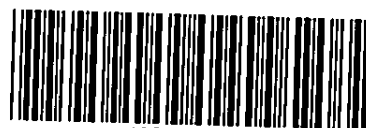


N G LOGISTICS LIMITED
REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2008

THURSDAY



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N G LOGISTICS LIMITED

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FOR THE YEAR ENDED 30 SEPTEMBER 2008**

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N G LOGISTICS LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2008

DIRECTORS:

N L Short
P D O'Brien
G Dean
M J Rue

SECRETARY:

N L Short

REGISTERED OFFICE:

Unit 1, The Griffin Centre
Staines Road
Feltham
Middlesex
TW14 0HS

REGISTERED NUMBER:

03664050

N G LOGISTICS LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2008

The directors present their report with the financial statements of the company and the group for the year ended 30 September 2008.

PRINCIPAL ACTIVITY

The principal activity of the group in the year under review was that of multi-modal international freight forwarding agents offering a wide range of services including third party logistics and inventory management.

REVIEW OF BUSINESS

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

Given the straightforward nature of the business, the company's directors are of the opinion that analysis using Key Performance Indicators is not necessary for an understanding of the development, performance or position of the entity.

DIVIDENDS

The total distribution of dividends for the year ended 30 September 2008 will be £340,000.

FIXED ASSETS

The changes in fixed assets during the year are summarised in the accounts. Additions in the year amounted to £68,892 of which £20,778 related to fixtures and fittings and £10,664 related to computer equipment and £37,450 related to motor vehicles. Disposals in the year at cost amounted to £39,635 of which £11,500 related to fixtures and fittings and £28,135 related to motor vehicles.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 October 2007 to the date of this report.

N L Short
P D O'Brien
G Dean
M J Rue

CHARITABLE DONATIONS

During the year the group made charitable donations of £1,376 (2007: £2,353).

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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 the directors have 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 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

N G LOGISTICS LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2008


STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

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

AUDITORS

The auditors, James Cowper, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



.....
N L Short - Director

Date: 5/12/08

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF N G LOGISTICS LIMITED

We have audited the financial statements of N G Logistics Limited for the year ended 30 September 2008 on pages six to eighteen. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' 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 on page two.

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 Report of the Directors 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 directors' remuneration and other transactions is not disclosed.

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

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
N G LOGISTICS LIMITED**

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the company and the group as at 30 September 2008 and of the profit of the group for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the Directors is consistent with the financial statements.



James Cowper
Registered Auditor and
Chartered Accountants
3 Wesley Gate
Queens Road
Reading
Berkshire RG1 4AP

Date: 5 December 2008

N G LOGISTICS LIMITED

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2008**

	Notes	2008		2007	
		£	£	£	£
TURNOVER			23,174,840		20,844,901
Cost of sales			<u>17,868,000</u>		<u>15,865,463</u>
GROSS PROFIT			5,306,840		4,979,438
Distribution costs		262,532		213,729	
Administrative expenses		<u>4,359,426</u>		<u>4,256,669</u>	
			<u>4,621,958</u>		<u>4,470,398</u>
OPERATING PROFIT	3		684,882		509,040
Interest receivable and similar income			<u>-</u>		<u>1,565</u>
			684,882		510,605
Interest payable and similar charges	4		<u>127,356</u>		<u>144,318</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			557,526		366,287
Tax on profit on ordinary activities	5		<u>180,468</u>		<u>119,289</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			<u><u>377,058</u></u>		<u><u>246,998</u></u>

CONTINUING OPERATIONS

None of the group's activities were acquired or discontinued during the current year or previous year.

TOTAL RECOGNISED GAINS AND LOSSES

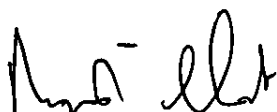
The group has no recognised gains or losses other than the profits for the current year or previous year.

The notes form part of these financial statements

N G LOGISTICS LIMITED
CONSOLIDATED BALANCE SHEET
30 SEPTEMBER 2008

		2008		2007	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	8		1,557,599		1,663,345
Tangible assets	9		270,861		287,701
Investments	10		<u>2,000</u>		<u>2,000</u>
			1,830,460		1,953,046
CURRENT ASSETS					
Debtors	11	4,886,380		4,743,250	
Cash at bank		<u>227,804</u>		<u>84,871</u>	
		5,114,184		4,828,121	
CREDITORS					
Amounts falling due within one year	12	<u>6,406,170</u>		<u>6,279,751</u>	
NET CURRENT LIABILITIES			(1,291,986)		(1,451,630)
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>538,474</u>		<u>501,416</u>
CAPITAL AND RESERVES					
Called up share capital	16		1,000		1,000
Profit and loss account	17		<u>537,474</u>		<u>500,416</u>
SHAREHOLDERS' FUNDS	20		<u>538,474</u>		<u>501,416</u>

