

**ALFRED H KNIGHT INTERNATIONAL LIMITED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2010**

**Company Registration Number 900322**

**RSM Tenon Limited**

Sumner House  
St Thomas's Road  
Chorley  
Lancashire  
PR7 1HP

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**ALFRED H KNIGHT INTERNATIONAL LIMITED**

**FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2010**

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**ALFRED H KNIGHT INTERNATIONAL LIMITED**

**OFFICERS AND PROFESSIONAL ADVISERS**

**YEAR ENDED 31 MARCH 2010**

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<b>The board of directors</b>	DJL Knight JFL Knight AM Katz RK Knight
<b>Company secretary</b>	S Sadler
<b>Business address</b>	Eccleston Grange Prescot Road St Helens Merseyside WA10 3BQ
<b>Registered office</b>	Eccleston Grange Prescot Road St Helens Merseyside WA10 3BQ
<b>Auditor</b>	RSM Tenon Audit Limited Sumner House St Thomas's Road Chorley Lancashire PR7 1HP
<b>Accountants</b>	RSM Tenon Limited Sumner House St Thomas's Road Chorley Lancashire PR7 1HP

# **ALFRED H KNIGHT INTERNATIONAL LIMITED**

## **THE DIRECTORS' REPORT**

### **YEAR ENDED 31 MARCH 2010**

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The directors present their report and the financial statements of the company for the year ended 31 March 2010

#### **Principal activities and business review**

The principal activity of the company and its subsidiaries during the year continued to be that of assaying and sampling

During the course of the year the activities of the company continued to be, principally, the provision of sampling and analysis services to the metals and minerals industry. Total revenue grew by 13% to £25,637,253 with gross profit improving by 8% when compared with the previous year.

At the year end the company had shareholders' funds of £3,293,995 (2009 £2,791,754) including distributable profits of £3,174,910 (2009 £2,672,669) and the directors therefore believe the company's position to be satisfactory.

Despite a challenging operating environment we have been able to continue to invest in people such that we are in a position to capitalise upon the economic upturn. Accordingly, the directors believe that the company can continue to improve operating performance even against the uncertain economic background that is likely to persist throughout 2009 and into 2010.

The directors have assessed the main risks facing the company and consider that our strategy of widening our service offering, with a particular emphasis upon quality and integrity, combined with our existing geographical base, places the company in an ideal position to service the expanding market. Accordingly, the directors believe that the group will continue to improve operating performance and further consolidate its position as a leader within the metals and minerals inspection market.

The directors have not included details of key performance indicators in these financial statements as they believe to do so would divulge commercially sensitive information.

#### **Results and dividends**

The profit for the year, after taxation, amounted to £502,241. The directors have not recommended a dividend.

#### **Financial risk management objectives and policies**

The company finances its operations through a mixture of retained profits and where necessary to fund expansion or capital expenditure programmes through bank borrowings. The management's objectives are to

- retain sufficient liquid funds to enable it to meet its day to day obligations as they fall due whilst maximising returns on surplus funds,
- minimise the company's exposure to fluctuating interest rates when seeking new borrowings, and
- match the repayment schedule of any external borrowings or overdrafts with the expected future cash flows expected to arise from the company's trading activities.

Where appropriate, funds are held primarily in short term variable rate deposit accounts. The directors believe that this gives them the flexibility to release cash resources at short notice and also allows them to take advantage of changing conditions in the finance markets as they arise. All deposits are with reputable banks and the directors believe their choice of bank minimises any credit risk associated with not placing funds on deposit with a UK clearing bank or an appropriate overseas bank.

# ALFRED H KNIGHT INTERNATIONAL LIMITED

## THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2010

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### Directors

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

DJL Knight  
JFL Knight  
AM Katz  
RK Knight

### 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 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, 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. 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.

In so far as the directors are, individually, 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

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 financial statements may differ from legislation in other jurisdictions.

