

**Pan European  
Logistic Service  
Limited**

**Annual Report and  
Unaudited Financial Statements**

31 December 2007



Company Registration Number  
5292827 (England and Wales)

<b>Directors</b>	C. M Management (UK) Limited J L Duncan
<b>Secretary</b>	C M Group Services Limited
<b>Registered office</b>	39-40 St James s Place London SW1A 1NS
<b>Registered number</b>	5292827 (England and Wales)
<b>Accountants</b>	Buzzacott LLP 12 New Fetter Lane London EC4A 1AG

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## **Directors' report** 31 December 2007

The directors present their report and financial statements for the year ended 31 December 2007

### **Principal activity**

The principal activity of the company in the year under review was that of paying agent

### **Directors' Interests**

The directors in office during the year were as follows

<b>Appointed/Resigned</b>	
C M Management (UK) Limited	
J L Duncan	Appointed 10 August 2007

### **Directors' responsibilities**

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those 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 accounts 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 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board of directors

CM Management (UK) Limited  
Director



Approved by the board on 29 SEPT. 2008

**Chartered Accountants' report** 31 December 2007

**Chartered Accountants' report to the Director on the unaudited accounts of  
Pan European Logistic Service Limited**

In accordance with the engagement letter dated 28 July 2006 and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company on pages 3 to 7 which comprise the profit and loss account, the balance sheet and the related notes from the accounting records and information and explanations you have given to us

This report is made to the directors in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the directors that we have done so and state those matters that we have agreed to state to them in this 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 directors for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet for the year ended 31 December 2007 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



Buzzacott LLP  
Chartered Accountants  
12 New Fetter Lane  
London  
EC4A 1AG

31 October 2008

**Profit and loss account** Year to 31 December 2007

	Notes	Year ended 31 December 2007 €	Year ended 31 December 2006 €
<b>Turnover</b>	1	<b>21,727</b>	25 365
Administrative expenses		<b>(8,046)</b>	(9,990)
Other interest receivable		<b>46</b>	-
<b>Profit</b> on ordinary activities before taxation		<b>13,727</b>	15,375
<b>Taxation</b>	2	<b>(3,404)</b>	(5,568)
<b>Profit</b> on ordinary activities after taxation		<b>10,323</b>	9 807

# **Balance sheet** 31 December 2007

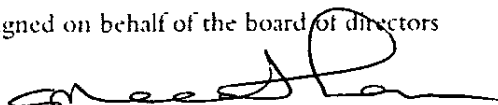
	Notes	2007 €	2007 €	2006 €	2006 €
<b>Current assets</b>					
Debtors	3	135,786		163,203	
Cash at bank and in hand		62,101		47,308	
		<u>197,887</u>		<u>210,511</u>	
<b>Creditors</b> amounts falling due within one year	4	154,709		177,656	
<b>Net current assets</b>			<u>43,178</u>		<u>32,855</u>
<b>Total assets less current liabilities</b>			<u>43,178</u>		<u>32,855</u>
<b>Net assets</b>			<u>43,178</u>		<u>32,855</u>
<b>Capital and reserves</b>					
Equity interests					
Called up share capital	5		1		1
Profit and loss account	6		43,177		32,854
<b>Shareholders' funds</b>	7		<u>43,178</u>		<u>32,855</u>

In preparing these financial statements

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985,
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for
  - (i) Ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
  - (ii) Preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

The 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 January 2007)

Signed on behalf of the board of directors



CM Management (UK) Limited - Director

Approved on 29 Sep 2008

## **Principal accounting policies** 31 December 2007

### **Basis of accounting**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

The financial statements have been prepared on a going concern basis which assumes the company will continue in operational existence for the foreseeable future

### **Turnover**

Turnover relates solely to the company's principle activity and is stated excluding VAT

### **Monetary unit**

The financial statements are presented in Euro €. This is the underlying currency in which the transactions of the company are undertaken

### **Foreign currencies**

Monetary assets and liabilities in foreign currencies are translated into euro at the rates of exchange ruling at balance sheet date. Transactions in currencies other than in euros are translated into euro at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account at the operating profit



## Notes to the accounts 31 December 2007

### 1 Turnover

The percentage of turnover that is attributable to geographical markets outside the UK is 100%

### 2 Taxation

	2007 €	2006 €
Current tax	2,711	2,921
Under provision in respect of earlier year	693	2,647
Tax at 19.75%	3,404	5,568

### 3 Debtors

	2007 €	2006 €
<b>Due within one year</b>		
Trade debtors	135,785	163,000
Other debtors	—	202
Called up share capital not paid	1	1
	135,786	163,203

### 4 Creditors amounts falling due within one year

	2007 €	2006 €
Trade creditors	143,302	167,309
Taxation & Social Security	2,711	2,921
Other creditors	8,696	7,426
	154,709	177,656

### 5 Share capital

	Authorised 2007 £	Allotted and called up 2007 £	Authorised 2006 £	Allotted and called up 2006 £
1 Ordinary share of £1 each	1,000	1	1,000	1

## Notes to the accounts 31 December 2007

### 6 Profit and loss reserve

	2007 €	2006 €
Opening profit and loss account at 1 January 2007	32,854	23,047
Profit for the financial year after taxation	10,323	9,807
Closing shareholders' funds at 31 December 2007	43,177	32,854

### 7 Reconciliation of movements in shareholders' funds

	2007 €	2006 €
<b>Equity Funds</b>		
Opening shareholders' funds at 1 January 2007	32,855	23,048
Profit for the financial year after taxation	10,323	9,807
Closing shareholders' funds at 31 December 2007	43,178	32,855

### 8 Ultimate holding company and control

Harbour Limited, a company registered on the Isle of Man holds 100% of the ordinary issued share capital of Pan European Logistic Service Ltd in a nominee capacity

The ultimate controlling party is considered to be Ms A Frackowiak

### 9 Related party transactions

The company acts as an agent for Discovery Systems LLC, a company which the directors consider to be connected to Ms A Frackowiak

The directors are not aware of the precise nature of the relationship and therefore they have decided to disclose the transactions

During the year the company has entered into transactions totalling €861,199 (2006 €1,012,855) on behalf of the principal, and earned fees of €21,726 (2006 €25,365) in respect of agency services supplied

At 31 December 2007 the balance due to the principal was €129,282 (2006 €156,589)