The financial statements were approved by the Board of Directors on 5/12/08 and were signed on its behalf by:



.....
N L Short - Director

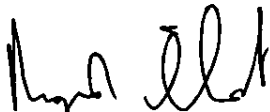
The notes form part of these financial statements

N G LOGISTICS LIMITED
COMPANY BALANCE SHEET
30 SEPTEMBER 2008

	Notes	2008 £	2007 £
FIXED ASSETS			
Intangible assets	8	-	-
Tangible assets	9	-	-
Investments	10	<u>3,132,132</u>	<u>3,132,132</u>
		3,132,132	3,132,132
CREDITORS			
Amounts falling due within one year	12	<u>2,540,405</u>	<u>2,645,393</u>
NET CURRENT LIABILITIES		<u>(2,540,405)</u>	<u>(2,645,393)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>591,727</u>	<u>486,739</u>
CAPITAL AND RESERVES			
Called up share capital	16	1,000	1,000
Profit and loss account	17	<u>590,727</u>	<u>485,739</u>
SHAREHOLDERS' FUNDS	20	<u>591,727</u>	<u>486,739</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The financial statements were approved by the Board of Directors on 5/12/08 and were signed on its behalf by:



.....
N L Short - Director

N G LOGISTICS LIMITED

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2008**

	Notes	2008		2007	
		£	£	£	£
Net cash inflow from operating activities	1		1,266,381		540,171
Returns on investments and servicing of finance	2		(127,356)		(142,753)
Taxation			(119,289)		(124,196)
Capital expenditure	2		(56,592)		(99,472)
Equity dividends paid			<u>(340,000)</u>		<u>(240,000)</u>
			623,144		(66,250)
Financing	2		<u>-</u>		<u>(290,000)</u>
Increase/(Decrease) in cash in the period			<u>623,144</u>		<u>(356,250)</u>
<hr/>					
Reconciliation of net cash flow to movement in net debt	3				
Increase/(Decrease) in cash in the period		623,144		(356,250)	
Cash outflow from decrease in debt		<u>-</u>		<u>290,000</u>	
Change in net debt resulting from cash flows			<u>623,144</u>		<u>(66,250)</u>
Movement in net debt in the period			623,144		(66,250)
Net debt at 1 October			<u>(1,505,821)</u>		<u>(1,439,571)</u>
Net debt at 30 September			<u>(882,677)</u>		<u>(1,505,821)</u>

The notes form part of these financial statements

N G LOGISTICS LIMITED

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2008**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2008 £	2007 £
Operating profit	684,882	509,040
Depreciation charges	179,742	194,414
(Profit)/Loss on disposal of fixed assets	(564)	7,638
Goodwill amortisation	-	(4,745)
Increase in debtors	(143,130)	(164,429)
Increase/(Decrease) in creditors	<u>545,451</u>	<u>(1,747)</u>
Net cash inflow from operating activities	<u>1,266,381</u>	<u>540,171</u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2008 £	2007 £
Returns on investments and servicing of finance		
Interest received	-	1,565
Interest paid	<u>(127,356)</u>	<u>(144,318)</u>
Net cash outflow for returns on investments and servicing of finance	<u>(127,356)</u>	<u>(142,753)</u>
Capital expenditure		
Purchase of tangible fixed assets	<u>(68,892)</u>	(123,022)
Sale of tangible fixed assets	<u>12,300</u>	<u>23,550</u>
Net cash outflow for capital expenditure	<u>(56,592)</u>	<u>(99,472)</u>
Financing		
Loan repayments in year	<u>-</u>	<u>(290,000)</u>
Net cash outflow from financing	<u>-</u>	<u>(290,000)</u>

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.10.07 £	Cash flow £	At 30.9.08 £
Net cash:			
Cash at bank	84,871	142,933	227,804
Bank overdraft	<u>(1,590,692)</u>	<u>480,211</u>	<u>(1,110,481)</u>
	<u>(1,505,821)</u>	<u>623,144</u>	<u>(882,677)</u>
Total	<u>(1,505,821)</u>	<u>623,144</u>	<u>(882,677)</u>

The notes form part of these financial statements

N G LOGISTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2008

1. ACCOUNTING POLICIES

Accounting convention

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

Basis of consolidation

The group financial statements consolidate the financial statements of the company and all its subsidiaries made up to 30 September 2008.

