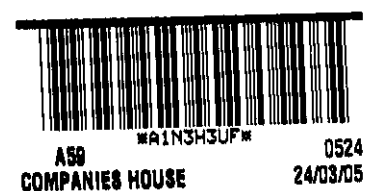


SEA AIR AND LAND FORWARDING LIMITED
ABBREVIATED ACCOUNTS
FOR
31ST AUGUST 2004

BHAGANI & CO

Chartered Accountants & Registered Auditor
Station House
11 Masons Avenue
Harrow
Middlesex HA3 5AH



SEA AIR AND LAND FORWARDING LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31ST AUGUST 2004

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SEA AIR AND LAND FORWARDING LIMITED

THE DIRECTOR'S REPORT

YEAR ENDED 31ST AUGUST 2004

The director has pleasure in presenting his report and the financial statements of the company for the year ended 31st August 2004.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was that of freight and forwarding agency.

RESULTS AND DIVIDENDS

The trading results for the year and the company's financial position at the end of the year are shown in the attached financial statements.

The director has not recommended a dividend.

THE DIRECTOR AND HIS INTERESTS IN THE SHARES OF THE COMPANY

The director who served the company during the year together with his beneficial interests in the shares of the company was as follows:

		At 31 August 2004	At 1 September 2003
Dr R S Ranger	Ordinary	90,000	90,000
Mrs Renu Ranger	Ordinary	<u>90,000</u>	<u>90,000</u>

DIRECTOR'S RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the profit or loss for the year then ended. In preparing those financial statements, the director is required to:

select suitable accounting policies, as described on page 7, 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. The director is 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.

SEA AIR AND LAND FORWARDING LIMITED

THE DIRECTOR'S REPORT *(continued)*


YEAR ENDED 31ST AUGUST 2004

AUDITOR

A resolution to re-appoint Bhagani & Co as auditor for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:
Station House
11 Masons Avenue
Harrow
Middlesex
HA3 5AH

Signed by order of the director


MRS RENU RANGER
Company Secretary

Approved by the director on 9th December 2004

SEA AIR AND LAND FORWARDING LIMITED**INDEPENDENT AUDITOR'S REPORT TO THE COMPANY****PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985**

I have examined the abbreviated accounts on pages 4 to 14, together with the financial statements of the company for the year ended 31st August 2004 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. My work has been undertaken so that I might state to the company those matters I am required to state to it in a special auditor's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company for my audit work, for this report, or for the opinions I have formed.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTOR AND THE AUDITOR

The director is responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is my 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 accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

I have carried out the procedures I 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. The scope of my work for the purpose of this report did not include examining or dealing with events after the date of my report on the financial statements.

OPINION

In my opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act, and the abbreviated accounts on pages 4 to 14 are properly prepared in accordance with those provisions.

Station House
11 Masons Avenue
Harrow
Middlesex HA3 5AH

10th December 2004



BHAGANI & CO
Chartered Accountants
& Registered Auditor

BHAGANI & CO
Chartered Accountants
11 Masons Avenue, Harrow,
Middlesex HA3 5AH
TEL: 020 885 1111 FAX: 020 885 1117

SEA AIR AND LAND FORWARDING LIMITED**ABBREVIATED BALANCE SHEET****31ST AUGUST 2004**

	Note	2004 £	2003 £
FIXED ASSETS			
Tangible assets	2	3,561,286	3,647,073
Investments	3	10,000	10,000
		<u>3,571,286</u>	<u>3,657,073</u>
CURRENT ASSETS			
Debtors	4	732,035	436,043
Cash at bank and in hand		294,389	136,376
		<u>1,026,424</u>	<u>572,419</u>
CREDITORS: Amounts falling due within one year	5	465,200	602,401
NET CURRENT ASSETS/(LIABILITIES)		<u>561,224</u>	<u>(29,982)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,132,510</u>	<u>3,627,091</u>
CREDITORS: Amounts falling due after more than one year	6	2,284,091	1,837,185
		<u>1,848,419</u>	<u>1,789,906</u>
CAPITAL AND RESERVES			
Called-up equity share capital	8	180,000	180,000
Profit and loss account		1,668,419	1,609,906
SHAREHOLDERS' FUNDS	9	<u>1,848,419</u>	<u>1,789,906</u>

These abbreviated financial statements have been prepared in accordance with the special provisions for medium-sized companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved and signed by the director on 9th December 2004.



