

Amended

Company Registration No. 5652020

Interdean Holdings Limited

Report and Financial Statements

31 December 2007



Company Registration No. 5652020

Interdean Holdings Limited

Report and Financial Statements

31 December 2007

Interdean Holdings Limited

Report and financial statements 2007

Contents	Page
Officers and professional advisors	1
Chairman's report	2
Directors' report	3
Statement of directors' responsibilities	7
Independent auditors' report	8
Consolidated profit and loss account	10
Consolidated balance sheet	11
Company balance sheet	12
Consolidated cash flow statement	13
Consolidated statement of total recognised gains and losses	14
Reconciliation of movements in consolidated shareholders' funds	14
Notes to the accounts	15

Interdean Holdings Limited

Report and financial statements 2007

Officers and professional advisers

Directors

P Evans (Chairman)
L McGreal

Secretary

L McGreal

Registered office

Central Way
Park Royal
London
NW10 7XW

Bankers

Barclays Bank plc
Level 20
1 Churchill Place
London
E14 1HP

Auditors

Deloitte LLP
Chartered Accountants
London

Interdean Holdings Limited

Chairman's report

It gives me great pleasure to present my second report as Chairman and owner of the Interdean Group.

I acquired the Group on 21 December 2005, so 2007 represents the second full year in my ownership.

Business Developments and Results

Following the sale of the Group's US businesses at the end of 2005, we have concentrated on developing the Group's European business. Whilst the Group continued its operations in Asia throughout 2006, it was always the intention to sell the Asian business in order to concentrate fully on developing the business in Europe, as Interdean had done until 2000 when it (unwisely in our view), acquired Interconex. The Asian businesses were retained until they could be sold at a reasonable price, which was achieved in February 2007.

In 2006, the Group's priority was to re-establish links with our former agent partners in the USA that were severed when the Group's former owners acquired Interconex (an American company), in 2000. In 2007 the priority has been to develop further our business with those agent partners. We have also sought to win back business that was lost as a result of the uncertainty of the Group's financial position under its previous ownership.

I am pleased to report that sales from continuing operations in Europe increased to €104.8 million in 2007 from €94.9 million in 2006, an increase of 10%. The Group achieved an operating profit from continuing operations of €0.77 million, compared to a loss of €4.2 million from continuing operations in the previous year.

Management Team

The management team consists of the Regional Managers of the Group's operating companies, the Group Chief Executive and other key members of the Group sales, operating and finance functions, led by myself as Chairman. The team continues to make good progress in driving the Group forward.

Dale Collins joined us in May 2007 as Chief Operating Officer. Dale previously worked with Graebel, one of the largest and premier relocation companies in the USA. On 1 January 2008, Dale became Chief Executive, replacing Ian Nicolson, who now works with the Group as a consultant, based in the USA. When Ian agreed to join me when I acquired the Group, it was agreed that he would serve as Chief Executive for one year. He has served in that role for two years and he has been instrumental in moving the Group forward. I thank Ian sincerely for his contribution and I am delighted that he continues to work with us on a consultancy basis.

Future Prospects

The process of improvement that has occurred in 2006 and 2007 will continue to be driven forward by the management team during 2008 and 2009. I expect sales volumes to continue to improve during 2008. I think that 2009 will see a downturn in economic activity in Europe that will be reflected in the relocations industry. However, I am cautiously optimistic that the Group will be able to continue to build on its strengths and continue to recapture the market share that it lost to competitors between 2001 and 2005.



Paul Evans

Chairman

Interdean Holdings Limited

Directors' report

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

Principal activity

The company is the ultimate holding company for a group of companies engaged in the international corporate moving and relocation business.

Review of developments

Group results

The consolidated Group profit and loss account is set out on page 10 and shows the profit for the period.

The Group sold its business in Asia in February 2007. Following the acquisition of Interdean Group in December 2005, it had been the directors' intention to concentrate fully on developing the business in Europe. The Asian businesses were retained until they could be sold at what the directors considered to be a reasonable price.

The directors consider that the European business made satisfactory progress in 2007. Sales from continuing operations in Europe increased by 10.4% to €104.8 million and an operating profit from continuing operations of €767,000 was achieved.

