

COMPANY REGISTRATION NUMBER 2990765

J VAN VLIET LONDON CASH AND CARRY LTD
FINANCIAL STATEMENTS
31 DECEMBER 2007



HURSHENS LIMITED
Chartered Accountants & Registered Auditors
14 Theobald Street
Borehamwood
Herts
WD6 4SE

J VAN VLIET LONDON CASH AND CARRY LTD

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

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J VAN VLIET LONDON CASH AND CARRY LTD

THE DIRECTOR'S REPORT

YEAR ENDED 31 DECEMBER 2007

The director has pleasure in presenting his report and the financial statements of the group for the year ended 31 December 2007

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the group during the year was that of the sale of wholesale flowers, plants and associated goods and services

The director is encouraged by the group profit achieved for the year. This is largely due to improvement in the gross profit margin.

The director is currently implementing improvements in its systems and hopes that this results in an increased profit levels in the coming year.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £449,344. The director has not recommended a dividend.

FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

Financial risk management objectives and policies

a) the financial risk management objectives and policies of the group including the policy for hedging each major type of forecasted transaction for which hedge accounting is used, and

b) the exposure of the group to price risk, credit risk, liquidity risk and cash flow risk,

unless such information is not material for the assessment of the assets, liabilities, financial position and profit or loss of the group.

Derivatives

The group has no derivatives.

THE DIRECTOR AND HIS INTERESTS

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

	Ordinary Shares of £1 each	
	At 31 December 2007	At 1 January 2007
Mr JC Van Der Sar	-	-

J VAN VLIET LONDON CASH AND CARRY LTD

THE DIRECTOR'S REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2007

DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that year. In preparing these financial statements, the director is 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 group will continue in business.

The director is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the group and enable him to ensure that the financial statements comply with the Companies Act 1985. He is also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the director is aware

- there is no relevant audit information of which the group's auditor is unaware, and
- the director has taken all steps that he ought to have taken to make himself aware of any relevant audit information and to establish that the auditor is aware of that information.

AUDITOR

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

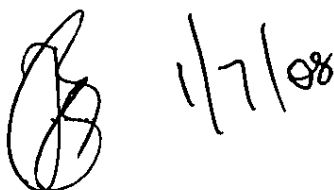
Registered office
Parkview Nursery
Theobalds Park Road
Crews Hill
Enfield
Middx
EN2 9BQ

Signed by

Mr JC Van Der Sar

Director

Approved by the director on



J VAN VLIET LONDON CASH AND CARRY LTD
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF J
VAN VLIET LONDON CASH AND CARRY LTD

YEAR ENDED 31 DECEMBER 2007

We have audited the group and parent company financial statements ("the financial statements") of J Van Vliet London Cash and Carry Ltd for the year ended 31 December 2007, which have been prepared on the basis of the accounting policies set out on pages 10 to 11

This report is made solely to the company's shareholders, 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 shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND AUDITOR

The director's responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Director's Responsibilities.

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 whether in our opinion the information given in the Director's Report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 director's remuneration and other transactions is not disclosed.

We read the Director's Report 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, except that the scope of our work was limited as explained below.

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

We planned 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.

J VAN VLIET LONDON CASH AND CARRY LTD
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF J
VAN VLIET LONDON CASH AND CARRY LTD *(continued)*

YEAR ENDED 31 DECEMBER 2007

The group accounts include the results of J Van Vliet New York LLC, a company incorporated in New York, in the United States of America. This subsidiary does not require a statutory audit. The results for this subsidiary for the year show a profit of £134,892, together with aggregate losses of £324,470. There were no other satisfactory audit procedures that we could adopt with respect to auditing the results of this subsidiary included in these consolidated accounts.


In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

QUALIFIED OPINION

Except for any adjustments that might have been necessary had the subsidiary J Van Vliet New York LLC been audited, in our opinion the financial statements give a true and fair view of the state of the company's affairs and of the group as at 31 December 2007 and of the profit of the group for the year ended, and have been properly prepared in accordance with the Companies Act 1985.