DR R S RANGER

SEA AIR AND LAND FORWARDING LIMITED
ABBREVIATED PROFIT AND LOSS ACCOUNT
YEAR ENDED 31ST AUGUST 2004

	Note	2004 £	2003 £
GROSS PROFIT		859,473	1,007,363
Distribution Costs		764	37,966
Administrative expenses		<u>636,765</u>	<u>568,625</u>
OPERATING PROFIT	10	221,944	400,772
Interest receivable		2,798	373
Interest payable and similar charges	13	<u>(143,409)</u>	<u>(135,132)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		81,333	266,013
Tax on profit on ordinary activities	14	<u>22,820</u>	<u>77,743</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		58,513	188,270
Dividends	15	—	20,000
RETAINED PROFIT FOR THE FINANCIAL YEAR		58,513	168,270
Balance brought forward		<u>1,609,906</u>	<u>1,441,636</u>
Balance carried forward		<u>1,668,419</u>	<u>1,609,906</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.

SEA AIR AND LAND FORWARDING LIMITED

CASH FLOW STATEMENT

YEAR ENDED 31ST AUGUST 2004

	Note	2004 £	£	2003 £	£
NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES	16		(37,320)		414,301
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	16		(140,611)		(134,759)
TAXATION	16		(77,667)		(53,043)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT	16		(4,753)		(62,061)
EQUITY DIVIDENDS PAID			—		(20,000)
CASH (OUTFLOW)/INFLOW BEFORE FINANCING			(260,351)		144,438
FINANCING	16		418,364		(46,805)
INCREASE IN CASH	16		<u>158,013</u>		<u>97,633</u>

SEA AIR AND LAND FORWARDING LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31ST AUGUST 2004****1. ACCOUNTING POLICIES****Basis of accounting**

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

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

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:

Buildings	2% Straight Line
Plant & Machinery	25% WDV
F&F	25% WDV
Motor Vehicles	25% WDV

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. 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.

SEA AIR AND LAND FORWARDING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST AUGUST 2004

2. TANGIBLE FIXED ASSETS

	Freehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
COST					
At 1 September 2003	3,443,723	154,189	300,000	175,257	4,073,169
Additions	—	4,753	—	—	4,753
Disposals	—	—	—	(27,744)	(27,744)
At 31 August 2004	<u>3,443,723</u>	<u>158,942</u>	<u>300,000</u>	<u>147,513</u>	<u>4,050,178</u>
DEPRECIATION					
At 1 September 2003	48,000	108,257	173,438	96,401	426,096
Charge for the year	24,000	12,672	31,641	18,877	87,190
On disposals	—	—	—	(24,394)	(24,394)
At 31 August 2004	<u>72,000</u>	<u>120,929</u>	<u>205,079</u>	<u>90,884</u>	<u>488,892</u>
NET BOOK VALUE					
At 31 August 2004	<u>3,371,723</u>	<u>38,013</u>	<u>94,921</u>	<u>56,629</u>	<u>3,561,286</u>
At 31 August 2003	<u>3,395,723</u>	<u>45,932</u>	<u>126,562</u>	<u>78,856</u>	<u>3,647,073</u>

Hire purchase agreements

Included within the net book value of £3,561,286 is £40,139 (2003 - £53,518) relating to assets held under hire purchase agreements. The depreciation charged to the abbreviated accounts in the year in respect of such assets amounted to £13,379 (2003 - £17,839).

