

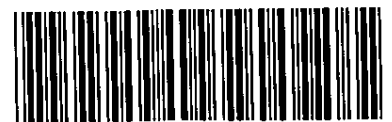
PALL-EX LOGISTICS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 JANUARY 2009

Company registration number: 3865865

RSM Tenon Limited

The Poynt
45 Wollaton Street
Nottingham
NG1 5FW

FRIDAY



A8Y6AH2F

A96

29/01/2010

524

COMPANIES HOUSE

PALL-EX LOGISTICS LIMITED

Annual report and financial statements for the year ended 31 January 2009

Contents

Page:

1	Report of the directors
4	Report of the auditor
5	Abbreviated profit and loss account
6	Balance sheet
7	Cash flow statement
8	Notes forming part of the financial statements

Directors

AS Russell
MP Field

Secretary, registered office and business address

MP Field, Pall-Ex House, Victoria Road, Ellistown, Leicestershire, LE67 1FH.

Company number

3865865

Auditor

RSM Tenon Audit Limited, The Poynt, 45 Wollaton Street, Nottingham, NG7 6NX

PALL-EX LOGISTICS LIMITED

Report of the directors for the year ended 31 January 2009

The directors present their report together with the audited financial statements of the company for the year ended 31 January 2009.

Results and dividends

The profit and loss account is set out on page 5 and shows the profit for the year.

The directors do not recommend the payment of a final dividend (2008: Nil). During the year the company paid an interim dividend of £Nil (2008: £Nil).

Principal activity, trading review and future developments

The principal activity of the company is that of a distribution company.

Turnover has increased to £11,417,019 for the year ended 31 January 2009 compared to £11,290,910 for the year ended 31 January 2008. Gross margin for the year is 9.1% compared to 12.2% in the prior year. Profit before taxation for the year is £63,067 compared to £414,212 for the previous year.

At the year end the company had shareholders funds of £819,419 including distributable reserves of £819,418. The directors therefore believe the company's position to be satisfactory and are optimistic for the future, especially as the company's net current assets exceed its current liabilities by £547,414.

The directors have assessed the main risk facing the company as being dependency on the performance of the UK economy, and interest rate risk. The company provides services to businesses primarily in the UK and is therefore heavily dependent on the performance of the UK economy. The principal credit risk arises from the company's trade debtors. In order to manage this risk credit terms are set for all new customers and regularly reviewed for existing customers.

Financial risk management objectives and policies

The company makes little use of financial instruments other than an operational bank account and hire purchase contracts, and so its exposure to price risk, credit risk, liquidity risk and cash flow risk is not material for the assessment of the assets, liabilities, financial position and profit or loss of the company.

Directors

The directors of the company during the period were:

AS Russell
MP Field

PALL-EX LOGISTICS LIMITED

Report of the directors for the year ended 31 January 2009 (*Continued*)

Directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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). The financial statements are required by law to 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 estimates that are reasonable and prudent;
- state whether 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 company will continue in business.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of the financial statements may differ from legislation in other jurisdictions.

In so far as the directors are aware:

- there is no relevant audit information of which the company's auditors are unaware;
and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

PALL-EX LOGISTICS LIMITED

Report of the directors for the year ended 31 January 2009 (*Continued*)

Auditor

Tenon Audit Limited have expressed their willingness to continue in office and a resolution to reappoint them will be proposed at the annual general meeting.

By order of the Board

A handwritten signature in black ink, appearing to read 'M. P. Field', is written over the printed name.

MP Field
Secretary

27 January 2010

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PALL-EX LOGISTICS LIMITED

YEAR ENDED 31 JANUARY 2009

We have examined the abbreviated accounts set out on pages 5 to 16, together with the financial statements of Pall-Ex Logistics Limited for the year ended 31 January 2009 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's 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 for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and the auditor

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.



RSM Tenon Audit Limited
Registered Auditor
The Poynt
45 Wollaton Street
Nottingham
NG1 5FW

29 January 2010

PALL-EX LOGISTICS LIMITED**Abbreviated profit and loss account for the year ended 31 January 2009**

	Note	2009 £	2008 £
Gross profit		1,036,877	1,385,806
Administrative expenses		(952,706)	(931,648)
Operating profit	5	84,171	454,158
Interest payable and similar charges	6	(21,104)	(12,946)
Profit on ordinary activities before taxation		63,067	441,212
Taxation on profit on ordinary activities	7	(54,500)	(128,125)
Profit on ordinary activities after taxation		8,567	313,087

All amounts relate to continuing activities.

