falling due after more than one year	2000	1999
		£	£
	Obligations under hire purchase and finance lease	<u>52,815</u>	<u>69,977</u>
12	Obligations under hire purchase and finance leases	2000	1999
		£	£
	Obligations under hire purchase contracts and finance leases are analysed between amounts payable:		
	In the next year	31,772	41,693
	In the second to fifth years inclusive	52,815	69,977
		<u>84,587</u>	<u>111,670</u>
13	Share capital	2000	1999
		£	£
	Authorised		
	10,000 Ordinary shares of £1.00 each	<u>10,000</u>	<u>10,000</u>
	Allotted		
	100 Allotted, called up and fully paid ordinary shares of £1.00 each	<u>100</u>	<u>100</u>

MURPHY SHIPPING AND COMMERCIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST AUGUST 2000

14	Reconciliation of movement in shareholders' funds	2000 £	1999 £
	Loss for the financial year	(105,964)	(542)
	Decrease in the shareholders' funds	(105,964)	(542)
	Opening shareholders' funds	242,460	243,002
	Closing shareholders' funds	136,496	242,460