**ALFRED H KNIGHT INTERNATIONAL LIMITED**

**THE DIRECTORS' REPORT** *(continued)*

**YEAR ENDED 31 MARCH 2010**

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**Auditor**

Our auditors have changed their name to RSM Tenon Audit Limited and have signed the audit report in their new name

RSM Tenon Audit Limited are deemed to be re-appointed under section 487(2) of the Companies Act 2006

Registered office  
Eccleston Grange  
Prescot Road  
St Helens  
Merseyside  
WA10 3BQ

Signed by order of the directors



S Sadler  
Company Secretary

Approved by the directors on *3rd September 2010*

**ALFRED H KNIGHT INTERNATIONAL LIMITED**  
**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ALFRED**  
**H KNIGHT INTERNATIONAL LIMITED**  
**YEAR ENDED 31 MARCH 2010**

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We have audited the financial statements of Alfred H Knight International Limited for the year ended 31 March 2010 on pages 7 to 17. 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 in an 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 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 auditor**

As explained more fully in the Directors' Responsibilities Statement set out on page 3, 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 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.

**Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 March 2010 and of its 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 matters 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.

**ALFRED H KNIGHT INTERNATIONAL LIMITED**  
**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ALFRED**  
**H KNIGHT INTERNATIONAL LIMITED** *(continued)*  
**YEAR ENDED 31 MARCH 2010**

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**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 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

Anthony Steiner, Senior Statutory Auditor  
For and on behalf of

*RSM Tenon Audit Limited*

RSM Tenon Audit Limited  
Statutory Auditor  
Sumner House  
St Thomas's Road  
Chorley  
Lancashire  
PR7 1HP

Date *30 September 2010*



# ALFRED H KNIGHT INTERNATIONAL LIMITED

## PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2010

	Note	2010 £	2009 £
Turnover	2	25,637,253	22,728,945
Cost of sales		(14,970,939)	(12,866,191)
<b>Gross profit</b>		<u>10,666,314</u>	<u>9,862,754</u>
Administrative expenses		(10,185,123)	(9,280,587)
Other operating income	3	233,953	8,846
<b>Operating profit</b>	4	<u>715,144</u>	<u>591,013</u>
Interest receivable		47	8,892
Interest payable and similar charges	7	(6,603)	(2,328)
<b>Profit on ordinary activities before taxation</b>		<u>708,588</u>	<u>597,577</u>
Tax on profit on ordinary activities	8	(206,347)	(194,996)
<b>Profit for the financial year</b>		<u>502,241</u>	<u>402,581</u>

All of the activities of the company are classed as continuing

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

The notes on pages 9 to 17 form part of these financial statements

# ALFRED H KNIGHT INTERNATIONAL LIMITED

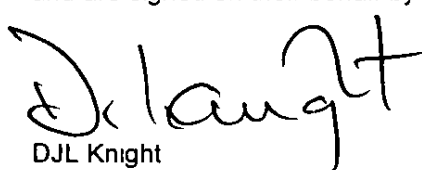
Registered Number 900322

## BALANCE SHEET

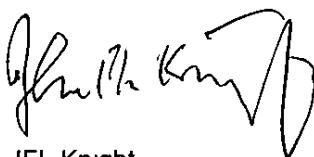
31 MARCH 2010

	Note	2010 £	2009 £
<b>Fixed assets</b>			
Tangible assets	9	536,177	545,645
Investments	10	—	—
		<u>536,177</u>	<u>545,645</u>
<b>Current assets</b>			
Stocks	11	266,696	213,160
Debtors	12	4,779,443	4,486,000
Cash at bank and in hand		2,188,280	2,088,762
		<u>7,234,419</u>	<u>6,787,922</u>
<b>Creditors. Amounts falling due within one year</b>	13	<u>(4,476,601)</u>	<u>(4,541,813)</u>
<b>Net current assets</b>		2,757,818	2,246,109
<b>Total assets less current liabilities</b>		<u>3,293,995</u>	<u>2,791,754</u>
<b>Capital and reserves</b>			
Called-up share capital	19	100,000	100,000
Share premium account	20	19,085	19,085
Profit and loss account	21	3,174,910	2,672,669
<b>Shareholders' funds</b>	22	<u>3,293,995</u>	<u>2,791,754</u>