The company has no recognised gains or losses other than the result for the year as set out above.

The notes on pages 8 to 16 form part of these financial statements.

PALL-EX LOGISTICS LIMITED**Balance sheet at 31 January 2009**

	Note	2009	2008
		£	£
Fixed assets			
Tangible assets	8	427,291	597,444
Current assets			
Debtors	9	2,041,596	3,381,140
Cash at bank and in hand		1,069,402	113,354
		<u>3,110,998</u>	<u>3,494,494</u>
Creditors: amounts falling due within one year	10	<u>(2,563,584)</u>	<u>(3,004,867)</u>
Net current assets		<u>547,414</u>	<u>489,627</u>
Total assets less current liabilities		<u>974,705</u>	<u>1,087,071</u>
Creditors: amounts falling due after more than one year	11	(91,986)	(222,919)
Provision for liabilities			
Deferred taxation	12	(63,300)	(53,300)
Net assets		<u>819,419</u>	<u>810,852</u>
Capital and reserves – equity			
Called up share capital	15	1	1
Profit and loss account	16	819,418	810,851
Shareholder's funds	17	<u>819,419</u>	<u>810,852</u>

These abbreviated accounts have been prepared in accordance with the special provisions for medium-sized companies under Part VI of the Companies Act 1985

The financial statements were approved by the Board and authorised for issue on 27 January 2010 and are signed on their behalf by:



AS Russell
Director

The notes on pages 8 to 16 form part of these financial statements.

PALL-EX LOGISTICS LIMITED**Cashflow statement for the year ended 31 January 2009**

	Note	2009 £	2008 £
Net cash inflow from operating activities	21	1,108,638	344,434
Returns on investment and servicing of finance	22	(21,104)	(12,946)
Taxation		(3,145)	(81,070)
Capital expenditure	23	11,695	14,736
Net cash inflow before financing		1,096,084	265,154
Financing	24	(140,032)	(156,171)
Increase in cash in the year		956,052	108,983

Reconciliation of net cash flow to movement in debt

Increase in cash in the year		956,052	108,983
Cash outflow from decrease in debt		140,032	156,171
New hire purchase agreements		-	(458,609)
Movement in net debt in the year	25	1,096,084	193,455

The notes on pages 8 to 16 form part of these financial statements.

PALL-EX LOGISTICS LIMITED

Notes forming part of the financial statements for the year ended 31 January 2009

1 Accounting policies

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards. The following principal accounting policies have been applied:

Turnover

Turnover represents sales to outside customers at invoiced amounts less value added tax.

Tangible fixed assets and depreciation

All fixed assets are initially recorded at cost. The cost of tangible fixed assets is their purchase price, together with any incidental costs of acquisition.

Depreciation is provided to write off the cost or valuation, less estimated residual values, of all fixed assets, except freehold land, evenly over their expected useful lives. It is calculated at the following rates:

Plant and machinery	- 10 - 33 $\frac{1}{3}$ % per annum
Motor cars	- 25% per annum
Commercial vehicles	- 20% per annum

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more or a right to pay less tax in the future have occurred by the balance sheet date with certain limited exceptions.

Deferred tax is calculated on an undiscounted basis at the tax rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangements, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

PALL-EX LOGISTICS LIMITED

Notes forming part of the financial statements for the year ended 31 January 2009 (*continued*)

1 Accounting policies (*continued*)

Pension Costs

Contributions to the company's defined contribution pension scheme are charged to the profit and loss account in the year in which they become payable.

2 Turnover

Turnover is wholly attributable to the principal activity of the company and arises solely within the United Kingdom.

3 Employees

	2009 £	2008 £
Staff costs consist of:		
Wages and salaries	1,222,308	1,237,991
Social security costs	120,316	127,131
Other pension costs	11,086	7,879
	<u>1,353,710</u>	<u>1,373,001</u>

The average number of employees, including directors, during the year was 54 (2007: 51).

