

**COMPANY REGISTRATION NUMBER 1223500**

**BAADER (UK) LTD**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31 DECEMBER 2009**



**WILLIAMSON & DUNN**  
**CHARTERED ACCOUNTANTS & STATUTORY AUDITOR**  
**3 WEST CRAIBSTONE STREET**  
**ABERDEEN**  
**AB11 6YW**

**BAADER (UK) LTD  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2009**

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**BAADER (UK) LTD  
DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2009**

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The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 December 2009

**PRINCIPAL ACTIVITY AND REVIEW OF THE BUSINESS**

The principal activity of the company during the year was that of the sale and repair of fish, meat and poultry processing machinery

The directors are pleased with the company's turnover for the year, given the difficult trading conditions, and are confident of healthier profits in the forthcoming year. The year to 31 December 2009 has been particularly difficult, given the weakness of the Sterling against the Euro. The directors believe that the company is well placed for the future, particularly with the expansion into "Linco" products in the UK.

**RESULTS AND DIVIDENDS**

The profit for the year, after taxation, amounted to £1,936 (2008 - £536). The directors have not recommended a dividend.

**THE DIRECTORS AND THEIR INTERESTS**

The directors who served the company during the year were as follows

P Baader  
A Lorentzen

The company is a wholly owned subsidiary and the interests of the group directors are disclosed in the financial statements of the parent company.

**AUDITORS**

Williamson & Dunn are deemed to be re-appointed under section 487(2) of the Companies Act 2006

**PRINCIPAL PLACE OF BUSINESS**

The company's principal place of business is Nautilus House, Prospect Point, 35 Waterloo Quay, Aberdeen, AB11 5BS

**BAADER (UK) LTD**  
**DIRECTORS' REPORT (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

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**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the financial statements in accordance with applicable United Kingdom law and International Financial Reporting Standards (IFRSs) as adopted for use in the European Union

The directors are required to prepare financial statements for each financial year which present fairly the financial position of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- present information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information,
- provide additional disclosures when compliance with the specific requirements in IFRSs is insufficient to enable users to understand the impact of particular transactions, other events and conditions on the company's financial position and financial performance, and
- 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 and Article 4 of the IAS Regulation. 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.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

In so far as the directors are aware

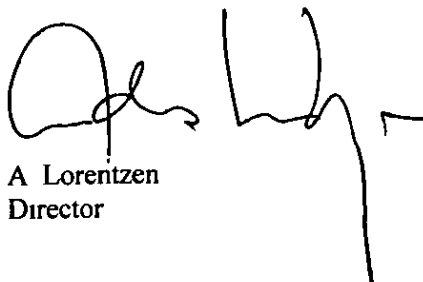
- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

**SMALL COMPANY PROVISIONS**

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

Registered Office.  
Essex House  
Manor Street  
Hull  
HU1 1XH

Signed on behalf of the directors

  
A Lorentzen  
Director

Approved by the directors on 3<sup>rd</sup> May 2010

**BAADER (UK) LTD**  
**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF BAADER (UK) LTD**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

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We have audited the financial statements of Baader (UK) Limited for the year ended 31 December 2009 which comprise the Income Statement, Statement of Changes in Equity, Balance Sheet, Cash Flow Statement and the related notes to the financial statements. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards (IFRSs) as adopted by the European Union.

This report is made solely to the company's shareholders, as a body, in accordance with Chapter 3 of Section 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's shareholders 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 shareholders 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 Director's Responsibilities Statement, set out on page 2, 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 (APB'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 company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by directors, and the overall presentation of the financial statements.

**BASIS OF OPINION**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 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 the information and explanations which we considered necessary in order to provide us with sufficient evidence to give a 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 information in the financial statements.