Turnover

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

Goodwill

Goodwill being the amount in connection of the acquisition of the business is being written off over its estimated useful life of 20 years.

Tangible fixed assets

Depreciation is provided at the following rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Fixtures and fittings	- 20% straight line and 10% straight line
Motor vehicles	- 20% straight line
Computer equipment	- 25% straight line

Deferred tax

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

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 transaction. Exchange differences are taken into account in arriving at the operating result.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate.

Investments

Investments in subsidiary undertakings are stated at cost less provision for permanent diminution in value. Investments held as fixed assets are stated at cost less provision for diminution in value.

2. STAFF COSTS

	2008 £	2007 £
Wages and salaries	2,029,522	2,004,286
Social security costs	192,806	204,579
Other pension costs	73,286	98,211
The average monthly number of employees during the year was as follows:		
	30.09.08	30.09.07
Warehousing and forwarding staff	74	76
Administrative	10	10

N G LOGISTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 30 SEPTEMBER 2008**

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2008	2007
	£	£
Depreciation - owned assets	73,996	74,169
(Profit)/Loss on disposal of fixed assets	(564)	7,638
Goodwill amortisation	105,746	115,500
Auditors remuneration	11,500	11,250
Other lease rentals	<u>510,214</u>	<u>510,901</u>
 Directors' emoluments	 123,476	 187,967
Directors' pension contributions to money purchase schemes	<u>92,335</u>	<u>94,792</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>4</u>	<u>4</u>
------------------------	-----------------	-----------------

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2008	2007
	£	£
Bank interest	<u>127,356</u>	<u>144,318</u>

5. TAXATION

Analysis of the tax charge

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

	2008	2007
	£	£
Current tax:		
UK corporation tax	<u>180,468</u>	<u>119,289</u>
 Tax on profit on ordinary activities	 <u>180,468</u>	 <u>119,289</u>

N G LOGISTICS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2008**

5. TAXATION - continued

Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2008	2007
	£	£
Profit on ordinary activities before tax	<u>557,526</u>	<u>366,287</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 29% (2007 - 24.750%)	161,683	90,656
Effects of:		
Marginal relief	(4,377)	(11,074)
Disallowable expenditure	25,450	43,861
Capital allowances in excess of depreciation	(2,226)	(4,298)
Short term timing differences	<u>(62)</u>	<u>144</u>
Current tax charge	<u>180,468</u>	<u>119,289</u>

6. PROFIT OF PARENT COMPANY

As permitted by Section 230 of the Companies Act 1985, the profit and loss account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £444,988 (2007 - £366,296).

7. DIVIDENDS

	2008	2007
	£	£
Equity shares:		
Ordinary shares of £1 each		
Interim dividend paid on 20,100 ordinary shares	<u>340,000</u>	<u>240,000</u>

8. INTANGIBLE FIXED ASSETS

Group	Goodwill
	£
COST	
At 1 October 2007	
and 30 September 2008	<u>2,114,923</u>
AMORTISATION	
At 1 October 2007	451,578
Amortisation for year	<u>105,746</u>
At 30 September 2008	<u>557,324</u>
NET BOOK VALUE	
At 30 September 2008	<u>1,557,599</u>
At 30 September 2007	<u>1,663,345</u>

N G LOGISTICS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2008**

9. TANGIBLE FIXED ASSETS

Group	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 October 2007	488,808	169,529	162,234	820,571
Additions	20,778	37,450	10,664	68,892
Disposals	<u>(11,500)</u>	<u>(28,135)</u>	<u>-</u>	<u>(39,635)</u>
At 30 September 2008	<u>498,086</u>	<u>178,844</u>	<u>172,898</u>	<u>849,828</u>
DEPRECIATION				
At 1 October 2007	351,209	50,812	130,849	532,870
Charge for year	24,678	31,610	17,708	73,996
Eliminated on disposal	<u>(11,500)</u>	<u>(16,399)</u>	<u>-</u>	<u>(27,899)</u>
At 30 September 2008	<u>364,387</u>	<u>66,023</u>	<u>148,557</u>	<u>578,967</u>
NET BOOK VALUE				
At 30 September 2008	<u>133,699</u>	<u>112,821</u>	<u>24,341</u>	<u>270,861</u>
At 30 September 2007	<u>137,599</u>	<u>118,717</u>	<u>31,385</u>	<u>287,701</u>

10. FIXED ASSET INVESTMENTS

Group	Unlisted investments £
COST	
At 1 October 2007 and 30 September 2008	<u>27,068</u>
PROVISIONS	
At 1 October 2007 and 30 September 2008	<u>25,068</u>
NET BOOK VALUE	
At 30 September 2008	<u>2,000</u>
At 30 September 2007	<u>2,000</u>

