

Mega Trucking Company Limited

Report and financial statements

31 December 2013



Mega Trucking Company Limited

Registered No: 2681656

Directors'

Ewals Cargo Care Transport BV
B Ewals

Secretary

B Ewals

Auditors

KPMG LLP
6 Lower Brook Street
Ipswich
Suffolk
IP4 1AP

Bankers

BNP Paribas
10 Harewood Avenue
London
NW1 6AA

Registered office

Charter Court
Stephenson Road
Colchester Business Park
Colchester
Essex
CO4 4QR

Strategic report

The directors present their strategic report, directors' report and financial statements for the year ended 31 December 2013.

Business review

Mega Trucking Company Limited is a truck operator providing services to UK based logistics providers. The company is exclusively involved in the UK logistics market. The company operates, principally, from two sites, Alconbury in Cambridgeshire and Ellesmere Port in Cheshire.

The company has negotiated a fuel price mechanism which compensates the company for any fluctuations in the price of diesel. Additionally the company has positioned itself, in terms of labour and trucks, to mitigate any short and long term fluctuations in business activity.

The company's turnover has increased from £8,821,087 in 2012 to £8,833,162 in 2013. This small change year on year is a reflection that the trading pattern has remained consistent.

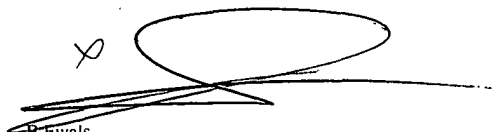
The company has achieved a pre-tax profit of £203,024 (2012: profit of £254,914) and a retained profit of £155,949 (2012: profit of £192,659). The company expects that the trading conditions will be similar to that experienced in 2012. Pressure on margins are expected to remain during the year.

Key performance indicators are as follows:

	2013	2012
Gross margin	8,12%	9,59%
Net margin	2,30%	2,89%

Although no specific statistics are available the company aims to consider the welfare of its staff at all times whilst operating with an awareness and responsibility towards key environmental issues.

Signed by


B Ewals
Director

Directors' report

Results and dividends

The profit for the year amounted to £155,949 (2012 profit: £192,659). The directors do not recommend the payment of any dividend (2012: nil).

Directors and directors' interest

These are the directors that held office during the period:

Ewals Cargo Care Transport BV
B Ewals

The directors benefit from qualifying third party indemnity provisions in place during the financial year and at the date of this report.

Political And Charitable Donations

During the year the company made no charity or political donations (2012: nil)

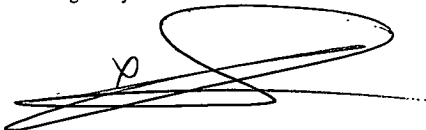
Disclosure of information to the auditors

The directors who held office at the date of approval of this directors' report confirm that, so far they are aware, there is no relevant audit information of which the company's auditors are unaware; and each director has taken all steps that it ought to have taken as a director to make itself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditors

A resolution to reappoint KPMG LLP as auditors will be put to the members at the Annual General Meeting.

Signed by

A handwritten signature in black ink, consisting of a large, stylized 'B' and 'E' intertwined, with a horizontal line extending to the right.

B Ewals
Director

A handwritten signature in black ink, consisting of a large, stylized 'B' and 'E' intertwined, with a horizontal line extending to the right.

Statement of directors' responsibilities in respect of the financial statements

The directors are responsible for preparing the strategic report, 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 they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; 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 proper 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Independent auditor's report

to the members of Mega Trucking Company Limited

We have audited the financial statements of Mega Trucking Company Limited for the year ended 31 December 2013 set out on pages 6 to 13. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK 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 to them 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 4, 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, and express an opinion on, 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

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's web site at www.frc.org.uk/auditscopeukprivate.

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 December 2013 and of its profit for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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.

S Beavis

Stephanie Beavis (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
6 Lower Brook Street, Ipswich, IP4 1AP

5 September 2014

Mega Trucking Company Limited

Profit and loss account for the year ended 31 December 2013

		2013	2012
	Notes	£	£
Turnover	2	8,833,162	8,821,087
Cost of sales		<u>(8,116,037)</u>	<u>(7,974,861)</u>
Gross profit		717,125	846,226
Administrative expenses		<u>(514,101)</u>	<u>(591,304)</u>
Operating profit	3	203,024	254,922
Interest payable and similar charges	5	<u>-</u>	<u>(8)</u>
Profit on ordinary activities before taxation		203,024	254,914
Tax on profit on ordinary activities	6	<u>(47,075)</u>	<u>(62,255)</u>
Profit for the financial year		<u><u>155,949</u></u>	<u><u>192,659</u></u>

All amounts relate to continuing operations.