As a result of the profit arising from the sale of the trade and assets of the Asian businesses and the sale of a warehouse, the Group recorded a profit before taxation of €1,738,000, compared to a loss of €5,369,000 in 2006.

Following the sale of the Asian businesses, the continuing operations of the Group are its operations in Europe. The results for the year are summarised below.

	2007 Continuing Operations €'000s	2006 Continuing Operations €'000s	2007 Discontinued Operations €'000s	2006 Discontinued Operations €'000s
Operating profit / (loss) from international moving	465	(827)	205	447
Other operating income	200	334	67	88
Foreign exchange gain / (loss)	439	(279)	(63)	(116)
Amortisation of goodwill	253	154	(185)	(60)
Re-organisation costs	(327)	(1,012)	-	(5)
Exceptional costs	-	(2,435)	-	(139)
Other operating expenses	(263)	(172)	-	-
Operating profit / (loss) as reported	767	(4,237)	24	215

Interdean Holdings Limited

Directors' report (continued)

Company results, dividend and financial position

The company did not trade during the year but acted as a holding company for the Group. The company had net liabilities of €433,456 at 31 December 2007 (2006 - €150,982).

No dividend has been paid or proposed during the year.

Future prospects

The directors will continue to focus on the Group's operations in Europe.

The directors expect sales volumes from continuing operations to continue to improve in 2008. Operating profits from trading are expected to increase.

Going concern

The Group has made an operating profit during the year from continuing operations of €55,000 and has net liabilities of €6.8 million and net current liabilities of €2.6 million.

The Group is reliant upon its sole shareholder, to provide it with working capital facilities. The facilities are provided by way of loans. The directors have received assurances from its sole shareholder that he will not request repayment of loans outstanding if to do so would result in the Group being unable to pay its debts as and when they fall due.

Accordingly, there is a material uncertainty which may cast significant doubt over the Group's ability to continue as a going concern and, therefore, over its ability to realise its assets and discharge its liabilities in the normal course of business.

The directors have considered the funding arrangements that have been made available to the Group by its sole shareholder, the current market conditions and likely future developments in the market. The directors consider that the Group will have sufficient working capital for the next twelve months and that the facilities available to the Group from its sole shareholder will be adequate and have, therefore, concluded that the going concern assumption is appropriate for the preparation of these accounts.

Financial risks

The company's main financial risk identified by our periodical business review is liquidity. We have reviewed the potential impact of interest risk, credit risk and price risk and these are not considered material.

Short-term liquidity risk is addressed through meticulous monitoring of working capital. Policies in place safeguard potential cash flow disruptions and an additional guarantee of continuity is the fact that the Group deals almost exclusively with blue-chip companies. The Group relies on its shareholder for working capital funding when shortfalls arise.

Currency risks are not material, but when necessary a hedging tool is used to minimise exchange differences.

Reporting currency

The company presents its accounts in Euros for consistency with most other companies in the Group.

Interdean Holdings Limited

Directors' report (continued)

Directors and their interests

The directors of the company who served throughout the year and subsequently were:

P Evans
L McGreal

Share capital

Director's interests in the share capital of the company were:

	At 31 December 2006	Issued during the period	At 31 December 2007
Ordinary shares of £1			
P Evans	1	-	1

Except as noted above, no director held any interests in the ordinary shares of any Group companies during the year.

Tangible fixed assets

The directors consider there to be no material difference between the open market value and the carrying value of the Group's interest in land and buildings.

Employee involvement

Regular meetings are held with all employees to discuss their prospects within the business. Opportunity is given at these meetings for senior executives to be questioned about matters that concern the employees.

The involvement of employees in the performance of the Group is encouraged, and senior executives have an 'open door' policy to all members of staff.

Employment of disabled persons

The company and its subsidiaries have continued their policy regarding the employment of disabled persons. Full and fair consideration is given to applications for employment made by disabled persons having regard to their particular aptitudes and abilities. In the event of members of staff becoming disabled, every effort is made to ensure that their employment with the Group continues and that appropriate training is arranged. It is the policy of the Group that the training, career development and promotion of disabled persons, shall, as far as is possible, be identical with that of other employees.

Auditors

Each of the persons who are a director at the date of approval of this report confirms that:

- so far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware; and
- the directors have taken all the steps that he ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s234ZA of the Companies Act 1985.