3. INVESTMENTS

Investment in Group Company

	£
COST	
At 1st September 2003 and 31st August 2004	<u>10,000</u>
NET BOOK VALUE	
At 31st August 2004	<u>10,000</u>
At 31st August 2003	<u>10,000</u>

SEA AIR AND LAND FORWARDING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST AUGUST 2004

4. DEBTORS

	2004	2003
	£	£
Trade debtors	202,601	72,420
Amounts owed by group undertakings	500,000	346,377
VAT recoverable	4,049	5,842
Other debtors	5,358	8,177
Prepayments and accrued income	20,027	3,227
	<u>732,035</u>	<u>436,043</u>

5. CREDITORS: Amounts falling due within one year

	2004	2003
	£	£
Bank loans and overdrafts	180,620	209,162
Trade creditors	184,024	192,214
Other creditors including taxation and social security:		
Corporation tax	22,820	77,667
PAYE and social security	7,624	7,208
Hire purchase agreements	20,748	20,748
	<u>51,192</u>	<u>105,623</u>
Accruals and deferred income	49,364	95,402
	<u>465,200</u>	<u>602,401</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2004	2003
	£	£
Bank loans and overdrafts	<u>180,620</u>	<u>209,162</u>

6. CREDITORS: Amounts falling due after more than one year

	2004	2003
	£	£
Bank loans and overdrafts	2,265,795	1,798,140
Other creditors:		
Hire purchase agreements	18,296	39,045
	<u>2,284,091</u>	<u>1,837,185</u>

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2004	2003
	£	£
Bank loans and overdrafts	<u>2,265,795</u>	<u>1,798,140</u>

SEA AIR AND LAND FORWARDING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST AUGUST 2004

7. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows:

	2004	2003
	£	£
Amounts payable within 1 year	20,748	20,748
Amounts payable between 2 to 5 years	18,296	39,045
	<u>39,044</u>	<u>59,793</u>

8. SHARE CAPITAL

Authorised share capital:

	2004	2003
	£	£
500,000 Ordinary shares of £1 each	<u>500,000</u>	<u>500,000</u>

Allotted, called up and fully paid:

	2004		2003	
	No	£	No	£
Ordinary shares of £1 each	<u>180,000</u>	<u>180,000</u>	<u>180,000</u>	<u>180,000</u>

9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2004	2003
	£	£
Profit for the financial year	58,513	188,270
Dividends	—	(20,000)
	<u>58,513</u>	<u>168,270</u>
Opening shareholders' equity funds	1,789,906	1,621,636
Closing shareholders' equity funds	<u>1,848,419</u>	<u>1,789,906</u>

10. OPERATING PROFIT

Operating profit is stated after charging:

	2004	2003
	£	£
Depreciation of owned fixed assets	73,811	89,944
Depreciation of assets held under hire purchase agreements	13,379	17,839
Loss on disposal of fixed assets	3,350	118
Auditor's remuneration		
- as auditor	6,600	6,000
Net loss on foreign currency translation	<u>152</u>	<u>10</u>

SEA AIR AND LAND FORWARDING LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS****YEAR ENDED 31ST AUGUST 2004****11. PARTICULARS OF EMPLOYEES**

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

	2004	2003
	No	No
Sales and distribution	6	6
Administrative staff	8	5
	<u>14</u>	<u>11</u>

The aggregate payroll costs of the above were:

	2004	2003
	£	£
Wages and salaries	373,843	285,872
Social security costs	28,482	22,041
Other pension costs	2,333	2,333
	<u>404,658</u>	<u>310,246</u>

12. DIRECTOR'S EMOLUMENTS

The director's aggregate emoluments in respect of qualifying services were:

	2004	2003
	£	£
Aggregate emoluments	<u>2,333</u>	<u>2,333</u>

The number of directors who accrued benefits under company pension schemes was as follows:

	2004	2003
	No	No
Defined benefit schemes	<u>1</u>	<u>1</u>

13. INTEREST PAYABLE AND SIMILAR CHARGES

	2004	2003
	£	£
Interest payable on bank borrowing	—	1,877
Finance charges	2,818	2,406
Other similar charges payable	140,591	130,849
	<u>143,409</u>	<u>135,132</u>

SEA AIR AND LAND FORWARDING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST AUGUST 2004

14. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2004 £	2003 £
Current tax:		
UK Corporation tax based on the results for the year	22,820	77,667
Over/under provision in prior year	—	76
Total current tax	<u>22,820</u>	<u>77,743</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is the same as the standard rate of corporation tax in the UK of 30% (2003 - 30%).