14 Theobald Street
Borehamwood
Herts
WD6 4SE

3/1/08



HURSHENS LIMITED
Chartered Accountants
& Registered Auditors

J VAN VLIET LONDON CASH AND CARRY LTD

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 DECEMBER 2007

	Note	2007 £	2006 £
GROUP TURNOVER	2	19,897,236	17,356,021
Cost of sales		<u>15,696,111</u>	<u>13,960,930</u>
GROSS PROFIT		4,201,125	3,395,091
Distribution costs		<u>1,121,052</u>	889,152
Administrative expenses		<u>2,426,364</u>	1,763,031
OPERATING PROFIT	3	653,709	742,908
Interest receivable		<u>23,961</u>	28,956
Interest payable and similar charges	6	<u>(53,562)</u>	(59,564)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>624,108</u>	<u>712,300</u>
Tax on profit on ordinary activities	7	<u>174,764</u>	224,258
PROFIT FOR THE FINANCIAL YEAR	8	<u>449,344</u>	<u>488,042</u>

All of the activities of the group are classed as continuing

The company has taken advantage of section 230 of the Companies Act 1985
not to publish its own Profit and Loss Account

The notes on pages 10 to 22 form part of these financial statements.

J VAN VLIET LONDON CASH AND CARRY LTD
GROUP STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
YEAR ENDED 31 DECEMBER 2007

	2007 £	2006 £
Profit for the financial year attributable to the shareholders of the parent company	449,344	488,042
Dividends paid	—	(75,000)
Total gains and losses recognised since the last annual report	<u>449,344</u>	<u>413,042</u>

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2007 £	2006 £
Profit for the financial year	449,344	488,042
Equity dividends	—	(75,000)
Goodwill on consolidation	(310,699)	—
Profit on foreign currency on translation of foreign subsidiary	9,801	(104,837)
Net addition to shareholders' funds	<u>148,446</u>	<u>308,205</u>
Opening shareholders' funds	<u>513,225</u>	<u>205,020</u>
Closing shareholders' funds	<u>661,671</u>	<u>513,225</u>

The notes on pages 10 to 22 form part of these financial statements

J VAN VLIET LONDON CASH AND CARRY LTD


GROUP BALANCE SHEET

31 DECEMBER 2007

	Note	2007 £	2006 £
FIXED ASSETS			
Intangible assets	10	127,837	–
Tangible assets	11	1,986,876	1,297,548
		<u>2,114,713</u>	<u>1,297,548</u>
CURRENT ASSETS			
Stocks	13	1,345,647	845,444
Debtors	14	1,940,365	1,135,625
Cash at bank		429,938	–
		<u>3,715,950</u>	<u>1,981,069</u>
CREDITORS: Amounts falling due within one year	15	<u>4,903,293</u>	<u>2,503,464</u>
NET CURRENT LIABILITIES		<u>(1,187,343)</u>	<u>(522,395)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>927,370</u>	<u>775,153</u>
CREDITORS: Amounts falling due after more than one year	16	<u>265,699</u>	<u>261,928</u>
		<u>661,671</u>	<u>513,225</u>
CAPITAL AND RESERVES			
Called-up equity share capital	21	51,000	51,000
Profit and loss account	22	610,671	462,225
SHAREHOLDERS' FUNDS		<u>661,671</u>	<u>513,225</u>

These financial statements were approved and signed by the director and authorised for issue on

1/7/08


 MR JG VAN DER SAR

The notes on pages 10 to 22 form part of these financial statements.

J VAN VLIET LONDON CASH AND CARRY LTD

BALANCE SHEET

31 DECEMBER 2007

	Note	2007 £	2006 £
FIXED ASSETS			
Tangible assets	11	164,935	108,538
Investments	12	128,326	101
		<u>293,261</u>	<u>108,639</u>
CURRENT ASSETS			
Stocks	13	437,796	432,364
Debtors	14	1,662,536	1,610,756
		<u>2,100,332</u>	<u>2,043,120</u>
CREDITORS: Amounts falling due within one year	15	1,416,335	1,303,118
NET CURRENT ASSETS		<u>683,997</u>	<u>740,002</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>977,258</u>	<u>848,641</u>
CAPITAL AND RESERVES			
Called-up equity share capital	21	51,000	51,000
Profit and loss account	22	926,258	797,641
SHAREHOLDERS' FUNDS		<u>977,258</u>	<u>848,641</u>

