

COMPANY REGISTRATION NUMBER 2990765

J VAN VLIET LONDON CASH AND CARRY LTD
FINANCIAL STATEMENTS
31 DECEMBER 2008



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 2008

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J VAN VLIET LONDON CASH AND CARRY LTD

THE DIRECTOR'S REPORT

YEAR ENDED 31 DECEMBER 2008

The director has pleasure in presenting his report and the financial statements of the group for the year ended 31 December 2008.

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 group has seen turnover increase by nearly 57% during the year that was brought about by the purchase of new subsidiary companies during the year. The gross profit margin was maintained at around 21% for the group. However, profitability was lower than expected due losses incurred in some subsidiary companies. The group's financial position at the year end was satisfactory.

Although the group is currently operating in a adverse economic climate, the director is confident that it will maintain its profitability.

The group is still implementing improvements in its systems and hopes that this will assist in increased profit levels in the coming year.

The group has also purchased a further subsidiary after the year.

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £283,924. 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:



Mr JC Van Der Sar

Ordinary Shares of £1 each		
	At	At
	31 December 2008	1 January 2008
	-	-

J VAN VLIET LONDON CASH AND CARRY LTD

THE DIRECTOR'S REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2008

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.

J VAN VLIET LONDON CASH AND CARRY LTD

THE DIRECTOR'S REPORT *(continued)*

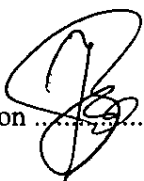
YEAR ENDED 31 DECEMBER 2008

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  21-05-2009

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 2008

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 2008, which have been prepared on the basis of the accounting policies set out on pages 11 to 13.

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 2008

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 £184,038, together with aggregate losses of £11,170. 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.



HURSHENS LIMITED
Chartered Accountants
& Registered Auditors

14 Theobald Street
Borehamwood
Herts
WD6 4SE

2/6/08

J VAN VLIET LONDON CASH AND CARRY LTD

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 DECEMBER 2008

	Note	2008 £	2007 £
GROUP TURNOVER	2	30,293,576	19,897,236
Cost of sales		<u>23,963,558</u>	<u>15,696,110</u>
GROSS PROFIT		6,330,018	4,201,126
Distribution costs		<u>1,347,095</u>	<u>1,121,052</u>
Administrative expenses		<u>4,545,674</u>	<u>2,426,365</u>
OPERATING PROFIT	3	437,249	653,709
Interest receivable		<u>55,894</u>	<u>23,961</u>
Interest payable and similar charges	6	<u>(95,372)</u>	<u>(53,562)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		397,771	624,108
Tax on profit on ordinary activities	7	<u>113,847</u>	<u>174,764</u>
PROFIT FOR THE FINANCIAL YEAR	8	<u>283,924</u>	<u>449,344</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 11 to 24 form part of these financial statements.

J VAN VLIET LONDON CASH AND CARRY LTD

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

YEAR ENDED 31 DECEMBER 2008

	2008	2007
	£	£
Profit for the financial year	283,924	449,344
Goodwill on consolidation	—	(310,699)
Profit on foreign currency on translation of foreign subsidiary	129,262	9,801
Net addition to shareholders' funds	413,186	148,446
Opening shareholders' funds	661,671	513,225
Closing shareholders' funds	<u>1,074,857</u>	<u>661,671</u>

The notes on pages 11 to 24 form part of these financial statements.

J VAN VLIET LONDON CASH AND CARRY LTD

GROUP BALANCE SHEET

31 DECEMBER 2008

	Note	2008 £	2007 £
FIXED ASSETS			
Intangible assets	9	242,527	127,837
Tangible assets	10	2,186,748	1,986,876
		<u>2,429,275</u>	<u>2,114,713</u>
CURRENT ASSETS			
Stocks	12	1,708,669	1,345,647
Debtors	13	2,606,674	1,940,365
Cash at bank		810,619	429,938
		<u>5,125,962</u>	<u>3,715,950</u>
CREDITORS: Amounts falling due within one year	14	5,886,946	4,903,293
NET CURRENT LIABILITIES		<u>(760,984)</u>	<u>(1,187,343)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,668,291</u>	<u>927,370</u>
CREDITORS: Amounts falling due after more than one year	15	593,434	265,699
		<u>1,074,857</u>	<u>661,671</u>
CAPITAL AND RESERVES			
Called-up equity share capital	20	51,000	51,000
Profit and loss account	21	1,023,857	610,671
SHAREHOLDERS' FUNDS		<u>1,074,857</u>	<u>661,671</u>

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

27/12/09



MR J C VAN DER SAR

The notes on pages 11 to 24 form part of these financial statements.

