

## NAVFLEET LOGISTICS LIMITED



### Directors' Report And Unaudited Financial Statements

For the year ended 30 September 2011

Company Registration No 03639827 (England And Wales)

# NAV FLEET LOGISTICS LIMITED

## COMPANY INFORMATION

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**Directors**

R C S Millard  
P H Sykes  
C C T Millard

**Secretary**

C C T Millard

**Company number**

03639827

**Registered office**

The Old Corn Store  
Oakhanger Farm Business Park  
Oakhanger  
Hampshire  
GU35 9JA

**Accountants**

Kingston Smith LLP  
Devonshire House  
60 Goswell Road  
London  
EC1M 7AD

**Bankers**

National Westminster Bank Plc  
Headley Road  
Grayshot Hindhead  
Surrey  
GU26 6AD

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# NAV FLEET LOGISTICS LIMITED

## DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2011

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The directors present their report and financial statements for the year ended 30 September 2011

### Principal activities

The principal activities of the company throughout the year were that of suppliers of defence logistics services

### Directors

The following directors have held office since 1 October 2010

R C S Millard

P H Sykes

C C T Millard

### 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 profit or loss of the company 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,
- 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 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 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

By order of the board

C C T Millard

Secretary  
31/07/2012

# NAVFLEET LOGISTICS LIMITED

## CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF NAVFLEET LOGISTICS LIMITED FOR THE YEAR ENDED 30 SEPTEMBER 2011

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In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Navfleet Logistics Limited for the year ended 30 September 2011 set out on pages 3 to 11 from the company's accounting records and from information and explanations you have given us

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at [icaew.com/membershandbook](http://icaew.com/membershandbook)

This report is made solely to the Board of Directors of Navfleet Logistics Limited, as a body, in accordance with the terms of our engagement letter dated 27 June 2007. Our work has been undertaken solely to prepare for your approval the financial statements of Navfleet Logistics Limited and state those matters that we have agreed to state to the Board of Directors of Navfleet Logistics Limited, as a body, in this report in accordance with AAF 2/10 as detailed at [icaew.com/compilation](http://icaew.com/compilation). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Navfleet Logistics Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Navfleet Logistics Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Navfleet Logistics Limited. You consider that Navfleet Logistics Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Navfleet Logistics Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



Kingston Smith LLP

Chartered Accountants

31/7/12

Devonshire House  
60 Goswell Road  
London  
EC1M 7AD

# NAV FLEET LOGISTICS LIMITED

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 2011

	Notes	2011 £	2010 £
<b>Turnover</b>		3,757,696	6,749,416
Cost of sales		(3,114,478)	(6,009,517)
<b>Gross profit</b>		643,218	739,899
Administrative expenses		(407,148)	(491,734)
Other operating income		27,562	-
<b>Operating profit</b>	<b>2</b>	263,632	248,165
Other interest receivable and similar income	<b>3</b>	1,149	804
Interest payable and similar charges		(23,638)	(603)
<b>Profit on ordinary activities before taxation</b>		241,143	248,366
Tax on profit on ordinary activities	<b>4</b>	(52,747)	(66,126)
<b>Profit for the year</b>	<b>12</b>	188,396	182,240

# NAVFLEET LOGISTICS LIMITED

## BALANCE SHEET AS AT 30 SEPTEMBER 2011

	Notes	2011 £	£	2010 £	£
<b>Fixed assets</b>					
Tangible assets	6	993,374		3,949	
<b>Current assets</b>					
Debtors	7	892,287		1,143,569	
Cash at bank and in hand		103,031		248,165	
		<u>995,318</u>		<u>1,391,734</u>	
<b>Creditors amounts falling due within one year</b>	8	<u>(596,020)</u>		<u>(582,333)</u>	
<b>Net current assets</b>		<u>399,298</u>		<u>809,401</u>	
<b>Total assets less current liabilities</b>		<u>1,392,672</u>		<u>813,350</u>	
<b>Creditors amounts falling due after more than one year</b>	9	<u>(527,543)</u>		<u>(29,584)</u>	
		<u>865,129</u>		<u>783,766</u>	
<b>Capital and reserves</b>					
Called up share capital	11	100		100	
Profit and loss account	12	865,029		783,666	
<b>Shareholders' funds</b>		<u>865,129</u>		<u>783,766</u>	

# NAVFLEET LOGISTICS LIMITED

## BALANCE SHEET (CONTINUED) AS AT 30 SEPTEMBER 2011

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For the financial year ended 30 September 2011 the company was entitled to exemption from audit under section 477 Companies Act 2006. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board for issue on

31/07/2012

  
C C T Millard  
Director

Company Registration No. 03639827



# NAVFLEET LOGISTICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2011

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### **1 Accounting policies**

#### **1.1 Accounting convention**

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

#### **1.2 Compliance with accounting standards**

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

#### **1.3 Turnover**

Turnover represents amounts receivable for goods net of VAT and trade discounts and is recognised as title of the goods passes to the customer. This will generally be the delivery date.

#### **1.4 Tangible fixed assets and depreciation**

Tangible fixed assets other than freehold land 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:

Land and buildings Freehold	2% straight line
Plant and machinery	25% straight line
Computer equipment	25% straight line
Fixtures, fittings & equipment	25% straight line
Motor vehicles	25% straight line
Other assets	

#### **1.5 Leasing**

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

#### **1.6 Pensions**

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

#### **1.7 Deferred taxation**

In accordance with the Financial Reporting Standard for Smaller Entities, deferred tax is recognised as a liability or asset if transactions or events that give the company the obligation to pay more tax in future or a right to pay less tax in future have occurred by the balance sheet date.

