

COURIER FACILITIES LIMITED
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2005

Newby Crouch
Chartered Accountants
Ember House
35-37 Creek Road
East Molesey
Surrey
KT8 9BE



COURIER FACILITIES LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2005**

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COURIER FACILITIES LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2005

DIRECTORS:

M C Patterson
A Smith
D J Flitterman
D B Pedri
J A Ebsworth
Miss J Spolitini
B P Sinden
K Ryall
N A Ferdinando
R Dylag
R McKinlay

SECRETARY:

A Taylor

REGISTERED OFFICE:

Ember House
35-37 Creek Road
East Molesey
Surrey
KT8 9BE

REGISTERED NUMBER:

1705359 (England and Wales)

AUDITORS:

Newby Crouch
Chartered Accountants
Ember House
35-37 Creek Road
East Molesey
Surrey
KT8 9BE

BANKERS:

Barclays Bank Plc

COURIER FACILITIES LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2005

The directors present their report with the financial statements of the company for the year ended 31 December 2005.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the management and administration of courier facilities and DTI systems at Heathrow airport for the clearance by HM Customs and Excise of goods carried by or on behalf of international courier and express companies.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

The directors consider the affairs of the company to be satisfactory and anticipate continued profitability.

FIXED ASSETS

The changes in fixed assets during the year are summarised in the notes to the accounts.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

DIRECTORS

The directors during the year under review were:

M C Patterson	
C A Mather	- resigned 19.06.2006
A Smith	
G A Adam	- resigned 10.10.2005
A Bryan	- resigned 1.11.2005
D J Flitterman	
T Klimatsidas	- resigned 1.11.2005
D B Pedri	
J A Ebsworth	
Miss J Spolitini	
B P Sinden	
K Ryall	
N A Ferdinando	
R Dylag	- appointed 1.11.2005
R McKinlay	- appointed 1.11.2005

The directors holding office at 31 December 2005 did not hold any beneficial interest in the issued share capital of the company at 1 January 2005 (or date of appointment if later) or 31 December 2005.

STATEMENT OF 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 which 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

COURIER FACILITIES LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2005

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Newby Crouch, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

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

ON BEHALF OF THE BOARD:


.....
M C Patterson - Director

Date: 6/7/06.....

REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF COURIER FACILITIES LIMITED

We have audited the financial statements of Courier Facilities Limited for the year ended 31 December 2005 on pages five to eleven. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Report of the Directors is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit 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 the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2005 and of its profit for the year then ended; and
- have been properly prepared in accordance with the Companies Act 1985.

Newby Crouch
Chartered Accountants
Ember House
35-37 Creek Road
East Molesey
Surrey
KT8 9BE



Date: 18 July 2006

COURIER FACILITIES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2005

		<u>2005</u>	<u>2004</u>
	Notes	£	£
TURNOVER		1,726,280	1,717,242
Cost of sales		<u>1,510,028</u>	<u>1,529,488</u>
GROSS PROFIT		216,252	187,754
Administrative expenses		<u>60,595</u>	<u>163,020</u>
		155,657	24,734
Other operating income		<u>137,659</u>	<u>-</u>
OPERATING PROFIT	3	293,316	24,734
Interest receivable and similar income		<u>8,970</u>	<u>7,251</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		302,286	31,985
Tax on profit on ordinary activities	4	<u>27,762</u>	<u>10,812</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		274,524	21,173
Retained profit brought forward		<u>235,916</u>	<u>214,743</u>
RETAINED PROFIT CARRIED FORWARD		<u><u>£510,440</u></u>	<u><u>£235,916</u></u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

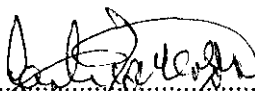
COURIER FACILITIES LIMITED

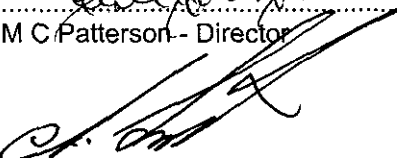
**BALANCE SHEET
31 DECEMBER 2005**

		<u>2005</u>		<u>2004</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	5		100,980		-
CURRENT ASSETS:					
Debtors	6	247,275		156,206	
Cash at bank		<u>547,473</u>		<u>388,086</u>	
		794,748		544,292	
CREDITORS: Amounts falling due within one year	7	<u>378,288</u>		<u>301,376</u>	
NET CURRENT ASSETS:			<u>416,460</u>		<u>242,916</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u>£517,440</u>		<u>£242,916</u>
CAPITAL AND RESERVES:					
Called up share capital	8		7,000		7,000
Profit and loss account			<u>510,440</u>		<u>235,916</u>
SHAREHOLDERS' FUNDS:	13		<u>£517,440</u>		<u>£242,916</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:


.....
M C Patterson - Director


.....
A Smith - Director

Approved by the Board on 06-07-06

COURIER FACILITIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 100% on cost
Computer equipment	- 100% on cost

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Deferred taxation is provided in accordance with Financial Reporting Standard Number 19.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. STAFF COSTS