**BAADER (UK) LTD**  
**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF BAADER (UK) LTD**  
**(continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

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**OPINION**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2009 and of its profit for the year then ended
- have been properly prepared in accordance with IFRSs as adopted by the European Union, and
- have been properly prepared in accordance with the requirements of the Companies Act 2006

**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, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements and the part of the Directors' Remuneration Report to be audited 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

*Graeme Reid C.A.*

**MR GRAEME REID MA (HONS) CA (Senior Statutory Auditor)**

For and on behalf of

Williamson & Dunn

Chartered Accountants & Statutory Auditors

3 West Craibstone Street

Aberdeen

AB11 6YW

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**BAADER (UK) LTD**  
**INCOME STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

	Notes	2009 £	2008 £
Revenue	3	1,036,355	978,277
Cost of sales		(846,995)	(750,969)
<b>GROSS PROFIT</b>		<b>189,360</b>	<b>227,308</b>
Administrative expenses		(196,502)	(247,263)
<b>OPERATING (LOSS)</b>	4	<b>(7,142)</b>	<b>(19,955)</b>
Other operating income		10,285	18,100
<b>PROFIT / (LOSS) FROM OPERATIONS</b>		<b>3,143</b>	<b>(1,855)</b>
Income from investments	7	2	3,209
<b>PROFIT BEFORE TAX</b>		<b>3,145</b>	<b>1,354</b>
Income tax expense	8	(1,209)	(818)
<b>PROFITS AFTER TAX</b>		<b>1,936</b>	<b>536</b>
Dividends	10	-	-
<b>RETAINED RESULT TO EQUITY</b>		<b>1,936</b>	<b>536</b>

Earnings per share for profit attributable to equity holders of the company during the year (expressed in £ per share)

	Notes	2009	2008
Weighted average earnings per share	9	0.02	0.005

All of the activities of the company are classed as continuing

The company has no recognised income or expenses other than the results for the year as set out as above

**BAADER (UK) LTD**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

**AT 31 DECEMBER 2009**

	<b>Issued capital</b>	<b>Retained earnings</b>	<b>Total equity</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Balance at 1 January 2009	100,000	4,934	104,934
Retained earnings for the year	-	1,936	1,936
	<u>100,000</u>	<u>6,870</u>	<u>106,870</u>
Balance at 31 December 2009	<u>100,000</u>	<u>6,870</u>	<u>106,870</u>

**AT 31 DECEMBER 2008**

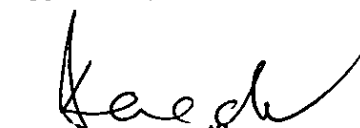
	<b>Issued capital</b>	<b>Retained earnings</b>	<b>Total equity</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Balance at 1 January 2008	100,000	4,398	104,398
Retained earnings for the year	-	536	536
	<u>100,000</u>	<u>4,934</u>	<u>104,934</u>
Balance at 31 December 2008	<u>100,000</u>	<u>4,934</u>	<u>104,934</u>



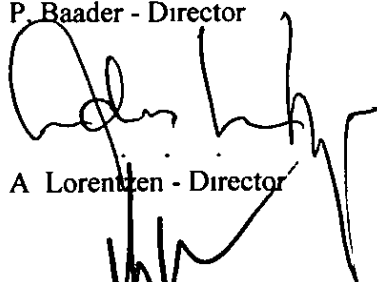
**BAADER (UK) LTD**  
**BALANCE SHEET**  
**AS AT 31 DECEMBER 2009**

	Notes	2009 £	2008 £
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	11	2,701	6,051
Deferred tax assets	12	1,706	5,244
		<u>4,407</u>	<u>11,295</u>
<b>CURRENT ASSETS</b>			
Inventories	13	-	2,101
Trade and other receivables	14	292,676	161,074
Prepayments		9,302	9,367
Cash and cash equivalents	15	63,400	177,137
		<u>365,378</u>	<u>349,679</u>
<b>TOTAL ASSETS</b>		<u>369,785</u>	<u>360,974</u>
<b>CURRENT LIABILITIES</b>			
Tax payables		-	1,162
Trade and other payables	16	262,915	254,878
		<u>262,915</u>	<u>256,040</u>
<b>TOTAL LIABILITIES</b>		<u>262,915</u>	<u>256,040</u>
<b>NET ASSETS</b>		<u>106,870</u>	<u>104,934</u>
<b>EQUITY</b>			
<b>ISSUED CAPITAL AND RESERVES</b>			
Issued share capital	18	100,000	100,000
Retained profits		6,870	4,934
		<u>106,870</u>	<u>104,934</u>
<b>TOTAL EQUITY</b>		<u>106,870</u>	<u>104,934</u>