4 Directors

The directors did not receive any emoluments from the company during the year (2008: £nil)

5 Operating profit

	2009 £	2008 £
This has been arrived at after charging/(crediting):		
Depreciation on owned assets	56,420	62,276
Depreciation on assets held under hire purchase agreements	106,659	54,967
Profit on disposal of fixed assets	(4,621)	(6,626)
Auditors' remuneration – audit services	1,750	1,500
Operating lease costs	39,000	17,333

PALL-EX LOGISTICS LIMITED**Notes forming part of the financial statements for the year ended 31 January 2009 (continued)****6 Interest payable and similar charges**

	2009 £	2008 £
Bank overdraft	227	651
Hire purchase contracts	20,877	12,295
	<u>21,104</u>	<u>12,946</u>

7 Taxation on profit on ordinary activities**(a) Analysis of charge in year:***In respect of the year:*

UK Corporation tax	44,500	84,038
Under provision in prior years	-	6,387
	<u>44,500</u>	<u>90,425</u>
Deferred tax:		
Origination of timing differences	10,000	37,700
Tax on profit on ordinary activities	<u>54,500</u>	<u>128,125</u>

(b) Factors affecting tax charge in the year:

The tax assessed for the year/period is different from the expected rate of corporation tax. The differences are explained below:

	2009 £	2008 £
Profit on ordinary activities before taxation	<u>63,067</u>	<u>441,212</u>
Profit on ordinary activities multiplied by expected rate of corporation tax of 28% (2008: 30%)	17,659	132,364
Effects of:		
Expenses not deductible for tax purposes	553	154
Capital allowances in excess of depreciation	29,850	(46,257)
Marginal relief	(3,770)	(2,223)
Change in rate of taxation	211	-
Under provision in prior years	-	6,387
	<u>44,500</u>	<u>90,425</u>

PALL-EX LOGISTICS LIMITED**Notes forming part of the financial statements for the year ended 31 January 2009 (continued)****8 Tangible fixed assets**

	Motor vehicles £	Plant and machinery £	Total £
<i>Cost or valuation:</i>			
At 1 February 2008	578,115	140,639	718,754
Additions	-	305	305
Disposals	(42,445)	-	(42,445)
Transfers	33,745	-	33,745
At 31 January 2009	<u>569,415</u>	<u>140,944</u>	<u>710,359</u>
<i>Depreciation:</i>			
At 1 February 2008	63,523	57,787	121,310
Provided for in the year	148,222	14,857	163,079
Eliminated on disposals	(35,066)	-	(35,066)
Transfers	33,745	-	33,745
At 31 January 2009	<u>210,424</u>	<u>72,644</u>	<u>283,068</u>
<i>Net book value:</i>			
At 31 January 2009	<u>358,991</u>	<u>68,300</u>	<u>427,291</u>
At 31 January 2008	<u>514,592</u>	<u>82,852</u>	<u>597,444</u>

The net book value of tangible fixed assets includes an amount of £387 087 (2008: £504,737) in respect of assets held under hire purchase agreement. The related depreciation charge for the year was £106,659 (2008: £54,967).

9 Debtors

	2009 £	2008 £
Trade debtors	1,971,621	3,303,801
Prepayments and accrued income	<u>69,975</u>	<u>77,339</u>
	<u>2,041,596</u>	<u>3,381,140</u>

All amounts shown under debtors fall due for payment within one year.

PALL-EX LOGISTICS LIMITED**Notes forming part of the financial statements for the year ended 31 January 2009 (continued)****10 Creditors: amounts falling due within one year**

	2009 £	2008 £
Bank overdraft	-	4
Trade creditors	1,012,314	1,639,587
Taxation and social security	31,811	40,435
Corporation tax	128,537	87,182
Obligations under hire purchase contracts	130,933	140,032
Other creditors	40,559	72,717
Amounts owed to group companies	1,219,430	1,024,910
	<u>2,563,584</u>	<u>3,004,867</u>

11 Creditors: amounts falling due after more than one year

Obligations under hire purchase contracts	<u>91,986</u>	<u>222,919</u>
---	---------------	----------------

Obligations under hire purchase contracts are due as follows

In less than one year	130,933	140,032
In more than one year but less than two years	76,140	130,933
In more than two years but less than five years	15,846	91,986
	<u>222,919</u>	<u>362,951</u>

Amounts due under hire purchase contracts are secured over the assets to which they relate.