Interdean Holdings Limited

Directors' report (continued)

On 1 December 2008, Deloitte & Touche LLP changed its name to Deloitte LLP. Deloitte LLP have expressed their willingness to continue in office as auditors and a resolution to reappoint them will be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors
and signed on behalf of the Board

A handwritten signature in black ink, appearing to be 'L E McGreal', written over a horizontal line.

L E McGreal
Secretary
1 May 2009

Interdean Holdings Limited

Statement of directors' responsibilities

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law 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 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;
- state whether applicable UK Accounting Standards have been followed; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

Independent auditors' report to the members of Interdean Holdings Limited

We have audited the group and parent company financial statements (the "financial statements") of Interdean Holdings Limited for the year ended 31 December 2007 which comprise the Consolidated Profit and Loss Account, the Consolidated and Company Balance Sheets, the Consolidated Cash Flow Statement, the Consolidated Statement of Total Recognised Gains and Losses, the Reconciliation of Movement in Consolidated Shareholders' Deficit and the related notes 1 to 33. 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 Annual Report and 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 Directors' 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 Directors' 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 directors' remuneration and other transactions is not disclosed.

We read the other information contained in the Chairman's Report and Directors' Report, and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any further information outside the financial statements.

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 group's and 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.

Independent auditors' report to the members of Interdean Holdings Limited (continued)

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 the group's and the parent company's affairs for the for the year ended 31 December 2007 and of the group's loss 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 Directors' Report is consistent with the financial statements.

Emphasis of matter – going concern

Without qualifying our opinion, we draw attention to the disclosures made in note 1 of the financial statements concerning the company's ability to continue as a going concern based on the Group's reliance on working capital funding from Group's sole shareholder. These conditions indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern.



Deloitte LLP
Chartered Accountants and Registered Auditors
London
1 May 2009

Interdean Holdings Limited

Consolidated profit and loss account Year ended 31 December 2007

	Notes	2007 €'000	2006 €'000
Turnover			
Continuing operations		104,801	94,913
Discontinued operations		1,966	11,840
	2, 3	<u>106,767</u>	<u>106,753</u>
Cost of sales		<u>(68,333)</u>	<u>(70,772)</u>
Gross profit		<u>38,434</u>	<u>35,981</u>
Administrative expenses:			
Recurring overheads		(37,765)	(36,361)
Foreign exchange gain / (loss)		376	(395)
Amortisation of goodwill reserve	13	68	94
Re-organisation costs		(327)	(1,017)
Exceptional costs	4	-	(2,435)
Other operating expenses		<u>(263)</u>	<u>(311)</u>
Total administrative expenses	3	<u>(37,911)</u>	<u>(40,425)</u>
Other operating income	3	<u>268</u>	<u>422</u>
Operating profit / (loss)			
Continuing operations	3	767	(4,237)
Discontinued operations	3	<u>24</u>	<u>215</u>
	3	<u>791</u>	<u>(4,022)</u>
Profit on sale of tangible fixed assets	4	873	66
Loss on sale of investment	15	(31)	-
Profit / (loss) on sale of discontinued operations	30	1,515	(225)
Other interest receivable and similar income	9	64	49
Interest payable and similar charges	10	<u>(1,474)</u>	<u>(1,237)</u>
Profit / (loss) on ordinary activities before taxation		<u>1,738</u>	<u>(5,369)</u>
Tax charge on profit / (loss) on ordinary activities	11	<u>(1,683)</u>	<u>(766)</u>
Profit / (loss) on ordinary activities after taxation and retained profit / (loss) for the financial year	23	<u><u>55</u></u>	<u><u>(6,135)</u></u>

Interdean Holdings Limited

Consolidated balance sheet 31 December 2007

	Notes	2007 €'000	2006 €'000
Fixed assets			
Intangible assets	13	(1,737)	(1,791)
Tangible assets	14	25,518	20,945
Investments	15	20	51
		<u>23,801</u>	<u>19,205</u>
Current assets			
Stocks	16	4,626	3,809
Debtors	17	26,567	28,300
Cash at bank and in hand		5,338	5,880
		<u>36,531</u>	<u>37,989</u>
Creditors: amounts falling due within one year	18	<u>(39,164)</u>	<u>(36,084)</u>
Net current (liabilities) / assets		<u>(2,633)</u>	<u>1,905</u>
Total assets less current liabilities		21,168	21,110
Creditors: amounts falling due after more than one year	19	<u>(28,016)</u>	<u>(27,413)</u>
Net liabilities		<u>(6,848)</u>	<u>(6,303)</u>
Capital and reserves			
Called up share capital	22	-	-
Profit and loss account	23	(6,085)	(6,135)
Other reserves	23	(763)	(168)
Shareholders' deficit		<u>(6,848)</u>	<u>(6,303)</u>