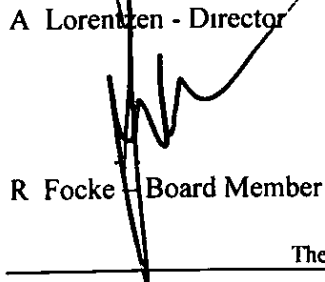
Approved by the Board on 3<sup>rd</sup> May 2010 and signed on its behalf by



P. Baader - Director



A. Lorentzen - Director



R. Focke - Board Member

The notes on pages 9 to 20 form part of the financial statements

**BAADER (UK) LTD**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Profit / (loss) from operations	<b>3,143</b>	<b>(1,855)</b>
Adjustments for		
Depreciation of assets	<b>1,739</b>	<b>8,715</b>
(Gain) from the disposal of fixed assets	<b>(8,136)</b>	<b>(350)</b>
Operating cashflows before movements in working capital	<b>(3,254)</b>	<b>6,510</b>
Decrease / (Increase) in inventories	<b>2,101</b>	<b>(1,125)</b>
(Increase) / Decrease in receivables	<b>(129,208)</b>	<b>40,679</b>
Increase in payables	<b>8,037</b>	<b>35,914</b>
Cash generated by operations	<b>(122,324)</b>	<b>81,978</b>
Income taxes paid	<b>(1,162)</b>	<b>(27,545)</b>
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b><u>(123,486)</u></b>	<b><u>54,433</u></b>
<b>INVESTING ACTIVITIES</b>		
Interest received	<b>2</b>	<b>3,209</b>
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b><u>2</u></b>	<b><u>3,209</u></b>
<b>CAPITAL EXPENDITURE</b>		
Receipts from the sale of fixed assets	<b>9,747</b>	<b>350</b>
<b>NET CASH INFLOW FROM CAPITAL EXPENDITURE</b>	<b><u>9,747</u></b>	<b><u>350</u></b>
<b>NET (DECREASE ) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b><u>(113,737)</u></b>	<b><u>57,992</u></b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR</b>	<b><u>177,137</u></b>	<b><u>119,145</u></b>
<b>CASH AND CASH EQUIVALENT AT THE END OF THE YEAR</b>	<b><u>63,400</u></b>	<b><u>177,137</u></b>

**BAADER (UK) LTD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT 31 DECEMBER 2009**

**1. AUTHORISATION OF FINANCIAL STATEMENTS AND STATEMENT OF COMPLIANCE WITH IFRS's**

The company's financial statements for the year ended 31 December 2009 were authorised for issue by the board of directors on 3<sup>rd</sup> May 2010 and the balance sheet was signed on the board's behalf by P Baader and A Lorentzen Baader (UK) Limited is a limited company registered and domiciled in the United Kingdom

The company's financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union and as applied in accordance with the provisions of the Companies Act 2006 (as applicable to Small Companies) The principal accounting policies adopted by the company are set out in note 2

**2. ACCOUNTING POLICIES**

**Revenue recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured All such revenue is reported net of sales discounts, value added tax and other sales taxes

**Sale of goods**

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer and the amount of revenue can be measured reliably

**Sale of services**

Revenue from services is recognised by reference to the stage of completion Stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours for each contract Where the contract outcome cannot be measured reliably, revenue is recognised to the extent of the expenses recognised that are recoverable

**Interest income**

Interest income is accrued on a time basis and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount.

**Interest expense recognition**

Expense is recognised as interest accrues, using the effective interest method, to the net carrying amount of the financial liability

**Effective interest method**

The effective interest rate is the rate that exactly discounts estimated future cash receipts or payments through the expected life of the financial asset or liability to that asset's or liabilities net carrying amount

**2. ACCOUNTING POLICIES (continued)**

**Foreign currency translation**

Transactions in currencies other than the functional currency of the company are recorded at the rates of exchange prevailing on the dates of the transactions. At each balance sheet date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the balance sheet date. Non-monetary assets and liabilities carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date when the fair value was determined.

Gains and losses arising on retranslation are included in net profit or loss for the period, except for exchange differences arising on non-monetary assets and liabilities where the changes in fair value are recognised directly in equity.

**Income tax**

Income tax expense represents the sum of the tax currently payable and deferred income tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

**Property, plant and equipment**

Items of property, plant and equipment are stated at cost of acquisition or production cost less accumulated depreciation and impairment losses.