J VAN VLIET LONDON CASH AND CARRY LTD

BALANCE SHEET

31 DECEMBER 2008

	Note	2008 £	2007 £
FIXED ASSETS			
Tangible assets	10	170,667	164,935
Investments	11	451,203	276,201
		<u>621,870</u>	<u>441,136</u>
CURRENT ASSETS			
Stocks	12	428,024	437,796
Debtors	13	1,170,576	1,616,390
Cash at bank		104,987	—
		<u>1,703,587</u>	<u>2,054,186</u>
CREDITORS: Amounts falling due within one year	14	<u>1,338,855</u>	<u>1,518,064</u>
NET CURRENT ASSETS		<u>364,732</u>	<u>536,122</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>986,602</u>	<u>977,258</u>
CAPITAL AND RESERVES			
Called-up equity share capital	20	51,000	51,000
Profit and loss account	21	935,602	926,258
SHAREHOLDERS' FUNDS		<u>986,602</u>	<u>977,258</u>

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

27/5/09



MR C VAN DER SAR

The notes on pages 11 to 24 form part of these financial statements.

J VAN VLIET LONDON CASH AND CARRY LTD

GROUP CASH FLOW

YEAR ENDED 31 DECEMBER 2008

	Note	2008 £	2007 £
NET CASH INFLOW FROM OPERATING ACTIVITIES	22	1,313,360	1,942,604
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE	22	(39,478)	(29,601)
TAXATION	22	(176,553)	(307,607)
CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT	22	(744,000)	(614,152)
ACQUISITIONS AND DISPOSALS	22	–	(147,875)
CASH INFLOW BEFORE FINANCING		<u>353,329</u>	<u>843,369</u>
FINANCING	22	(97,379)	512,616
INCREASE IN CASH	22	<u>255,950</u>	<u>1,355,985</u>

The notes on pages 11 to 24 form part of these financial statements.

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

1. ACCOUNTING POLICIES

Basis of accounting

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

The group meets its day to day working capital requirements through an overdraft facility which is repayable on demand.

The nature of the group's business is such that there can be unpredictable variation in the timing of cash inflows. The director has prepared projected cash flow information for the period ending 9 months from the date of the approval of these financial statements. On the basis of this cash flow information and discussions with the group's bankers, the director considers that the group will continue to operate within the facility currently agreed and within which they expect will be agreed on 5th June 2009, when the group's bankers are due to consider renewing the facility a further year.

However, the margin of facilities over requirements is not large and, inherently there can be no certainty in relation to these matters. On this basis, the director considers it appropriate to prepare the financial statements on a going concern basis. The financial statements do not include any adjustments that would result from the withdrawal of the facility by the group's bankers.

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 a 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

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

1. ACCOUNTING POLICIES *(continued)*

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

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. Deferred taxation provisions are only made on the potential sale of freehold buildings where there is a binding agreement for the sale of such assets at the year end. There were no such binding agreements at the year end.

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

1. ACCOUNTING POLICIES *(continued)*

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.

3. OPERATING PROFIT

Operating profit is stated after charging/(crediting):

	2008	2007
	£	£
Amortisation	38,483	10,285
Depreciation of owned fixed assets	405,073	180,667
Depreciation of assets held under hire purchase agreements	48,755	51,724
(Profit)/Loss on disposal of fixed assets	(32,443)	3,167
Auditor's remuneration		
- as auditor	25,146	14,182
- for other services	1,225	-
Operating lease costs:		
Other	481,855	224,548
Net loss on foreign currency translation	<u>28,463</u>	<u>20,281</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

4. PARTICULARS OF EMPLOYEES

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

	2008	2007
	No	No
Number of distribution staff	140	108
Number of administrative staff	10	6
Number of management staff	1	1
	<u>151</u>	<u>115</u>

The aggregate payroll costs of the above were:

	2008	2007
	£	£
Wages and salaries	3,040,902	1,902,533
Social security costs	212,562	148,292
Other pension costs	3,000	501
	<u>3,256,464</u>	<u>2,051,326</u>