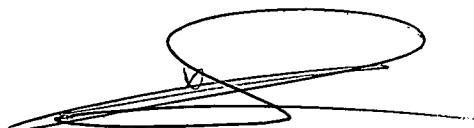
There were no recognised gains and losses other than the profit for the financial year.

Mega Trucking Company Limited

Balance sheet at 31 December 2013

	Notes	£	2013 £	£	2012 £
Fixed assets					
Tangible assets	7		-		23
Current assets					
Debtors	8	1,231,002		1,175,276	
Cash at bank and in hand		125,121		101,437	
		<u>1,356,123</u>		<u>1,276,713</u>	
Creditors: amounts falling due within one year	9	<u>(667,638)</u>		<u>(644,200)</u>	
Net current assets			688,485		632,513
Total assets			<u>688,485</u>		<u>632,536</u>
Capital and reserves					
Called up share capital	13		10,000		10,000
Other reserves	14		-		100,000
Profit and loss account	14		678,485		522,536
Shareholders' funds	14		<u>688,485</u>		<u>632,536</u>

These financial statements were approved by the board of directors on 05-05-14 and were signed on its behalf by:



B Ewals
Director



Notes to the financial statements

1 Accounting Policies

Basis of preparation

The company's forecasts and projections, taking account of expectations in positive changes in trading performance, show that the company is expected to generate positive cash flows on its own account for the foreseeable future.

On the basis of their assessment of the company's financial position, the company's directors have a reasonable expectation that the company will be able to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in the annual financial statements.

Cash flow statement

The directors have taken advantage of the exemption in FRS 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and its parent publishes consolidated financial statements.

Related parties transactions

The company is a wholly owned subsidiary of Ewals Cargo Care Transport BV, the consolidated accounts of which are publicly available. Accordingly, the company has taken advantage of the exemption in FRS 8 from disclosing transactions with members or investees of the Ewals Cargo Care Transport group.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost or valuation, less estimated residual value based on prices prevailing at the date of acquisition or valuation of each asset evenly over its expected useful life, as follows:

Plant & machinery - 20% to 33%

The carrying value of tangible fixed assets is reviewed for impairment in periods where events or changes in circumstances indicated that the carrying value may not be recoverable.

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, with the following exception:

- 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.

Leases

Operating lease rentals are charged to the profit and loss account on a straight line basis over the period of the lease.

Notes to the financial statements (continued)

1 Accounting Policies (continued)

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date.

All differences are taken to the profit and loss account.

Pension costs

The company operates a defined contribution pension scheme. Contributions are charged in the profit and loss account as they become payable in accordance with the rules of the scheme.

2 Turnover

Turnover is wholly attributable to the principal activity of the company after deducting trade discounts and value added tax where appropriate. Turnover is attributable to the UK region.

3 Operating profit

This is stated after charging:

	2013 £	2012 £
Auditors' remuneration - audit of these financial statements	10,250	10,400
Depreciation of owned assets	23	320
Operating leases	1,174,188	1,085,470

4 Staff costs

	2013 £	2012 £
Wages and salaries	1,940,382	1,988,178
Social security costs	185,893	197,304
Other pension costs	32,973	35,377
	2,159,248	2,220,859

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

	2013 No.	2012 No.
Drivers	60	60
Administrative staff	11	11
	71	71

The directors did not receive any emoluments during the year (2012: Nil).

Notes to the financial statements (continued)

5 Interest payable and similar charges

	2013 £	2012 £
Bank interest payable	-	8
	<u>-</u>	<u>8</u>

6 Taxation

	2013 £	2012 £
<i>UK corporation tax</i>		
Current tax on income for the period	<u>47.075</u>	<u>62.255</u>
Current tax charge for period	47.075	62.255
Deferred tax (see note 10)	-	-
Tax on profit on ordinary activities	<u>47.075</u>	<u>62.255</u>

Factors affecting the tax charge for the current period

The current tax charge for the period is lower (2012: lower) than the standard rate of corporation tax in the UK. The differences are explained below.