N G LOGISTICS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2008**

10. FIXED ASSET INVESTMENTS - continued

Company

**Unlisted
investments
£**

COST

At 1 October 2007
and 30 September 2008

3,132,132

NET BOOK VALUE

At 30 September 2008

3,132,132

At 30 September 2007

3,132,132

The group or the company's investments at the balance sheet date in the share capital of companies include the following:

Subsidiary

Norman Global Logistics Limited

Country of incorporation: Great Britain
Nature of business: Freight forwarding

Class of shares:
Ordinary A

%
holding
100.00

Aggregate capital and reserves
Profit for the year

2008	2007
£	£
1,521,280	1,483,464
<u>377,816</u>	<u>236,202</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group	
	2008	2007
	£	£
Trade debtors	4,558,338	4,438,081
Other debtors	74,160	76,490
Prepayments and accrued income	<u>253,882</u>	<u>228,679</u>
	<u>4,886,380</u>	<u>4,743,250</u>

N G LOGISTICS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 SEPTEMBER 2008**

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2008	2007	2008	2007
	£	£	£	£
Bank loans and overdrafts (see note 13)	1,110,481	1,590,692	-	-
Trade creditors	4,934,038	4,322,659	-	-
Tax	180,468	119,289	27,072	31,939
Other creditors	-	56,400	-	56,400
Social security	56,547	56,630	-	-
Accruals	124,636	134,081	-	-
Amounts owed to group u/taking	<u>-</u>	<u>-</u>	<u>2,513,333</u>	<u>2,557,054</u>
	<u>6,406,170</u>	<u>6,279,751</u>	<u>2,540,405</u>	<u>2,645,393</u>

13. LOANS

An analysis of the maturity of loans is given below:

	Group	
	2008	2007
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>1,110,481</u>	<u>1,590,692</u>

14. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

Group	Land and buildings		Other operating leases	
	2008	2007	2008	2007
	£	£	£	£
Expiring:				
Between one and five years	<u>510,214</u>	<u>510,901</u>	<u>64,349</u>	<u>58,485</u>

N G LOGISTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2008

15. SECURED DEBTS

The following secured debts are included within creditors:

	Group
	2008
	£
Bank overdrafts	<u>1,110,481</u>
	2007
	£
	<u>1,590,692</u>

The bank overdraft is secured by:

A debenture dated 10 February 2000 and an unlimited guarantee on the assets of Norman Global Logistics Limited, a 100% subsidiary.

A debenture dated 10 February 2000 and an unlimited guarantee on the assets of N G Logistics Limited.

16. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2008	2007
			£	£
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>

17. RESERVES

Group

	Profit and loss account £
At 1 October 2007	500,416
Profit for the year	377,058
Dividends	<u>(340,000)</u>
At 30 September 2008	<u>537,474</u>

Company

	Profit and loss account £
At 1 October 2007	485,739
Profit for the year	444,988
Dividends	<u>(340,000)</u>
At 30 September 2008	<u>590,727</u>

N G LOGISTICS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2008

18. CONTINGENT LIABILITIES

The company is a member of a group value added tax registration arrangement and is contingently liable for the unpaid value added tax of other members of the group registration. The liabilities at 30 September 2008 have been settled since the end of the financial period.

The company has given an unlimited guarantee and debenture in support of its subsidiary company Norman Global Logistics Limited.

19. RELATED PARTY DISCLOSURES

The company is controlled by the directors of the company by virtue of their shareholdings as shown in the Report of the Directors. No one person has ultimate control of the company.

The company owns 100% of the voting share capital of Norman Global Logistics Limited.

During the year N G Logistics Limited charged Norman Global Logistics Limited £396,182 (2007: £488,796) for management fees.

At the year end the company owed Norman Global Logistics Limited £2,513,333 (2007: £2,557,054).

20. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	2008 £	2007 £
Profit for the financial year	377,058	246,998
Dividends	<u>(340,000)</u>	<u>(240,000)</u>
Net addition to shareholders' funds	37,058	6,998
Opening shareholders' funds	<u>501,416</u>	<u>494,418</u>
Closing shareholders' funds	<u>538,474</u>	<u>501,416</u>

Company

	2008 £	2007 £
Profit for the financial year	444,988	366,296
Dividends	<u>(340,000)</u>	<u>(240,000)</u>
Issued Share Capital	_____	_____
Net addition to shareholders' funds	104,988	126,296
Opening shareholders' funds	<u>486,739</u>	<u>360,443</u>
Closing shareholders' funds	<u>591,727</u>	<u>486,739</u>