#### **1.8 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.

# NAVFLEET LOGISTICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2011

<b>2</b>	<b>Operating profit</b>	<b>2011</b>	<b>2010</b>
		<b>£</b>	<b>£</b>
	Operating profit is stated after charging		
	Depreciation of tangible assets	37,149	1,316
	Auditors' remuneration	-	12,100
	Directors' remuneration	60,702	59,947
		<u>          </u>	<u>          </u>
<b>3</b>	<b>Investment income</b>	<b>2011</b>	<b>2010</b>
		<b>£</b>	<b>£</b>
	Bank interest	598	804
	Other interest	551	-
		<u>          </u>	<u>          </u>
		1,149	804
		<u>          </u>	<u>          </u>
<b>4</b>	<b>Taxation</b>	<b>2011</b>	<b>2010</b>
		<b>£</b>	<b>£</b>
	<b>Domestic current year tax</b>		
	U K corporation tax	52,747	66,126
		<u>          </u>	<u>          </u>
	<b>Total current tax</b>	52,747	66,126
		<u>          </u>	<u>          </u>
<b>5</b>	<b>Dividends</b>	<b>2011</b>	<b>2010</b>
		<b>£</b>	<b>£</b>
	Ordinary interim paid	107,033	107,033
		<u>          </u>	<u>          </u>

# NAVFLEET LOGISTICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2011

### 6 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
<b>Cost</b>			
At 1 October 2010	-	33,511	33,511
Additions	959,461	67,113	1,026,574
At 30 September 2011	959,461	100,624	1,060,085
<b>Depreciation</b>			
At 1 October 2010	-	29,562	29,562
Charge for the year	19,189	17,960	37,149
At 30 September 2011	19,189	47,522	66,711
<b>Net book value</b>			
At 30 September 2011	940,272	53,102	993,374
At 30 September 2010	-	3,949	3,949

Included in plant and machinery additions is £900 of other assets which are livestock

### 7 Debtors

	2011 £	2010 £
Trade debtors	498,979	645,517
Other debtors	393,308	498,052
	892,287	1,143,569

### 8 Creditors amounts falling due within one year

	2011 £	2010 £
Bank loans and overdrafts	53,160	-
Trade creditors	202,989	388,188
Taxation and social security	109,906	99,698
Other creditors	229,965	94,447
	596,020	582,333

# NAVFLEET LOGISTICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2011

<b>9 Creditors amounts falling due after more than one year</b>	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Other creditors	527,543	29,584
<b>Analysis of loans</b>		
Wholly repayable within five years	580,203	29,584
Included in current liabilities	(52,660)	-
	527,543	29,584

Other creditors include amounts of £27,859 (2010 - £13,858) owed to director R C S Millard and £10,580 (2010 - £15,726) owed to the director C C T Millard. The loans are unsecured and interest free.

National Westminster Bank Plc holds three legal charges over the company's Land, Buildings and other assets within these buildings in relation to the Mortgages on the properties.

The Secretary of State for Defense also holds a legal charge over the company under the terms of a specific instrument.

## 10 Pension costs

### Defined contribution

The total cost below for Pension cost are for the benefit of one Director.

	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Contributions payable by the company for the year	1,200	1,151

## 11 Share capital

**Allotted, called up and fully paid**  
100 Ordinary Shares of £1 each

<b>2011</b>	<b>2010</b>
<b>£</b>	<b>£</b>
100	100

# NAVFLEET LOGISTICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2011

### 12 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 October 2010	783,666
Profit for the year	188,396
Dividends paid	(107,033)
Balance at 30 September 2011	<u>865,029</u>

### 13 Contingent asset

The company has obtained a judgement in Greece against a debtor who owed £128,093 at the year end. The Greek courts have ordered the customer to dispose of certain property assets in Greece in order to pay the debt and associated legal fees incurred by Navfleet in pursuing the debt. However no funds have been received, and due to the economic conditions in Greece the directors consider it remote that any funds will be received.

Therefore the debt has been fully provided against in the accounts and no contingent asset has been recognised, in respect of costs recoverable from the customer.

### 14 Control

The controlling party is R C S Millard by virtue of his majority interest in the share capital of the company.

### 15 Post balance sheet events

During the year the company acquired its business premises and other land and buildings within the same estate. A further purchase linked to this occurred in November 2011.

# NAVFLEET LOGISTICS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2011

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### 16 Related party relationships and transactions

At the balance date the company was owed an amount of £138,260, (2010 - £157,689) by The Chocolate Frog Company Limited, registered in England and Wales, a company controlled by directors, R C S Millard and C C T Millard. During the year the company received sales of £4,070 and £24,960 for Management charges from The Chocolate Frog Company Limited.

The company is also owed an amount of £5,439 (2010 - £30,996) by Inter-Technologies Private Limited, registered in England and Wales, a company in which R C S Millard and C C T Millard are directors.

R C S Millard and C C T Millard have given a joint guarantee limited to £100,000, in favour of the company's bankers, to secure the company's overdraft facility.

The company has declared interim dividends totalling £107,033 (2010 - £107,033) payable to its shareholders which are two of the Directors. A dividend of £80,275 (2010 - £80,275) was paid to R C S Millard and a dividend of £26,758 (2010 - £26,758 ) was paid to C C T Millard in respect of the year ended 30 September 2011.

The company is also owed £225,808 (2010 - £100,000) by Ropley Development Limited. This balance is included in other debtors and represents a commercial loan to a company in which R C S Millard has an interest. The loan is interest free but Ropley Development are in exchange providing professional services to Navfleet.