These financial statements were approved by the directors and authorised for issue on 3rd September 2010 and are signed on their behalf by



DJL Knight  
Director



JFL Knight  
Director

The notes on pages 9 to 17 form part of these financial statements

# ALFRED H KNIGHT INTERNATIONAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

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### 1. Accounting policies

#### Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards

#### Consolidation

The company was, at the end of the year, a wholly-owned subsidiary of another company incorporated in the EEA and in accordance with Section 400 of the Companies Act 2006, is not required to produce, and has not published, consolidated accounts

#### Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and its ultimate parent publishes a consolidated cash flow statement

#### Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year less returns and allowances, exclusive of VAT. The principal activity continued to be that of assaying and sampling

#### Fixed assets

Tangible fixed assets are stated at invoice cost less accumulated depreciation. Cost is calculated as the costs incurred in bringing the fixed assets to its working conditions. 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

#### Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Plant & Machinery	- 20% to 33 33% straight line
Motor Vehicles	- 25% to 33 33% straight line

Precious metal assets are included in plant and machinery at an amount represented by the quantity held at the year end and valued at the metal price at that date

#### Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Cost is defined as the cost incurred in bringing the stock to its present location and condition

#### Work in progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal levels of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress

# ALFRED H KNIGHT INTERNATIONAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

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### 1. Accounting policies *(continued)*

#### **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 at a constant rate of charge on the balance of capital repayments outstanding.

#### **Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

#### **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 have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

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

#### **Foreign currencies**

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Non-monetary assets and liabilities and transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

#### **Investment income**

Investment income comprises dividends declared during the accounting period and interest receivable on unlisted investments.

#### **Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, 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.

# ALFRED H KNIGHT INTERNATIONAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

### 2. Turnover

The turnover and profit before tax are attributable to the one principal activity of the company

An analysis of turnover is given below

	2010 £	2009 £
United Kingdom	1,700,103	1,471,115
Europe	15,974,130	13,843,322
America	4,399,405	4,062,685
Asia	1,728,959	1,562,970
Other	1,834,656	1,788,853
	<u>25,637,253</u>	<u>22,728,945</u>

### 3. Other operating income

	2010 £	2009 £
Other operating income	<u>233,953</u>	<u>8,846</u>

### 4. Operating profit

Operating profit is stated after charging/(crediting)

	2010 £	2009 £
Depreciation of owned fixed assets	167,037	160,015
Depreciation of assets held under hire purchase agreements	-	14,562
Profit on disposal of fixed assets	(9,000)	-
Auditors remuneration	13,900	13,900
Net loss/(profit) on foreign currency translation	278,682	(834,216)
Management charges	<u>6,496,282</u>	<u>6,768,067</u>

### 5. Pension scheme

The company operates a defined contribution pension scheme for the benefit of the employees. The assets of the scheme are administered by trustees in a fund independent from those of the company. The total contributions paid in the year amounted to £191,012 (2009 £143,411).

**ALFRED H KNIGHT INTERNATIONAL LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2010**

**6. Particulars of employees**

The average number of staff employed by the company during the financial year amounted to

	<b>2010</b>	<b>2009</b>
	<b>No</b>	<b>No</b>
Office and production	<u>174</u>	<u>169</u>

The aggregate payroll costs of the above were

	<b>2010</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
Wages and salaries	3,900,393	3,768,358
Social security costs	396,169	379,301
Other pension costs	191,012	143,411
	<u>4,487,574</u>	<u>4,291,070</u>

The directors received no remuneration in this year or the previous year

**7. Interest payable and similar charges**

	<b>2010</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
Interest payable on bank borrowing	21	-
Finance charges	6,582	2,328
	<u>6,603</u>	<u>2,328</u>