	2013 £	2012 £
<i>Current tax reconciliation</i>		
Profit on ordinary activities before tax	<u>203.024</u>	<u>254.914</u>
Average rate of tax for year at 23.25% (2012: 24.5%)	47.203	62.454
<i>Effects of</i>		
Expenses not deductible	76	23
Other timing differences	(204)	(222)
Total current tax (see above)	<u>47.075</u>	<u>62.255</u>

Notes to the financial statements (continued)

7 Tangible fixed assets

	Plant & Machinery £
Cost:	
At 1 January 2013	25.238
At 31 December 2013	<u>25.238</u>
Depreciation:	
At 1 January 2013	25.215
Provided during the year	23
At 31 December 2013	<u>25.238</u>
Net book value:	
At 31 December 2013	<u>-</u>
At 31 December 2012	<u>23</u>

8 Debtors

	2013 £	2012 £
Trade debtors	891.221	865.505
Amounts owed by group undertakings	855	317
Other debtors	250.843	270.908
Prepayments and accrued income	88.083	38.546
	<u>1.231.002</u>	<u>1.175.276</u>

9 Creditors: amounts falling due within one year

	2013 £	2012 £
Trade creditors	299.297	299.642
Amounts owed to group undertakings	1.569	9.089
Corporation tax	46.970	32.255
Other taxes and social security	60.135	51.047
Accruals and deferred income	259.667	252.167
	<u>667.638</u>	<u>644.200</u>

Notes to the financial statements (continued)

10 Deferred Tax

No deferred tax has been recognised in either the current or prior years.

The element of unprovided deferred tax assets is as follows:

	2013 £	2012 £
Depreciation in advance of capital allowances	<u>947</u>	<u>1.122</u>

11 Pensions

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered scheme. At the year end unpaid contributions amounted to £4,747 (2012: £4,574)

12 Related party transactions

During the year the company entered into the following transactions with companies from the Ewals Cargo Care Group BV group - a related group of companies.

2013

	Trade sales £	Recharges £	Management fee £	Year end balance £
Ewals Cargo Care BV	8.451.728	(37.908)	-	805.148
Ewals Cargo Care Limited	-	(70.879)	(21.000)	2.450

2012

	Trade sales £	Recharges £	Management fee £	Year end balance £
Ewals Cargo Care BV	8.598.025	(60.978)	-	807.632
Ewals Cargo Care Limited	-	(133.491)	(27.000)	1.054

Notes to the financial statements (continued)

13 Share capital

Allotted, called up and fully paid

	No	2013 £	No	2012 £
Ordinary shares of £1 each	10.000	<u>10.000</u>	10.000	<u>10.000</u>

14 Reconciliation of shareholders' funds and movement on reserves

	Share capital £	Capital contribution £	Profit & loss account £	Total share- holders funds £
At 1 January 2012	10.000	100.000	329.877	439.877
Profit for the year	-	-	192.659	192.659
At 31 December 2012	<u>10.000</u>	<u>100.000</u>	<u>522.536</u>	<u>632.536</u>
Profit for the year	-	-	155.949	155.949
Capital contribution repaid	-	(100.000)	-	(100.000)
At 31 December 2013	<u>10.000</u>	<u>-</u>	<u>678.485</u>	<u>688.485</u>

15 Operating lease commitments

As at 31 December 2013 the company had annual commitments under non-cancellable operating leases for trucks as set out below:

	2013 £	2012 £
Less than one year	22.120	58.855
Between one and five years	843.970	816.497
At 31 December 2013	<u>866.090</u>	<u>875.352</u>

16 Ultimate Parent Company

The company's immediate parent company at the year end is Ewals Cargo Care Transport BV, Arienstraat 61-63, 5931 HM Tegelen, The Netherlands, incorporated in the Netherlands. The largest and smallest group in which the results of the company are consolidated is that of which Ewals Holdings BV is the parent company. The group financial statements can be obtained from The Chamber of Commerce, Venlo, The Netherlands.

The ultimate controlling party is considered to be Ewals Holdings BV, a company incorporated in the Netherlands.