These financial statements were approved and signed by the director and authorised for issue on

11/7/08

 MR J C VAN DER SAR

The notes on pages 10 to 22 form part of these financial statements

J VAN VLIET LONDON CASH AND CARRY LTD

GROUP CASH FLOW

YEAR ENDED 31 DECEMBER 2007

	Note	2007 £	2006 £
NET CASH INFLOW FROM OPERATING ACTIVITIES	23	1,942,604	982,904
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	23	(29,601)	(30,608)
TAXATION	23	(307,607)	(120,732)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT	23	(614,152)	(158,687)
EQUITY DIVIDENDS PAID		–	(75,000)
CASH INFLOW BEFORE FINANCING		991,244	597,877
FINANCING	23	512,616	(92,952)
INCREASE IN CASH	23	1,503,860	504,925

The notes on pages 10 to 22 form part of these financial statements

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention

Basis of consolidation

The consolidated financial statements incorporate the financial statements of the company and all group undertakings. These are adjusted, where appropriate, to conform to group accounting policies. Acquisitions are accounted for under the acquisition method and goodwill on consolidation is capitalised and written off over five years from the year of acquisition. The results of companies acquired or disposed of are included in the profit and loss account after or up to the date that control passes respectively. As a consolidated profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group financial statements by virtue of section 230 of the Companies Act 1985.

Related parties transactions

The group is 100% owned by Esmeralda Limited, which is incorporated in Malta. Accordingly, the company has taken advantage of the exemption from disclosing transactions within the group.

Turnover

The director considers it to be seriously prejudicial to the interests of the company to disclose information regarding turnover.

Amortisation

Amortisation 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:

Goodwill - 10 years straight line

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:

Freehold Property	- 25% straight line
Leasehold Property	- length of lease
Plant & Machinery	- 25% straight line
Fixtures & Fittings	- 25% straight line
Motor Vehicles	- 25% straight line
Equipment	- 25% straight line
Computer equipment	- 25% straight line

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

1. ACCOUNTING POLICIES *(continued)*

Stocks

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

Leasing and hire purchase commitments

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, and hire purchase contracts, are capitalised in the balance sheet and are depreciated over their useful lives. The capital elements of future obligations under the leases and hire purchase contracts are included as liabilities in the balance sheet.

The interest elements of the rental obligations are charged in the profit and loss account over the periods of the leases and hire purchase contracts and represent a constant proportion of the balance of capital repayments outstanding.

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Deferred taxation

Deferred taxation is provided using the liability method on all timing differences, which are expected to reverse in the future without being replaced, calculated at the rate at which it is anticipated the timing differences will reverse or to

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.

2. TURNOVER

The director considers it to be seriously prejudicial to the interests of the company to disclose information regarding turnover.

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

3. OPERATING PROFIT

Operating profit is stated after charging/(crediting)

	2007	2006
	£	£
Amortisation	10,285	39,739
Depreciation of owned fixed assets	180,667	185,264
Depreciation of assets held under hire purchase agreements	51,724	18,742
Loss/(Profit) on disposal of fixed assets	3,167	(304)
Auditor's remuneration		
- as auditor	14,182	9,030
Operating lease costs		
Other	224,548	179,052
Net loss on foreign currency translation	<u>20,281</u>	<u>—</u>

4. PARTICULARS OF EMPLOYEES

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

	2007	2006
	No	No
Number of distribution staff	108	57
Number of administrative staff	6	5
Number of management staff	1	1
	<u>115</u>	<u>63</u>

The aggregate payroll costs of the above were

	2007	2006
	£	£
Wages and salaries	1,901,028	1,390,481
Social security costs	148,292	113,542
Other pension costs	501	—
	<u>2,049,821</u>	<u>1,504,023</u>

5. DIRECTOR'S EMOLUMENTS

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

	2007	2006
	£	£
Emoluments receivable	<u>88,400</u>	<u>50,000</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

6. INTEREST PAYABLE AND SIMILAR CHARGES

	2007 £	2006 £
Finance charges	1,769	–
Other similar charges payable	<u>51,793</u>	<u>59,564</u>
	<u>53,562</u>	<u>59,564</u>

7. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2007 £	2006 £
Current tax		
UK Corporation tax based on the results for the year at 30% (2006 - 30%)	165,118	224,258
(Over)/under provision in prior year	<u>9,646</u>	<u>–</u>
Total current tax	<u>174,764</u>	<u>224,258</u>

(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 30% (2006 - 30%)

	2007 £	2006 £
Profit on ordinary activities before taxation	<u>624,108</u>	<u>712,300</u>
Profit on ordinary activities by rate of tax	164,462	224,258
Adjustments to tax charge in respect of previous periods	<u>10,302</u>	<u>–</u>
Total current tax (note 7(a))	<u>174,764</u>	<u>224,258</u>

8. PROFIT ATTRIBUTABLE TO MEMBERS OF THE PARENT COMPANY

The profit dealt with in the accounts of the parent company was £128,617 (2006 - £270,526)

9. DIVIDENDS

Equity dividends

	2007 £	2006 £
Paid during the year		
Equity dividends on ordinary shares	<u>–</u>	<u>150,000</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

10. INTANGIBLE FIXED ASSETS

Group	Goodwill
	£
COST	
At 1 January 2007 and 31 December 2007	<u>253,045</u>
AMORTISATION	
At 1 January 2007	70,792
Charge for the year	<u>54,416</u>
At 31 December 2007	<u>125,208</u>
NET BOOK VALUE	
At 31 December 2007	<u>127,837</u>
At 31 December 2006	<u>182,253</u>

11. TANGIBLE FIXED ASSETS

Group	Freehold & Leasehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Other Assets £	Total £
COST						
At 1 Jan 2007	1,118,832	1,133,827	507,863	200,134	476,268	3,436,924
Additions	67,360	281,959	62,535	6,788	236,343	654,985
Disposals	–	(64,555)	–	(6,950)	–	(71,505)
At 31 Dec 2007	<u>1,186,192</u>	<u>1,351,231</u>	<u>570,398</u>	<u>199,972</u>	<u>712,611</u>	<u>4,020,404</u>
DEPRECIATION						
At 1 Jan 2007	74,058	677,348	459,818	86,322	381,136	1,678,682
Charge for the year	44,201	170,727	32,827	35,895	98,701	382,351
On disposals	–	(23,566)	–	(3,939)	–	(27,505)
At 31 Dec 2007	<u>118,259</u>	<u>824,509</u>	<u>492,645</u>	<u>118,278</u>	<u>479,837</u>	<u>2,033,528</u>
NET BOOK VALUE						
At 31 Dec 2007	<u>1,067,933</u>	<u>526,722</u>	<u>77,753</u>	<u>81,694</u>	<u>232,774</u>	<u>1,986,876</u>
At 31 Dec 2006	<u>1,044,774</u>	<u>456,479</u>	<u>48,045</u>	<u>113,812</u>	<u>95,132</u>	<u>1,758,242</u>

Hire purchase agreements

Included within the net book value of £1,986,876 is £189,780 (2006 - £52,307) 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 £51,724 (2006 - £18,742).

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

11. TANGIBLE FIXED ASSETS *(continued)*

Company	Leasehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Other Assets £	Total £
COST						
At 1 Jan 2007	–	121,802	446,949	80,705	314,822	964,278
Additions	<u>10,580</u>	<u>3,200</u>	<u>11,768</u>	<u>–</u>	<u>95,508</u>	<u>121,056</u>
At 31 Dec 2007	<u>10,580</u>	<u>125,002</u>	<u>458,717</u>	<u>80,705</u>	<u>410,330</u>	<u>1,085,334</u>
DEPRECIATION						
At 1 Jan 2007	–	105,064	420,739	58,438	271,499	855,740
Charge for the year	<u>1,554</u>	<u>5,696</u>	<u>11,979</u>	<u>7,020</u>	<u>38,410</u>	<u>64,659</u>
At 31 Dec 2007	<u>1,554</u>	<u>110,760</u>	<u>432,718</u>	<u>65,458</u>	<u>309,909</u>	<u>920,399</u>
NET BOOK VALUE						
At 31 Dec 2007	<u>9,026</u>	<u>14,242</u>	<u>25,999</u>	<u>15,247</u>	<u>100,421</u>	<u>164,935</u>
At 31 Dec 2006	<u>–</u>	<u>16,738</u>	<u>26,210</u>	<u>22,267</u>	<u>43,323</u>	<u>108,538</u>