**8. Taxation on ordinary activities**

**(a) Analysis of charge in the year**

	<b>2010</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
<b>UK taxation</b>		
UK Corporation tax based on the results for the year at 28% (2009 - 28%)	90,689	161,554
Under/(over) provision in prior year	37,510	(2,143)
	<u>128,199</u>	<u>159,411</u>
<b>Foreign tax</b>		
Current tax on income for the year	78,148	35,585
	<u>206,347</u>	<u>194,996</u>

# ALFRED H KNIGHT INTERNATIONAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

### 8. Taxation on ordinary activities *(continued)*

#### (b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 28% (2009 - 28%)

	2010 £	2009 £
Profit on ordinary activities before taxation	708,588	597,577
Profit on ordinary activities by rate of tax	198,405	167,322
Effects of (Income not allowable)/expenses not deductible for tax purposes	(39,795)	16,441
Difference between depreciation for the year and capital allowances	(3,812)	13,382
Overseas tax	78,148	35,579
Adjustments to tax charge in respect of previous periods	37,510	(2,143)
Double tax relief	(64,109)	(35,585)
Total current tax (note 8(a))	206,347	194,996

#### (c) Factors that may affect future tax charges

There are no factors affecting the future tax charge of the company

### 9. Tangible fixed assets

	Plant & Machinery £	Motor Vehicles £	Total £
<b>Cost</b>			
At 1 April 2009	2,422,950	8,495	2,431,445
Additions	176,947	—	176,947
Disposals	(19,378)	—	(19,378)
At 31 March 2010	2,580,519	8,495	2,589,014
<b>Depreciation</b>			
At 1 April 2009	1,882,025	3,775	1,885,800
Charge for the year	164,206	2,831	167,037
At 31 March 2010	2,046,231	6,606	2,052,837
<b>Net book value</b>			
At 31 March 2010	534,288	1,889	536,177
At 31 March 2009	540,925	4,720	545,645

#### Hire purchase agreements

Included within the net book value of £536,177 is £Nil (2009 - £15,777) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £Nil (2009 - £14,562)

# ALFRED H KNIGHT INTERNATIONAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

### 10. Investments

	Subsidiary undertakings	Associate undertaking	Total
	£	£	£
<b>Cost</b>			
At 1 April 2009	13,266	3,500	16,766
Disposals	-	(3,500)	(3,500)
At 31 March 2010	<u>13,266</u>	<u>-</u>	<u>13,266</u>
<b>Amounts written off</b>			
At 1 April 2009	13,266	3,500	16,766
Written off in prior years written back	-	(3,500)	(3,500)
At 31 March 2010	<u>13,266</u>	<u>-</u>	<u>13,266</u>
<b>Net book value</b>			
At 31 March 2010	-	-	-
At 31 March 2009	-	-	-

The company holds more than 20% of the ordinary share capital in the following

Name of company	Country of incorporation	Proportion held by company	Nature of business
Alfred H Knight International (Deutschland) GMBH	Germany	100%	Sampling and assaying
Alfred H Knight Bolivia Ltda	Bolivia	50%	Sampling and assaying
Knight International Surveys Limited	UK	100%	Dormant

The company's voting rights in respect of each subsidiary undertaking are held in the same proportion as the company's share of the ordinary share capital of each subsidiary

During the year the company disposed of its associate undertaking in Bootle Analytical Laboratory (Consultants) Limited

### 11 Stocks

	2010 £	2009 £
Raw materials	14,323	12,764
Work in progress	<u>252,373</u>	<u>200,396</u>
	<u>266,696</u>	<u>213,160</u>



# ALFRED H KNIGHT INTERNATIONAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

### 12. Debtors

	2010 £	2009 £
Trade debtors	4,221,457	4,085,332
Amounts owed by group undertakings	369,434	235,897
Amounts due from related parties	45,579	44,411
Other debtors	69,523	88,400
Prepayments and accrued income	73,450	31,960
	<u>4,779,443</u>	<u>4,486,000</u>

The debtors above include the following amounts falling due after more than one year