5. DIRECTOR'S EMOLUMENTS

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

	2008	2007
	£	£
Aggregate emoluments	<u>127,361</u>	<u>105,111</u>

6. INTEREST PAYABLE AND SIMILAR CHARGES

	2008	2007
	£	£
Finance charges	6,765	1,769
Other similar charges payable	88,607	51,793
	<u>95,372</u>	<u>53,562</u>

7. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2008	2007
	£	£
Current tax:		
UK Corporation tax based on the results for the year at 30% (2007 - 30%)	126,028	165,118
(Over)/under provision in prior year	(12,181)	9,646
Total current tax	<u>113,847</u>	<u>174,764</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

7. TAXATION ON ORDINARY ACTIVITIES *(continued)*

(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% (2007 - 30%).

	2008 £	2007 £
Profit on ordinary activities before taxation	<u>397,771</u>	<u>624,108</u>
Profit on ordinary activities by rate of tax	113,847	164,462
Adjustments to tax charge in respect of previous periods	-	10,302
Total current tax (note 7(a))	<u>113,847</u>	<u>174,764</u>

8. PROFIT ATTRIBUTABLE TO MEMBERS OF THE PARENT COMPANY

The profit dealt with in the accounts of the parent company was £9,344 (2007 - £128,617).

9. INTANGIBLE FIXED ASSETS

Group	Goodwill £
COST	
At 1 January 2008	282,821
Additions	<u>126,000</u>
At 31 December 2008	<u>408,821</u>
AMORTISATION	
At 1 January 2008	125,208
Charge for the year	<u>41,086</u>
At 31 December 2008	<u>166,294</u>
NET BOOK VALUE	
At 31 December 2008	<u>242,527</u>
At 31 December 2007	<u>157,613</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

10. TANGIBLE FIXED ASSETS

Group	Freehold & Leasehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Other Assets £	Total £
COST						
At 1 Jan 2008	1,186,192	1,351,231	570,398	199,972	712,611	4,020,404
Additions	27,390	466,082	77,870	118,064	46,821	736,227
Disposals	–	(84,763)	–	(21,000)	–	(105,763)
At 31 Dec 2008	<u>1,213,582</u>	<u>1,732,550</u>	<u>648,268</u>	<u>297,036</u>	<u>759,432</u>	<u>4,650,868</u>
DEPRECIATION						
At 1 Jan 2008	118,259	850,409	492,645	118,278	479,182	2,058,773
Charge for the year	45,672	199,166	36,490	52,372	91,626	425,326
On disposals	–	(10,284)	–	(9,695)	–	(19,979)
At 31 Dec 2008	<u>163,931</u>	<u>1,039,291</u>	<u>529,135</u>	<u>160,955</u>	<u>570,808</u>	<u>2,464,120</u>
NET BOOK VALUE						
At 31 Dec 2008	<u>1,049,651</u>	<u>693,259</u>	<u>119,133</u>	<u>136,081</u>	<u>188,624</u>	<u>2,186,748</u>
At 31 Dec 2007	<u>1,067,933</u>	<u>500,822</u>	<u>77,753</u>	<u>81,694</u>	<u>233,429</u>	<u>1,961,631</u>

Hire purchase agreements

Included within the net book value of £2,186,748 is £190,583 (2007 - £189,780) 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 £48,755 (2007 - £51,724).

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

10. TANGIBLE FIXED ASSETS *(continued)*

Company	Leasehold Property £	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Other Assets £	Total £
COST						
At 1 Jan 2008	10,580	125,002	458,717	80,705	410,330	1,085,334
Additions	–	2,165	30,746	29,800	8,857	71,568
At 31 Dec 2008	<u>10,580</u>	<u>127,167</u>	<u>489,463</u>	<u>110,505</u>	<u>419,187</u>	<u>1,156,902</u>
DEPRECIATION						
At 1 Jan 2008	1,554	110,760	432,718	65,458	309,909	920,399
Charge for the year	2,860	5,535	10,431	10,859	36,151	65,836
At 31 Dec 2008	<u>4,414</u>	<u>116,295</u>	<u>443,149</u>	<u>76,317</u>	<u>346,060</u>	<u>986,235</u>
NET BOOK VALUE						
At 31 Dec 2008	<u>6,166</u>	<u>10,872</u>	<u>46,314</u>	<u>34,188</u>	<u>73,127</u>	<u>170,667</u>
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>

11. INVESTMENTS

Company	Group companies £
COST	
At 1 January 2008	276,201
Additions	175,002
At 31 December 2008	<u>451,203</u>
NET BOOK VALUE	
At 31 December 2008	<u>451,203</u>
At 31 December 2007	<u>276,201</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

11. 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 100,000 £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 owns 75,000 £1 ordinary shares in J Van Vliet (Inverness) Ltd representing 100% of the issued share capital of that company.