	2005	2004
	£	£
Wages and salaries	558,746	537,848
Social security costs	54,622	49,244
Other pension costs	<u>6,829</u>	<u>6,912</u>
	<u>620,197</u>	<u>594,004</u>

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

	2005	2004
Office and management	<u>27</u>	<u>27</u>

3. OPERATING PROFIT

The operating profit is stated after charging:

	2005	2004
	£	£
Depreciation - owned assets	5,437	72,791
Auditors' remuneration	<u>3,800</u>	<u>3,650</u>
Directors' emoluments	<u>27,773</u>	<u>24,666</u>

COURIER FACILITIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

4. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2005 £	2004 £
Current tax:		
UK corporation tax	27,762	9,672
Prior year adjustment	<u>-</u>	<u>1,140</u>
 Tax on profit on ordinary activities	 <u>27,762</u>	 <u>10,812</u>

5. TANGIBLE FIXED ASSETS

	Fixtures and fittings	Computer equipment	Totals
	£	£	£
COST:			
At 1 January 2005	214,138	153,904	368,042
Additions	<u>-</u>	<u>106,417</u>	<u>106,417</u>
 At 31 December 2005	 <u>214,138</u>	 <u>260,321</u>	 <u>474,459</u>
 DEPRECIATION:			
At 1 January 2005	214,138	153,904	368,042
Charge for year	<u>-</u>	<u>5,437</u>	<u>5,437</u>
 At 31 December 2005	 <u>214,138</u>	 <u>159,341</u>	 <u>373,479</u>
 NET BOOK VALUE:			
At 31 December 2005	<u>-</u>	<u>100,980</u>	<u>100,980</u>
 At 31 December 2004	<u>-</u>	<u>-</u>	<u>-</u>

**6. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2005 £	2004 £
Trade debtors	218,572	125,156
VAT repayment	<u>28,703</u>	<u>31,050</u>
	<u>247,275</u>	<u>156,206</u>

COURIER FACILITIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

**7. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2005	2004
	£	£
Trade creditors	151,748	144,814
Refundable deposits	52,240	45,590
Taxation	27,762	10,812
Accrued expenses	<u>146,538</u>	<u>100,160</u>
	<u><u>378,288</u></u>	<u><u>301,376</u></u>

8. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	2005	2004
		value:	£	£
10,000	Ordinary Shares	£1	<u>10,000</u>	<u>10,000</u>

Allotted, issued and fully paid:				
Number:	Class:	Nominal	2005	2004
		value:	£	£
7,000	Ordinary Shares	£1	<u>7,000</u>	<u>7,000</u>

9. CONTINGENT LIABILITIES

At 31 December 2005 the company was not aware of any contingent liabilities (2004: none).

10. CAPITAL COMMITMENTS

At 31 December 2005 the company had not committed to, nor contracted for, capital expenditure (2004: none).

COURIER FACILITIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

11. RELATED PARTY DISCLOSURES

	2005	2004
Turnover includes the following amounts relating to shareholders:		
Bridges Worldwide Plc	3,659	1,278
DHL Aviation (UK) Limited	29,442	19,278
Federal Express Europe Inc	116,187	82,052
May Courier International Limited	1,747	5,073
Overseas Courier Service (London) Limited	20,691	32,385
Priority Air Freight Limited	24,639	13,809
Seabourne Express Courier Limited	6,905	7,160
Skynet (London) Ltd	-	9,596
TNT Express Worldwide UK Limited	144,824	153,263
UPS Nuneaton	78,441	74,100
World Courier (UK) Limited	14,908	13,641
ACP Worldwide	11,255	9,591
International Bonded Couriers Limited	12,733	13,481
Virgin Limited	30	432
	<u>£465,461</u>	<u>£435,137</u>

Debtors include the following amounts relating to shareholders:

Bridges Worldwide Plc	285	294
DHL Aviation (UK) Limited	3,005	7,101
Federal Express Europe Inc	12,263	8,995
May Courier International Limited	15	411
Overseas Courier Service (London) Limited	1,266	5,864
Priority Air Freight Limited	1,269	2,052
Seabourne Express Courier Limited	725	516
Skynet (London) Ltd	-	-
TNT Express Worldwide UK Limited	475	14,107
UPS Nuneaton	6,184	7,472
World Courier (UK) Limited	1,226	1,371
ACP Worldwide	2,184	846
International Bonded Couriers Limited	933	1,563
Virgin Limited	-	-
	<u>£29,830</u>	<u>£50,591</u>

12. POST BALANCE SHEET EVENTS

Since the balance sheet date no events have occurred which would have a material effect on these financial statements.

COURIER FACILITIES LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2005**

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2005	2004
	£	£
Profit for the financial year	274,524	21,173
Issued Shares	<u>-</u>	<u>500</u>
Net addition to shareholders' funds	274,524	21,673
Opening shareholders' funds	<u>242,916</u>	<u>221,243</u>
Closing shareholders' funds	<u>517,440</u>	<u>242,916</u>
 Equity interests	 <u>517,440</u>	 <u>242,916</u>

14. CONTROLLING SHAREHOLDING

Throughout the year the company was controlled equally by the shareholders.