The financial statements were approved by the Board of Directors on 1 May 2009

Signed on behalf of the Board of Directors



L E McGreal
Director

Interdean Holdings Limited

Company balance sheet 31 December 2007

	Notes	2007 €'000	2006 €'000
Fixed assets			
Investments	15	-	-
Current assets			
Debtors	17	10,732	11,261
Cash at bank and in hand		-	-
		10,732	11,261
Creditors: amounts falling due within one year	18	(176)	-
Net current assets		10,556	11,261
Total assets less current liabilities		10,556	11,261
Creditors: amounts falling due After more than one year	19	(10,989)	(11,412)
Net liabilities		(433)	(151)
Capital and reserves			
Called up share capital	22	-	-
Profit and loss account	23	(433)	(151)
Shareholders' deficit		(433)	(151)

The financial statements were approved by the Board of Directors on 1 May 2009.

Signed on behalf of the Board of Directors



L E McGreal
Director

Interdean Holdings Limited

Consolidated cash flow statement Year ended 31 December 2007

	Notes	2007 €'000	2006 €'000
Net cash inflow from operating activities	26	2,368	1,447
Returns on investments and servicing of finance			
Interest received		32	5
Interest paid		(897)	(994)
Interest element of finance lease rental payments		(50)	(41)
Net cash outflow from returns on investments and servicing of finance		(915)	(1,030)
Taxation			
UK corporation tax received		-	-
Overseas tax paid		(557)	(688)
Capital expenditure and financial investment			
Payments to acquire tangible fixed assets	14	(6,753)	(1,537)
Receipts from sales of tangible fixed assets		1,477	174
Payment to acquire intangible fixed assets	29	-	(193)
Purchase of trade investments	29	-	(9)
Net cash outflow from capital expenditure and financial investment		(5,276)	(1,565)
Acquisitions and disposals			
Sale of subsidiary undertakings	31	2,467	(37)
Net cash balances disposed of with subsidiary undertakings	31	(440)	(385)
Net cash balances acquired with subsidiary undertakings	30	-	4,595
Deferred consideration received in relation to disposals made in previous years		1,156	1,895
Net cash inflow from acquisitions and disposals		3,183	6,068
Financing			
New borrowings		1,994	2,608
New finance leases		687	81
Repayment of borrowings		(1,382)	(916)
Capital element of finance lease rental payments		(356)	(125)
Net cash inflow from financing		943	1,648
(Decrease) / increase in cash in the year	27	(254)	5,880

Interdean Holdings Limited

Consolidated statement of total recognised gains and losses Year ended 31 December 2007

	2007 €'000	2006 €'000
Profit / (loss) for the financial year	55	(6,135)
Currency translation differences on foreign currency net investments	(600)	(168)
Total recognised gains and losses relating to the year	(545)	(6,303)

Reconciliation of movement in consolidated shareholders' deficit Year ended 31 December 2007

	2007 €'000	2006 €'000
Opening shareholders funds	(6,303)	-
Profit / (loss) for the financial year	55	(6,135)
Other recognised gains and losses relating to the year (net)	(600)	(168)
Closing shareholders' deficit	(6,848)	(6,303)

Interdean Holdings Limited

Notes to the account

Year ended 31 December 2007

1. Accounting policies

The principal accounting policies are summarised below. They have all been applied consistently throughout the year and the preceding year.

Basis of accounting

The financial statements are prepared in accordance with applicable United Kingdom law and accounting standards under the historical cost convention. The functional currency is Euro based on the majority of the Group's turnover.

Going concern

The Group has made an operating profit during the year from continuing operations of €55,000 and has net liabilities of €6.8 million and net current liabilities of €2.6 million.