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

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

The company owns 100,000 £1 ordinary shares in Flowers International (Edinburgh) Ltd representing 100% of the issued share capital of that company.

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

All companies deal in the wholesale of flowers and plants.

12. STOCKS

	Group		Company	
	2008	2007	2008	2007
	£	£	£	£
Stock	<u>1,708,669</u>	<u>1,345,647</u>	<u>428,024</u>	<u>437,796</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

13. DEBTORS

	Group		Company	
	2008	2007	2008	2007
	£	£	£	£
Trade debtors	2,198,582	1,648,662	486,068	558,132
Amounts owed by group undertakings	—	19,416	534,794	991,832
Other debtors	191,075	70,616	98,305	4,643
Prepayments and accrued income	217,017	201,671	51,409	61,783
	<u>2,606,674</u>	<u>1,940,365</u>	<u>1,170,576</u>	<u>1,616,390</u>

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

	Group		Company	
	2008	2007	2008	2007
	£	£	£	£
Other debtors	<u>61,710</u>	<u>24,470</u>	<u>—</u>	<u>—</u>

Other Debtors of £61,710 relates to various rent deposits.

14. CREDITORS: Amounts falling due within one year

	Group		Company	
	2008	2007	2008	2007
	£	£	£	£
Bank loans	69,457	87,177	—	233,265
Trade creditors	4,115,851	3,139,506	999,140	919,044
Amounts owed to group undertakings	427,000	51,979	—	—
Hire purchase agreements	51,335	68,726	—	—
Other creditors	989,461	1,245,274	180,476	323,569
Accruals and deferred income	233,842	310,631	159,239	42,186
	<u>5,886,946</u>	<u>4,903,293</u>	<u>1,338,855</u>	<u>1,518,064</u>

'Other Creditors' include £912,223 (2007: £776,922) with respect to taxation and social security costs.

'Other creditors' also includes £477,000 (2007: £477,000) due to the ultimate holding company Esmeralda Limited.

Bank loans and overdrafts are secured by a fixed and floating charge over all the assets of the company, together with cross guarantees between all companies within the group.

Bank loans are repayable by 23 May 2008 and 25 May 2016. Interest is to be paid at 2.25% above the base rate with respect to all bank loans.

Hire purchase and leasing agreements are secured by way of charge on the fixed assets they relate to.

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

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

	Group		Company	
	2008	2007	2008	2007
	£	£	£	£
Bank loans	566,118	200,747	-	-
Hire purchase agreements	27,316	60,533	-	-
Other creditors	-	4,419	-	-
	<u>593,434</u>	<u>265,699</u>	<u>-</u>	<u>-</u>

16. COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows:

	Group		Company	
	2008	2007	2008	2007
	£	£	£	£
Amounts payable within 1 year	-	22,308	-	-
Amounts payable between 1 and 2 years	20,012	9,361	-	-
	<u>20,012</u>	<u>31,669</u>	<u>-</u>	<u>-</u>

17. DERIVATIVES

The group has no derivatives to disclose.

18. COMMITMENTS UNDER OPERATING LEASES

At 31 December 2008 the group had annual commitments under non-cancellable operating leases as set out below.

Group	Land and buildings	
	2008	2007
	£	£
Operating leases which expire:		
Within 1 year	-	93,600
Within 2 to 5 years	272,524	113,550
After more than 5 years	185,300	29,300
	<u>457,824</u>	<u>236,450</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

18. COMMITMENTS UNDER OPERATING LEASES *(continued)*

At 31 December 2008 the company had annual commitments under non-cancellable operating leases as set out below.

Company	Land and buildings	
	2008 £	2007 £
Operating leases which expire:		
Within 1 year	-	46,800
Within 2 to 5 years	53,800	-
	<u>53,800</u>	<u>46,800</u>

19. RELATED PARTY TRANSACTIONS

The company and group are under the control of it's 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 van Vliet Bloemenexport B.V. for £9,735,804 (2007: £6,456,206). 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 £1,442,930 (2007: £1,182,789).