Depreciation is charged so as to write off the cost or valuation of assets over their estimated useful lives, using the straight line method, on the following bases:

Office equipment	10% straight line
Motor vehicles	25% straight line
Computer Equipment	25% straight line

**Inventories**

Inventories are stated at the lower of cost and net realisable value. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Net realisable value represents the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

**2. ACCOUNTING POLICIES (continued)**

**Trade and other receivables**

Trade and other receivables are recognised by the company and carried at original invoice amount less an allowance for any uncollectible or impaired amounts

An estimate for doubtful debts is made when collection of the full amount is no longer probable  
Bad debts are written off when they are identified as being bad

Other receivables are recognised at fair value

**Financial instruments:**

**Financial risk management: Policies and objectives**

**Interest rate risk**

The company was not in a borrowing position as at 31 December 2009. The company's intention in the future is to manage its cost of borrowing using a mix of fixed and variable rate debt depending on the factors at the time

**Cash flow risk**

The company buys and sells goods and services denominated in currencies other than sterling  
These are short-term transactions and the company is of the opinion that the results will not be affected significantly by movements in exchange rates

**Credit risk**

The company does not operate out with normal trading terms  
Individual exposures are monitored with customers subject to credit limit to ensure that the company's exposure to bad debt is not significant

**Leases**

Leases are classified as finance leases whenever the terms of the leases transfer substantially all the risks and rewards of ownership to the lessee  
All other leases are classified as operating leases

**BAADER (UK) LTD**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

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**2. ACCOUNTING POLICIES (continued)**

**Operating leases**

Operating leases payments are recognised as an expense in the income statement on a straight-line basis over the lease term

**Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank and in hand and short term deposits. Short-term deposits are defined as deposits with an initial maturity of three months or less.

Bank overdrafts that are repayable on demand and form an integral part of the company's cash management are included as a component of cash and cash equivalents for the purposes of the cash flow statement.

**Deferred tax**

Deferred Tax is provided in full, using the balance sheet liability method, on temporary differences arising between the tax bases of assets and liabilities and the carrying amounts in the financial statements.

Deferred Tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from goodwill or from the initial recognition (other than as a business combination) or other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

Deferred Tax is charged or credited to the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred Tax is determined using the tax rates that are expected to apply in the period when the asset is realised or the liability is settled.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred Tax assets and liabilities are offset when they relate to income taxed levied by the same taxation authority and the company intends to settle its current tax assets and liabilities on a net basis.

**Trade and other payables**

Trade and other payables are not interest bearing and are stated at their nominal value.

**3. REVENUE**

Overseas sales amounted to 0.34% (2008 – 0.48%) of total turnover for the period.

**BAADER (UK) LTD**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

**4. OPERATING PROFIT / (LOSS)**

Operating profit / (loss) is stated after charging/(crediting) the following

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
(Gain) on disposal of property, plant and equipment	<b>(8,136)</b>	<b>(350)</b>
Depreciation of property, plant and equipment	<b>1,739</b>	<b>8,715</b>
Auditors' remuneration – audit services	<b>3,500</b>	<b>3,500</b>
	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
<b>Included in cost of sales:</b>		
Raw materials and consumables used	<b>846,995</b>	<b>750,969</b>
	<b>846,995</b>	<b>750,969</b>
<b>Included in administrative expenses:</b>		
Employee expenses	<b>64,036</b>	<b>43,743</b>
Depreciation and amortisation	<b>1,739</b>	<b>8,715</b>
	<b>65,775</b>	<b>52,458</b>

**5. EMPLOYEE EXPENSES**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Wages and salaries	<b>58,646</b>	<b>40,071</b>
Social security costs	<b>5,390</b>	<b>3,672</b>
	<b>64,036</b>	<b>43,743</b>

The average monthly number of employees during the year was made up as follows

	<b>2009</b>	<b>2008</b>
	<b>No.</b>	<b>No</b>
Administration and management	<b>3</b>	<b>2</b>

**6. DIRECTORS' EMOLUMENTS**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Emoluments	<b>-</b>	<b>-</b>

**BAADER (UK) LTD**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

**7. INCOME FROM INVESTMENTS**

	2009	2008
	£	£
Interest earned on deposits	2	3,209

**8. INCOME TAX**

**Components of income tax expense**

	2009	2008
	£	£
<b>Current income tax expense</b>		
Current income tax charge	(2,329)	1,162
<b>Deferred income tax expense</b>		
Relating to origination and reversal of temporary differences	3,538	(344)
Income tax expense reported in income statement	1,209	818