	2010 £	2009 £
Other debtors	<u>2,730</u>	<u>8,638</u>

### 13 Creditors: Amounts falling due within one year

	2010 £	2009 £
Trade creditors	412,733	101,008
Amounts owed to group undertakings	2,631,251	2,959,233
Amounts owed to related companies	633,083	360,022
Corporation tax	103,269	161,560
Other taxation and social security	92,232	134,020
Hire purchase agreements	—	1,500
Other creditors	3,983	3,500
Accruals and deferred income	600,050	820,970
	<u>4,476,601</u>	<u>4,541,813</u>

### 14. Commitments under hire purchase agreements

Future commitments under hire purchase agreements are as follows

	2010 £	2009 £
Amounts payable within 1 year	<u>—</u>	<u>1,500</u>
	<u>—</u>	<u>1,500</u>

Obligations under hire purchase contracts are secured on the assets concerned

### 15. Deferred taxation

No provision has been made in the financial statements and the amounts unprovided at the end of the year are as follows

	2010 £	2009 £
Excess of taxation allowances over depreciation on fixed assets	<u>7,531</u>	<u>3,854</u>

The deferred tax liability of £7,531 (2009 £3,854) has not been provided in the financial statements because in the opinion of the directors it is not material

# ALFRED H KNIGHT INTERNATIONAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

### 16. Derivatives

The company holds financial instruments that qualify as derivatives in order to manage its currency risks arising from its operations

The company places forward contracts for the purchase of US dollars at fixed rates. At the year end the following contracts had not yet matured

US dollar contract to sell US \$1,500,000 for £942,803 at a rate of \$1.591 to £1 due to mature on 30 April 2010

US dollar contract to sell US \$1,500,000 for £1,001,402 at a rate of \$1.4979 to £1 due to mature on 28 May 2010

The directors consider the fair value for the fixed exchange rate, the derivative element of these forward purchase contracts, to be immaterial

### 17. Contingencies

There is a counter indemnity held regarding the Guarantee dated 7 April 1989 to HM Customs and Excise for £1,000 (2009 £1,000)

### 18. Related party transactions

The company has taken advantage of the exemptions provided by Financial Reporting Standard No 8 from disclosing transactions with other group companies

At the balance sheet date amounts owed to the company by group undertakings, net of provisions of £292,050 (2009 £292,050), amounted to £369,434 (2009 £235,897). At the balance sheet date amounts owed to the company by related undertakings amounted to £45,579 (2009 £44,411)

At the balance sheet date amounts owed by the company to group undertakings amounted to £2,631,251 (2009 £2,959,233). At the balance sheet date amounts owed by the company to related undertakings amounted to £633,083 (2009 £360,022)

### 19. Share capital

Allotted, called up and fully paid:

	2010		2009	
	No	£	No	£
100,000 Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>

### 20. Share premium account

There was no movement on the share premium account during the financial year

### 21. Profit and loss account

	2010	2009
	£	£
Balance brought forward	2,672,669	2,270,088
Profit for the financial year	<u>502,241</u>	<u>402,581</u>
Balance carried forward	<u>3,174,910</u>	<u>2,672,669</u>

# ALFRED H KNIGHT INTERNATIONAL LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2010

### 22. Reconciliation of movements in shareholders' funds

	2010 £	2009 £
Profit for the financial year	502,241	402,581
Opening shareholders' funds	<u>2,791,754</u>	<u>2,389,173</u>
Closing shareholders' funds	<u>3,293,995</u>	<u>2,791,754</u>

### 23. Control

The company was under the immediate control of Alfred H Knight UK Holdings Limited throughout the current and previous year. The company was ultimately controlled by the directors of Alfred H Knight Holdings Limited, DJL Knight and RK Knight (who were also directors of this company), and G Gillett who collectively controlled the whole of Alfred H Knight Holdings Limited's issued ordinary share capital.

### 24. Ultimate parent company

The directors consider the ultimate parent company to be Alfred H Knight Holdings Limited, a company registered in England and Wales, which is the only undertaking that prepares group accounts including the financial statements of the company. Copies of the group accounts can be obtained from The Registrar of Companies, Companies Registration House, Maindy, Cardiff, CF4 3UZ.