12 Provisions for liabilities

	2009 £	2008 £
<i>Deferred taxation:</i>		
At 1 February 2008	53,300	15,600
Profit and loss account movement arising during the year	10,000	37,700
	<u>63,300</u>	<u>53,300</u>
At 31 January 2009		

The provision for deferred taxation consists of timing difference in respect of accelerated capital allowances.

PALL-EX LOGISTICS LIMITED

Notes forming part of the financial statements for the year ended 31 January 2009 (*continued*)

13 Contingencies

The company has guaranteed the bank overdraft facilities of Pall-Ex Holdings Limited, Pall-Ex (UK) Limited, Pall-IT Limited and Pall-Ex Nottingham Limited. At the year end these group companies had borrowings of £1,961,146 (2008: £1,096,084).

14 Derivatives

The company has no financial instruments that fall to be classified as derivatives.

15 Share capital

	Authorised		Allotted, called up and fully paid	
	2009 £	2008 £	2009 £	2008 £
Ordinary shares of £1 each	1,000	1,000	1	1

16 Profit and loss account

	2009 £	2008 £
At 1 February 2008	810,851	497,764
Profit for the year	8,567	313,087
At 31 January 2009	819,418	810,851

17 Reconciliation of movement on shareholders funds

Profit for the financial year	8,567	313,087
Opening shareholders funds at 1 February 2008	810,852	497,765
Closing shareholders funds at 31 January 2009	819,419	810,852

PALL-EX LOGISTICS LIMITED

Notes forming part of the financial statements for the year ended 31 January 2009 (*continued*)

18 Related party transactions

During the year the company made purchases from the following group companies:

	2009 Purchases £	2008 Purchases £
Pall-Ex Holdings Limited	187,269	185,880
Pall-Ex (UK) Limited	2,356,704	1,067,731

At the year end the following amounts were owed to group companies:

	2009 £	2008 £
Pall-Ex Holdings Limited	1,219,430	1,024,910

Companies are related via a common parent company.

19 Controlling parties

The company is controlled by Hilary Devey, by way of her 100% interest in the share capital of the company's ultimate parent company, Pall-Ex Group Limited. Pall-Ex Group Limited is incorporated in Great Britain and the financial statements for that company can be obtained from Companies House.

20 Commitments under operating leases

As at 31 January 2009, the company had annual commitments under non-cancellable operating leases as set out below:

	2009 £	2008 £
Operating leases relating to other items which expire:		
In two to five years	39,000	41,599

PALL-EX LOGISTICS LIMITED

Notes forming part of the financial statements for the year ended 31 January 2009 (continued)

21 Reconciliation of operating profit to net cash inflow from operating activities

	2009	2008
	£	£
Operating profit	84,171	454,158
Depreciation charge	163,079	117,243
Profit on disposal of fixed assets	(4,622)	(6,626)
Decrease/(increase) in debtors	1,339,544	(420,242)
(Decrease)/increase in creditors	(473,536)	199,901
Net cash inflow from operating activities	<u>1,108,638</u>	<u>344,434</u>

22 Returns on investment and servicing of finance

Interest paid	(227)	(651)
Hire purchase interest	(20,877)	(12,295)
	<u>(21,104)</u>	<u>(12,946)</u>

23 Capital expenditure

Receipts on sale of fixed assets	12,000	18,600
Payments to acquire fixed assets	(305)	(3,864)
	<u>11,695</u>	<u>14,736</u>

24 Financing

Repayment of principal under hire purchase agreements	<u>(140,032)</u>	<u>(156,171)</u>
---	------------------	------------------

PALL-EX LOGISTICS LIMITED

Notes forming part of the financial statements for the year ended 31 January 2009 (*continued*)

25 Analysis of changes in net debt

	At 1 February 2008 £	Cashflow £	At 31 January 2009 £
<i>Cash:</i>			
Cash at bank and in hand	113,354	956,048	1,069,402
Bank overdrafts	(4)	4	-
	<u>113,350</u>	<u>956,052</u>	<u>1,069,402</u>
<i>Debts:</i>			
Hire purchase agreements	(362,951)	140,032	(222,919)
Net debt	<u>(249,601)</u>	<u>1,096,084</u>	<u>846,483</u>