During the year the group purchased goods in the normal course of business from J van Vliet S. A. Limited. for £531,606 (2007: £534,173). 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 £99,862 (2007: £92,518).

During the year the group purchased goods in the normal course of business from J van Vliet Potplants B.V. for £1,601,036 (2007: £1,694,044). 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 £219,808 (2007: £218,980).

During the year the group purchased goods in the normal course of business from J van Vliet Transport B.V. for £39,121 (2007: £97,998). 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 £3,499 (2007: £24,420).

During the year 31 December 2008 payments representing rent were paid to Mr L Zwetsloot, a director of of the subsidiary undertaking J van Vliet (Zwetsloot) Ltd, and his wife totalling £1,500.

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

20. SHARE CAPITAL

Authorised share capital:

	2008	2007
	£	£
51,000 Ordinary shares of £1 each	<u>51,000</u>	<u>51,000</u>

Allotted, called up and fully paid:

	2008		2007	
	No	£	No	£
Ordinary shares of £1 each	<u>51,000</u>	<u>51,000</u>	<u>51,000</u>	<u>51,000</u>

21. RESERVES

Group

	Profit and loss account £
Balance brought forward	610,671
Profit for the year	283,924
Profit on foreign currency on translation of foreign subsidiary	129,262
Balance carried forward	<u>1,023,857</u>

Company

	Profit and loss account £
Balance brought forward	926,258
Profit for the year	9,344
Balance carried forward	<u>935,602</u>

22. NOTES TO THE STATEMENT OF CASH FLOWS

RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2008	2007
	£	£
Operating profit	437,249	653,709
Amortisation	41,086	54,416
Depreciation	425,326	382,351
(Profit)/Loss on disposal of fixed assets	(32,443)	3,167
Increase in stocks	(363,022)	(500,203)
Increase in debtors	(666,309)	(804,740)
Increase in creditors	1,471,473	2,153,904
Net cash inflow from operating activities	<u>1,313,360</u>	<u>1,942,604</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

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

RETURNS ON INVESTMENTS AND SERVICING OF FINANCE

	2008	2007
	£	£
Interest received	55,894	23,961
Interest paid	(88,607)	(51,793)
Interest element of hire purchase	(6,765)	(1,769)
Net cash outflow from returns on investments and servicing of finance	<u>(39,478)</u>	<u>(29,601)</u>

TAXATION

	2008	2007
	£	£
Taxation	<u>(176,553)</u>	<u>(307,607)</u>

CAPITAL EXPENDITURE

	2008	2007
	£	£
Payments to acquire intangible fixed assets	(126,000)	—
Payments to acquire tangible fixed assets	(736,227)	(654,985)
Receipts from sale of fixed assets	118,227	40,833
Net cash outflow from capital expenditure	<u>(744,000)</u>	<u>(614,152)</u>

J VAN VLIET LONDON CASH AND CARRY LTD

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2008

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

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	2008	2007
	£	£
Increase in cash in the period	255,950	1,355,985
Net cash (inflow) from/outflow from bank loans	(347,651)	58,030
Net outflow from/(inflow) from other short-term creditors	390,003	(467,239)
Cash outflow in respect of hire purchase	50,608	(98,988)
Net cash outflow from/(inflow) from other long-term creditors	4,419	(4,419)
	<u>353,329</u>	<u>843,369</u>
Change in net funds	353,329	843,369
Net funds at 1 January 2008	(458,903)	(506,302)
Net funds at 31 December 2008	<u>19,157</u>	<u>(458,903)</u>

ANALYSIS OF CHANGES IN NET FUNDS

	At 1 Jan 2008 £	Cash flows £	At 31 Dec 2008 £
Net cash:			
Cash in hand and at bank	<u>429,938</u>	<u>380,681</u>	<u>810,619</u>
Debt:			
Debt due within 1 year	(554,416)	407,723	(146,693)
Debt due after 1 year	(205,166)	(360,952)	(566,118)
Hire purchase agreements	(129,259)	50,608	(78,651)
	<u>(888,841)</u>	<u>97,379</u>	<u>(791,462)</u>
Net funds	<u>(458,903)</u>	<u>478,060</u>	<u>19,157</u>