12. INVESTMENTS

Company	Group companies £
COST	
At 1 January 2007	101
Additions	<u>128,225</u>
At 31 December 2007	<u>128,326</u>
NET BOOK VALUE	
At 31 December 2007	<u>128,326</u>
At 31 December 2006	<u>101</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

12. INVESTMENTS *(continued)*

The company owns 100 £1 ordinary share in J Van Vliet (Northampton) Ltd representing 100% of the issued share capital of that company

The company owns 1 £1 ordinary share in J Van Vliet (Glasgow) Ltd representing 100% of the issued share capital of that company

The company owns 1,000 £1 ordinary shares in J Van Vliet (Zwetsloot) Ltd representing 100% of the issued share capital of that company

The company owns 1 £1 ordinary share in J Van Vliet (Heathrow) Ltd representing 100% of the issued share capital of that company

The company owns 100 £1 ordinary shares in J Van Vliet (Derby) Ltd representing 100% of the issued share capital of that company

The company owns 100,000 £1 ordinary shares in J Van Vliet (Edinburgh) Ltd representing 100% of the issued share capital of that company

The company owns 75,000 £1 ordinary shares in J Van Vliet (Manchester) Ltd representing 100% of the issued share capital of that company

The company also has a 100% control in J Van Vliet New York, LLC

All companies deal in the wholesale of flowers and plants

On 16th November 2007, the company purchased J Van Vliet (Manchester) Ltd The consideration paid was £52,321 cash The profit and loss reserve at 1st January 2007 was £nil and at 16th November 2007 was £(22,678) The net assets acquired were £52,321 and there was no goodwill Turnover and profit and loss before tax up to the date of acquisition was £1,641,995 and £(22,678) respectively

On 16th November 2007, the company purchased J Van Vliet (Derby) Ltd The consideration paid was £1,000 cash The profit and loss reserve at 1st January 2007 was £(77,726) and at 16th November 2007 was £(191,535) The net liabilities acquired were £(191,436) and the goodwill on acquisition of £(192,436) was taken to group reserves Turnover and loss before tax up to the date of acquisition was £734,891 and £(113,809) respectively

On 16th November 2007, the company purchased J Van Vliet (Edinburgh) Ltd The consideration paid was £1,000 cash The profit and loss reserve at 1st January 2007 was £(97,591) and at 16th November 2007 was £(111,440) The net liabilities acquired were £(11,440) and the goodwill on acquisition of £12,440 was taken to group reserves Turnover and profit and loss before tax up to the date of acquisition was £946,468 and £(13,849) respectively

On 16th November 2007, the company purchased J Van Vliet (Zwetsloot) Ltd The consideration paid was £72,904 cash The profit and loss reserve at 1st January 2007 was £113,497 and at 16th November 2007 was £(136,084) The net assets acquired were £72,904 Turnover and profit and loss before tax up to the date of acquisition was

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

12. INVESTMENTS *(continued)*

£2,798,786 and £(41,593) respectively

On 16th November 2007, the company purchased J Van Vliet (Heathrow) Ltd. The consideration paid was £1,000 cash. The profit and loss reserve at 1st January 2007 was £(117,847) and at 16th November 2007 was £(197,624). The net liabilities acquired were £(97,624) and the goodwill on acquisition of £98,624 was taken to group reserves. Turnover and profit and loss before tax up to the date of acquisition was £1,645,037 and £(79,777) respectively.