The Group is reliant upon its sole shareholder, to provide it with working capital facilities. The facilities are provided by way of loans. The directors have received assurances from its sole shareholder that he will not request repayment of loans outstanding if to do so would result in the Group being unable to pay its debts as and when they fall due.

Accordingly, there is a material uncertainty which may cast significant doubt over the Group's ability to continue as a going concern and, therefore, over its ability to realise its assets and discharge its liabilities in the normal course of business.

The directors have considered the funding arrangements that have been made available to the Group by its sole shareholder, the current market conditions and likely future developments in the market. The directors consider that the Group will have sufficient working capital for the next twelve months and that the facilities available to the Group from its sole shareholder will be adequate and have, therefore, concluded that the going concern assumption is appropriate for the preparation of these accounts.

Basis of consolidation

The consolidated financial statements incorporate the results of the company and all of its subsidiary undertakings as at 31 December 2007.

Acquisitions and disposals

On the acquisition of a business, fair values are attributed to the Group's share of net separable assets.

Where the cost of acquisition exceeds the fair values attributable to such net assets, the difference is treated as purchased goodwill and is capitalised in the Group balance sheet in the year of acquisition.

Where acquisitions are made in currencies other than Euros and are financed in whole or part by loans denominated in the currency of the acquired entity, the exposure to foreign exchange gains and losses is offset by that of the loans. Accordingly, the foreign exchange gains and losses arising from the investment and the financing loans are taken to reserves, the gain or loss on the investment being treated as a revaluation of the goodwill arising from it.

The results and cash flows relating to a business are included in the consolidated profit and loss account and the consolidated cash flow statement from the date of acquisition or up to the date of disposal.

Continued and discontinued operations

Turnover and operating profits that relate to operations that are disposed of or otherwise discontinued are reported in the financial statements as discontinued operations. Any operation that is discontinued during the year or three months after the end of the year but before the accounts are signed is reported as discontinued and the results of the prior year are restated if necessary to report the turnover and operating profit as a discontinued operation.

Interdean Holdings Limited

Notes to the account Year ended 31 December 2007

1. Accounting policies (continued)

Goodwill

For acquisitions of a business, including an interest in an associated undertaking, purchased goodwill is capitalised in the year in which it arises and amortised on a monthly basis over its estimated useful life up to a maximum of 20 years. Negative goodwill arising upon an acquisition is released to the profit and loss account over a 20 year period. The directors regard 20 years as a reasonable maximum for the estimated useful life of goodwill since it is difficult to make projections exceeding this period. Capitalised purchased goodwill in respect of subsidiaries is included within intangible fixed assets. Provision is made for any impairment.

Tangible fixed assets

Tangible fixed assets are stated at cost or valuation, net of depreciation and any provision for impairment. Depreciation is provided on cost in equal annual instalments over the estimated useful lives of the assets. The rates of depreciation are as follows:

Freehold buildings	2.5% per annum on cost
Plant and machinery and equipment	10% - 20% per annum on cost
Fixtures, fittings and office equipment	20% - 33% per annum on cost
Motor vehicles	
- Cars	20% per annum on cost
- Trucks and trailers	10%-20% per annum on cost
Storage containers	5% - 10% per annum on cost

Depreciation is not provided on assets under construction until such time as the asset is utilised within the business.

Investments

Investments held as fixed assets are stated at cost less provision for impairment.

Stocks

Stocks comprise packing materials and costs incurred on contracts in progress. Stocks are stated at the lower of cost and net realisable value. The net realisable value is based upon the estimated selling price less costs expected to be incurred to completion.

Foreign currencies

Monetary assets and liabilities in foreign currencies are translated into Euros at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into Euros at the rates of exchange ruling at the dates of the transactions. Exchange gains or losses arising are taken to the profit and loss account.

The closing balance sheets of subsidiary companies denominated in currencies other than Euros are translated into Euros at the closing rates of exchange. The profit and loss accounts of subsidiary companies denominated in currencies other than Euros are translated into Euros at the closing rates of exchange for the year. The differences arising from the translation of the opening net investment at the closing rates are taken directly to reserves.

Recognition of revenue and associated costs

Costs of individual moves are matched with the revenue arising from them. Revenue and costs are recognised when the contracts to which they relate have been completed.