**Reconciliation of income tax charge to accounting profit**

	% age	2009	% age	2008
		£		£
Tax at the domestic income tax rate of	28.00	880	30.00	406
Tax effect of capital allowances	(112.57)	(3,538)	53.11	719
Tax effect on change of tax rates	(3.12)	(98)	(4.53)	(61)
Tax effect of non deductible expenses	13.59	427	7.27	98
Tax expense using effective rate	(74.10)	(2,329)	85.85	1,162

**9. EARNINGS PER SHARE**

The weighted average earnings per share are calculated by dividing net profit after tax for the year by the weighted average number of ordinary shares in issue during the year

The following reflects the income and share data used in the total operations earnings per share computations

	2009	2008
	£	£
Profit attributable to equity holders of the company	1,936	536
Weighted average number of ordinary shares in issue	100,000	100,000
Weighted average earnings per share ( £ per share )	0.02	0.005



**BAADER (UK) LTD**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

**10. DIVIDENDS**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
<b>Dividends declared and paid during the year</b>		
Equity dividends on ordinary shares	<b>0</b>	<b>0</b>
Dividend per share	<b>0.00</b>	<b>0 00</b>

**11. PROPERTY, PLANT AND EQUIPMENT**

**At 31 December 2009**

	<b>Motor vehicles £</b>	<b>Computer Equipment £</b>	<b>Office Equipment £</b>	<b>Total £</b>
<b>Cost</b>				
At 1 January 2009	26,367	28,175	13,623	68,165
Disposals	(25,787)	(540)	(293)	(26,620)
Transfers	(580)	580	-	-
	<u>-</u>	<u>28,215</u>	<u>13,330</u>	<u>41,545</u>
<b>At 31 December 2009</b>	<u>-</u>	<u>28,215</u>	<u>13,330</u>	<u>41,545</u>
<b>Depreciation</b>				
At 1 January 2009	24,218	27,828	10,068	62,114
Charge for year	537	347	855	1,739
On disposals	(24,175)	(540)	(294)	(25,009)
Transfers	(580)	580	-	-
	<u>-</u>	<u>28,215</u>	<u>10,629</u>	<u>38,844</u>
<b>At 31 December 2009</b>	<u>-</u>	<u>28,215</u>	<u>10,629</u>	<u>38,844</u>
<b>Net book value</b>				
At 1 January 2009	2,149	347	3,555	6,051
	<u>-</u>	<u>-</u>	<u>2,701</u>	<u>2,701</u>
<b>At 31 December 2009</b>	<u>-</u>	<u>-</u>	<u>2,701</u>	<u>2,701</u>

**BAADER (UK) LTD**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

**11. PROPERTY, PLANT AND EQUIPMENT (continued)**

**At 31 December 2008**

	<b>Motor vehicles £</b>	<b>Computer Equipment £</b>	<b>Office Equipment £</b>	<b>Total £</b>
<b>Cost</b>				
At 1 January 2008	37,289	28,175	13,623	79,087
Disposals	(10,922)	-	-	(10,922)
At 31 December 2008	<u>26,367</u>	<u>28,175</u>	<u>13,623</u>	<u>68,165</u>
<b>Depreciation</b>				
At 1 January 2008	28,694	26,414	9,213	64,321
On disposals	6,446	1,414	855	8,715
Charge for year	(10,922)	-	-	(10,922)
At 31 December 2008	<u>24,218</u>	<u>27,828</u>	<u>10,068</u>	<u>62,114</u>
<b>Net book value</b>				
At 1 January 2008	8,595	1,761	4,410	14,766
At 31 December 2008	<u>2,149</u>	<u>347</u>	<u>3,555</u>	<u>6,051</u>

**12. DEFERRED TAX**

	<i>Balance sheet</i>		<i>Income statement</i>	
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Deferred tax assets</b>				
Relating to depreciation	<u>1,706</u>	<u>5,244</u>	<u>(3,538)</u>	<u>344</u>