13. STOCKS

	Group		Company	
	2007	2006	2007	2006
	£	£	£	£
Stock	<u>1,345,647</u>	<u>845,444</u>	<u>437,796</u>	<u>432,364</u>

14. DEBTORS

	Group		Company	
	2007	2006	2007	2006
	£	£	£	£
Trade debtors	1,648,662	886,349	558,132	436,793
Amounts owed by group undertakings	19,416	–	991,832	669,154
Amounts owed by undertakings in which the company has a participating interest	–	66,776	–	385,791
Other debtors	70,616	46,215	50,789	47,065
Prepayments and accrued income	201,671	136,285	61,783	71,953
	<u>1,940,365</u>	<u>1,135,625</u>	<u>1,662,536</u>	<u>1,610,756</u>

15. CREDITORS: Amounts falling due within one year

	Group		Company	
	2007	2006	2007	2006
	£	£	£	£
Bank loans and overdrafts	87,177	217,254	233,265	156,174
Trade creditors	3,139,506	1,355,252	919,044	744,572
Amounts owed to group undertakings	51,979	40,994	–	40,994
Hire purchase agreements	68,726	27,120	–	–
Other creditors	1,245,274	701,034	221,840	313,850
Accruals and deferred income	310,631	161,810	42,186	47,528
	<u>4,903,293</u>	<u>2,503,464</u>	<u>1,416,335</u>	<u>1,303,118</u>

'Other Creditors' include £776,922 (2006 £700,567) with respect to taxation and social security costs.

'Other creditors' also includes £477,000 (2006 £nil) due to the ultimate holding company Esmeralda Limited.

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

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

	Group		Company	
	2007	2006	2007	2006
	£	£	£	£
Bank loans	200,747	258,777	-	-
Hire purchase agreements	60,533	3,151	-	-
Other creditors	4,419	-	-	-
	<u>265,699</u>	<u>261,928</u>	<u>-</u>	<u>-</u>

17. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows

	Group		Company	
	2007	2006	2007	2006
	£	£	£	£
Amounts payable within 1 year	22,308	27,120	-	-
Amounts payable between 1 and 2 years	9,361	3,151	-	-
	<u>31,669</u>	<u>30,271</u>	<u>-</u>	<u>-</u>

18. DERIVATIVES

The group has no derivatives to disclose.

19. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2007 the group had annual commitments under non-cancellable operating leases as set out below

Group	2007		2006	
	Land and buildings	Other items	Land and Buildings	Other items
	£	£	£	£
Operating leases which expire				
Within 2 to 5 years	145,440	-	46,800	-
After more than 5 years	70,951	74,480	-	-
	<u>216,391</u>	<u>74,480</u>	<u>46,800</u>	<u>-</u>

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NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

19. COMMITMENTS UNDER OPERATING LEASES *(continued)*

At 31 December 2007 the company had annual commitments under non-cancellable operating leases as set out below.

Company	2007		2006	
	Land and buildings £	Other items £	Land and Buildings £	Other items £
Operating leases which expire				
Within 2 to 5 years	<u>46,800</u>	<u>-</u>	<u>46,800</u>	<u>-</u>

20. RELATED PARTY TRANSACTIONS

The company and group are under the control of its ultimate parent company Esmeralda Limited, which is incorporated in Malta

The company is exempt from disclosing related party transactions with its subsidiary companies

During the year the group purchased goods in the normal course of business from J v Vliet Bloemenexport B V for £6,456,206 (2006 £3,407,501) The price charged was the normal market price in the case of each individual purchase At the balance sheet date the amount due to this company amounted to £1,182,789 (2006 £328,855)

During the year the group purchased goods in the normal course of business from Bloemenmagazijn Hedera B V for £nil (2006 £680,866) The price charged was the normal market price in the case of each individual purchase At the balance sheet date the amount due to this company amounted to £nil (2006 £nil)

During the year the group purchased goods in the normal course of business from van Vliet Aalsmeer B V. for £2,218,461 (2006 £2,552,841) The price charged was the normal market price in the case of each individual purchase At the balance sheet date the amount due to this company amounted to £142,198 (2006 £250,539)

During the year the group purchased goods in the normal course of business from J van Vliet S A Limited for £534,173 (2006 £476,024) The price charged was the normal market price in the case of each individual purchase At the balance sheet date the amount due to this company amounted to £92,518 (2005 £59,946)

During the year the group purchased goods in the normal course of business from van Vliet Potplants B V for £1,694,044 (2006 £1,466,772) The price charged was the normal market price in the case of each individual purchase At the balance sheet date the amount due to this company amounted to £218,980 (2006 £143,913)