	2004 £	2003 £
Profit on ordinary activities before taxation	<u>81,333</u>	<u>266,013</u>
Profit/(loss) on ord actvs by rate of tax	<u>22,820</u>	<u>77,743</u>
Total current tax (note 14(a))	<u>22,820</u>	<u>77,743</u>

15. DIVIDENDS

No dividend has been recommended for the year ended 31st August 2004.

16. NOTES TO THE STATEMENT OF CASH FLOWS

RECONCILIATION OF OPERATING PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES

	2004 £	2003 £
Operating profit	221,944	400,772
Depreciation	87,190	107,783
Loss on disposal of fixed assets	3,350	118
Increase in debtors	(295,992)	(225,653)
(Decrease)/increase in creditors	(53,812)	131,281
Net cash (outflow)/inflow from operating activities	<u>(37,320)</u>	<u>414,301</u>

RETURNS ON INVESTMENTS AND SERVICING OF FINANCE

	2004 £	2003 £
Interest received	2,798	373
Interest paid	(140,591)	(132,726)
Interest element of hire purchase	(2,818)	(2,406)
Net cash outflow from returns on investments and servicing of finance	<u>(140,611)</u>	<u>(134,759)</u>

SEA AIR AND LAND FORWARDING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST AUGUST 2004

16. NOTES TO THE STATEMENT OF CASH FLOWS *(continued)*

TAXATION

	2004 £	2003 £
TAXATION	<u>(77,667)</u>	<u>(53,043)</u>

CAPITAL EXPENDITURE

	2004 £	2003 £
Payments to acquire tangible fixed assets	(4,753)	(68,062)
Receipts from sale of fixed assets	—	6,001
Net cash outflow from capital expenditure	<u>(4,753)</u>	<u>(62,061)</u>

FINANCING

	2004 £	2003 £
Repayment of bank loans	439,113	(82,085)
Capital element of hire purchase	(20,749)	35,280
Net cash inflow/(outflow) from financing	<u>418,364</u>	<u>(46,805)</u>

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	2004 £	£	2003 £	£
Increase in cash in the period	158,013		97,633	
Net cash (inflow) from/outflow from bank loans	(439,113)		82,085	
Cash outflow in respect of hire purchase	<u>20,749</u>		<u>(35,280)</u>	
		(260,351)		144,438
Change in net debt		(260,351)		144,438
Net debt at 1 September 2003		(1,930,719)		(2,075,158)
Net debt at 31 August 2004		<u>(2,191,070)</u>		<u>(1,930,719)</u>

SEA AIR AND LAND FORWARDING LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31ST AUGUST 2004

16. NOTES TO THE STATEMENT OF CASH FLOWS *(continued)*

ANALYSIS OF CHANGES IN NET DEBT

	At 1 Sep 2003 £	Cash flows £	At 31 Aug 2004 £
Net cash:			
Cash in hand and at bank	<u>136,376</u>	<u>158,013</u>	<u>294,389</u>
Debt:			
Debt due within 1 year	(209,162)	28,542	(180,620)
Debt due after 1 year	(1,798,140)	(467,655)	(2,265,795)
Hire purchase agreements	(59,793)	20,749	(39,044)
	<u>(2,067,095)</u>	<u>(418,364)</u>	<u>(2,485,459)</u>
Net debt	<u>(1,930,719)</u>	<u>(260,351)</u>	<u>(2,191,070)</u>