Interdean Holdings Limited

Notes to the account

Year ended 31 December 2007

1. Accounting policies (continued)

Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the Group's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is not recognised when fixed assets are re-valued unless by the balance sheet date there is a binding agreement to sell the re-valued assets and the gain or loss expected to arise on sale has been recognised in the financial statements. Neither is deferred tax recognised when fixed assets are sold and it is more likely than not that the taxable gain will be rolled over, being charged to tax only if and when the replacement assets are sold.

Deferred tax is recognised in respect of the retained earnings of overseas subsidiaries and associates only to the extent that, at the balance sheet date, dividends have been accrued as receivable or a binding agreement to distribute past earnings in future has been entered into by the subsidiary or associate.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the timing differences are expected to reverse based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

Leases

Assets held under finance leases and other similar contracts, which confer rights and obligations similar to those attached to owned assets are capitalised as tangible fixed assets and are depreciated over the shorter of the lease terms and their useful lives. The capital elements of future lease obligations are recorded as liabilities, while the interest elements are charged to the profit and loss account over the period of the leases to produce a constant rate of charge on the balance of capital repayments outstanding. Hire purchase transactions are dealt with similarly, except that assets are depreciated over their usual lives.

Operating lease rentals are charged to the profit and loss account in equal annual amounts over the lease term.

Pension costs

Pension costs are charged to the profit and loss account as payments to the defined contribution schemes become payable, except in Germany and Austria where in accordance with local law, pension liabilities are accrued in the accounts of the operating company in accordance with the advice of an insurance company.

Interdean Holdings Limited

Notes to the account Year ended 31 December 2007

2. Segment information

Turnover represents amounts invoiced to third parties, net of VAT. Turnover and pre-tax loss is attributable to the principal business activity, being the international moving business.

	2007 €'000	2006 €'000
Analysis by geographical market by source:		
United Kingdom	19,729	21,273
Rest of Europe	53,156	52,368
North America	17,409	14,800
Far East	5,347	6,646
Rest of the World	11,126	11,666
	<u>106,767</u>	<u>106,753</u>

The directors consider disclosures relating to profit before tax by segment and net assets / liabilities by segment would be seriously prejudicial to the Group and have not been disclosed.

3. Continued and discontinued operations

	Continuing operations 2007 €'000	Discontinued Operations 2007 €'000	Total 2007 €'000
Turnover	104,801	1,966	106,767
Cost of sales	(66,855)	(1,478)	(68,333)
Gross profit	<u>37,946</u>	<u>488</u>	<u>38,434</u>
Administrative expenses:			
Recurring overheads	(37,481)	(284)	(37,765)
Foreign exchange gain / (loss)	439	(63)	376
Amortisation of goodwill	253	(185)	68
Re-organisation costs	(327)	-	(327)
Other operating expenses	(263)	-	(263)
Total administrative expenses	<u>(37,379)</u>	<u>(532)</u>	<u>(37,911)</u>
Other operating income	<u>200</u>	<u>68</u>	<u>268</u>
Operating profit	<u>767</u>	<u>24</u>	<u>791</u>

Interdean Holdings Limited

Notes to the account Year ended 31 December 2007

3. Continued and discontinued operations (continued)

	Continuing operations 2006 €'000	Discontinued operations 2006 €'000	Total 2006 €'000
Turnover	94,913	11,840	106,753
Cost of sales	(62,242)	(8,530)	(70,772)
Gross profit	32,671	3,310	35,981
Administrative expenses:			
Recurring overheads	(33,498)	(2,863)	(36,361)
Foreign exchange (loss)	(279)	(116)	(395)
Amortisation of goodwill	154	(60)	94
Re-organisation costs	(1,012)	(5)	(1,017)
Exceptional costs	(2,435)	-	(2,435)
Other operating expenses	(172)	(139)	(311)
Total administrative expenses	(37,242)	(3,183)	(40,425)
Other operating income	334	88	422
Operating profit / (loss)	(4,237)	215	(4,022)

4. Operating profit / (loss)

Operating profit / (loss) is stated after charging / (crediting):