During the year the group purchased goods in the normal course of business from J van Vliet Transport B V for £97,998 (2006 £31,574) The price charged was the normal market price in the case of each individual purchase At the balance sheet date the amount due to this company amounted to £24,420 (2006 £4,245)

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

21. SHARE CAPITAL

Authorised share capital:

	2007	2006
	£	£
51,000 Ordinary shares of £1 each	<u>51,000</u>	<u>51,000</u>

Allotted, called up and fully paid:

	2007	£	2006	£
	No		No	
Ordinary shares of £1 each	<u>51,000</u>	<u>51,000</u>	<u>51,000</u>	<u>51,000</u>

22. RESERVES

Group	Profit and loss account £
Balance brought forward	462,225
Profit for the year	449,344
Profit on foreign currency on translation of foreign subsidiary	9,801
Other gains and losses	
- Goodwill written off on purchase of subsidiarys	<u>(310,699)</u>
Balance carried forward	<u>610,671</u>
 Company	 Profit and loss account £
Balance brought forward	797,641
Profit for the year	128,617
Balance carried forward	<u>926,258</u>

23. NOTES TO THE STATEMENT OF CASH FLOWS

RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2007	2006
	£	£
Operating profit	653,709	742,908
Amortisation	54,416	7,948
Depreciation	382,351	204,006
Loss/(Profit) on disposal of fixed assets	3,167	(304)
Increase in stocks	(500,203)	(44,217)
Increase in debtors	(804,740)	(278,938)
Increase in creditors	<u>2,153,904</u>	<u>351,501</u>
Net cash inflow from operating activities	<u>1,942,604</u>	<u>982,904</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

23 NOTES TO THE STATEMENT OF CASH FLOWS *(continued)*

RETURNS ON INVESTMENTS AND SERVICING OF FINANCE

	2007	2006
	£	£
Interest received	23,961	28,956
Interest paid	(51,793)	(59,564)
Interest element of hire purchase	(1,769)	—
Net cash outflow from returns on investments and servicing of finance	<u>(29,601)</u>	<u>(30,608)</u>

TAXATION

	2007	2006
	£	£
Taxation	<u>(307,607)</u>	<u>(120,732)</u>

CAPITAL EXPENDITURE

	2007	2006
	£	£
Payments to acquire tangible fixed assets	(654,985)	(197,877)
Receipts from sale of fixed assets	40,833	39,190
Net cash outflow from capital expenditure	<u>(614,152)</u>	<u>(158,687)</u>

FINANCING

	2007	2006
	£	£
Repayment of bank loans	(58,030)	(56,593)
Net inflow from other short-term creditors	467,239	—
Capital element of hire purchase	98,988	(36,359)
Net inflow from other long-term creditors	4,419	—
Net cash inflow/(outflow) from financing	<u>512,616</u>	<u>(92,952)</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

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

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS

	2007	2006
	£	£
Increase in cash in the period	1,503,860	504,925
Net cash outflow from bank loans	58,030	56,593
Net (inflow) from other short-term creditors	(467,239)	–
Cash outflow in respect of hire purchase	(98,988)	36,359
Net cash (inflow) from other long-term creditors	(4,419)	–
	<u>991,244</u>	<u>597,877</u>
Change in net funds	991,244	597,877
Net debt at 1 January 2007	(506,302)	(991,399)
Net funds at 31 December 2007	<u>(458,903)</u>	<u>(506,302)</u>

ANALYSIS OF CHANGES IN NET FUNDS

	At 1 Jan 2007 £	Cash flows £	At 31 Dec 2007 £
Net cash			
Cash in hand and at bank	–	429,938	429,938
Overdrafts	(130,077)	130,077	–
	<u>(130,077)</u>	<u>560,015</u>	<u>429,938</u>
Debt			
Debt due within 1 year	(87,177)	(467,239)	(554,416)
Debt due after 1 year	(258,777)	53,611	(205,166)
Hire purchase agreements	(30,271)	(98,988)	(129,259)
	<u>(376,225)</u>	<u>(512,616)</u>	<u>(888,841)</u>
Net funds	<u>(506,302)</u>	<u>47,399</u>	<u>(458,903)</u>