**13. INVENTORIES**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Finished goods	-	2,101
	<u>-</u>	<u>2,101</u>

**BAADER (UK) LTD**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

**14. TRADE AND OTHER RECEIVABLES**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Receivable from trade customers	<b>284,165</b>	<b>150,105</b>
Receivable from related parties	<b>6,182</b>	<b>10,969</b>
Corporation tax repayable	<b>2,329</b>	<b>-</b>
	<b><u>292,676</u></b>	<b><u>161,074</u></b>

**15. CASH AND CASH EQUIVALENTS**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Cash in bank	<b>63,218</b>	<b>177,122</b>
Cash in hand	<b>182</b>	<b>25</b>
	<b><u>63,400</u></b>	<b><u>177,137</u></b>

**16. TRADE AND OTHER PAYABLES**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Payable to trade suppliers	<b>21,993</b>	<b>53,037</b>
Other payables	<b>23,128</b>	<b>42,834</b>
Payable to related parties	<b>217,794</b>	<b>159,007</b>
	<b><u>262,915</u></b>	<b><u>254,878</u></b>

**BAADER (UK) LTD**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

**17. RELATED PARTY TRANSACTIONS**

During the year the following transactions took place. All transactions were at arm's length and on normal commercial terms. There are other group companies with which infrequent non-material transactions occur.

The company's parent undertaking and ultimate parent undertaking is Baader Beteiligungs GmbH, a body incorporated in Germany. At 31 December 2009 this company was controlled by P. Baader who is regarded as the company's ultimate controlling party.

**Purchases of goods and services from other group companies ~**

	2009	2008
	£	£
Nordischer Maschinebau Rud Baader GmbH & Co KG	742,070	619,161
Baader (Denmark) AS	67,131	48,380
Baader Iceland	22,694	49,750
Baader Johnson Inc	11,800	12,148
Linco Food Systems A/S	22,148	-
Baader (Norge) AS	-	1,608
	<u>865,843</u>	<u>731,047</u>

**Receivable from related parties**

	2009	2008
	£	£
Nordischer Maschinebau Rud Baader GmbH & Co KG	104	2,045
Baader (Denmark) AS	-	1,407
Linco Food Systems A/S	6,078	7,517
	<u>6,182</u>	<u>10,969</u>

**Payable to related parties**

	2009	2008
	£	£
Nordischer Maschinebau Rud Baader GmbH & Co KG	188,177	144,546
Baader (Denmark) AS	21,135	14,461
Linco Food Systems A/S	6,912	-
Baader Johnson Inc	1,570	-
	<u>217,794</u>	<u>159,007</u>

**Key management compensation**

The directors of the company comprise the company's key management personnel. The directors' aggregate compensation in respect of qualifying services was £nil (2008 - nil). Management charges of £58,063 or 504,961 DKK (2008 - £38,983 or 395,675 DKK) were paid to another company in the group, Baader (Denmark) AS for services of one of the company directors, Mr A. Lorentzen.

**BAADER (UK) LTD**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

**18. SHARE CAPITAL**

**Authorised share capital:**

	<b>2009</b>	<b>2008</b>
	<b>Total equity</b>	<b>Total equity</b>
	<b>£</b>	<b>£</b>
Balance at 1 January 2009	100,000	100,000
Balance at 31 December 2009	100,000	100,000

**Allotted, called up and fully paid:**

	<b>No.</b>	<b>2009</b>	<b>No</b>	<b>2008</b>
		<b>£</b>		<b>£</b>
<b>Issued and fully paid</b>				
Ordinary share capital	100,000	100,000	100,000	100,000

All issued share capital is classified as equity

**19. OPERATING LEASE COMMITMENTS**

**As lessee**

The future annual minimum lease payments under non-cancellable operating leases are as follows

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Later than one year but less than five years	-	17,500
Later than five years	19,290	19,290
	19,290	36,790

**As lessor**

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Later than one year but less than five years	-	17,500
	-	17,500

**BAADER (UK) LTD**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2009**

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**20. SECURED DEBTS**

On 13<sup>th</sup> April 1993, the HSBC issued a guarantee in favour of HM Revenue & Customs for £2,000 (2008 – £2,000)

**21. NET FOREIGN GAIN AND LOSSES**

The exchange differences debited / credited to the income statement are included as follows

	<b>2009</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
(Gain) / loss on exchange differences	<b>(21,085)</b>	<b>62,408</b>