	2007 €'000	2006 €'000
Recurring items:		
Directors' emoluments	328	378
Depreciation:		
Owned assets	1,279	1,968
Assets held under finance leases	171	247
Amortisation of goodwill reserve	(68)	(94)
Auditors' remuneration		
Audit fees (includes in respect of the parent company)	466	440
Taxation	60	41
Other services	246	57
Rentals under operating leases:		
Hire of plant and machinery	321	209
Other operating leases	2,412	2,674
Profit on disposal of fixed assets	(873)	(66)
Foreign exchange (gain) / loss	(376)	395
Non-recurring items:		
Re-organisation costs	327	1,017
Exceptional costs	-	2,435
Profit on sale of discontinued operations	(1,515)	-
Exceptional costs comprise:		
Fine and related legal costs	-	2,435

Interdean Holdings Limited

Notes to the account Year ended 31 December 2007

4. Operating profit / loss (continued)

The fine and related legal costs arise from an action brought by the EU Commission against a subsidiary of the Group. The action was in connection with the conduct of persons employed by the Group under previous ownership. The current owners of the Group were not responsible for the matters concerned.

5. Employees

	2007 €'000	2006 €'000
Staff costs during the year (including directors):		
Wages and salaries	25,980	27,588
Social security costs	4,144	3,961
Pension costs	601	697
	<u>30,725</u>	<u>32,246</u>
	No.	No.
Average number of persons employed (including directors):		
Management and administration	378	405
Warehouse and drivers	208	211
	<u>586</u>	<u>616</u>
Average number of persons employed (including directors): in continuing operations	<u>576</u>	<u>550</u>

6. Directors' emoluments

	2007 €'000	2006 €'000
Remuneration	298	361
Other emoluments	30	13
Pension contributions	-	4
	<u>328</u>	<u>378</u>
Emoluments (excluding pension contribution) of the highest paid director	<u>218</u>	<u>235</u>

Both directors received remuneration for their services to the Group. Remuneration was paid by a subsidiary company, Interdean International Limited.

Interdean Holdings Limited

Notes to the account

Year ended 31 December 2007

7. Employee benefit trust

Interdean 1999 Employee Benefit Trust

The Trust was established under a settlement dated 30 September 1999 between Interdean Group Limited and Ogier Employee Benefit Trustee Limited, constituting an employees' share scheme. This scheme is in the process of being wound up. At 31 December 2007 the trust did not hold any shares in the company.

Iriben Employee Share Trust

The Trust was established under a settlement dated 31 December 2007 between Iriben Limited and Ogier Employee Benefit Trustee Limited, constituting an employees' share scheme.

At 31 December 2007 the trust held 533,120 ordinary shares in Iriben Limited, comprising 24.99% of the issued share capital.

Interdean Properties Employee Share Trust

The Trust was established under a settlement dated 31 December 2007 between Interdean Properties Limited and Ogier Employee Benefit Trustee Limited, constituting an employees' share scheme.

At 31 December 2007 the trust held 2,499 ordinary shares in Interdean Properties Limited, comprising 24.99% of the issued share capital.

8. Profit / (loss) on sale of discontinued operations

The profit on sale of discontinued operations in 2007 arises from the sale of the Group's trade and assets in Asia. The loss on sale of discontinued operations in 2006 relates to the sale of Interdean Luxembourg SA.

9. Interest receivable and similar income

	2007 €'000	2006 €'000
Bank interest	64	49

10. Interest payable and similar charges

	2007 €'000	2006 €'000
Shareholder	520	368
Bank loans and overdrafts	899	824
Finance leases and hire purchase contracts	50	41
Other loans	5	4
	<u>1,474</u>	<u>1,237</u>

Interdean Holdings Limited

Notes to the account

Year ended 31 December 2007

11. Tax charge on profit / (loss) on ordinary activities

	2007 €'000	2006 €'000
UK corporation tax at 30%	-	-
Overseas taxation	760	805
Adjustments in respect of prior years	(89)	105
Total current tax	671	910
Deferred taxation charge / (credit)	1,012	(144)
Total tax on loss on ordinary activities	1,683	766

The standard rate of tax for the year is 30%. The standard rate is based upon the UK rate of corporation tax. The actual rate of tax for both the current and the previous year differs from the standard rate for the reasons set out in the following reconciliation.

	2007 €'000	2006 €'000
Profit on ordinary activities before taxation	1,738	(5,369)
Tax on profit on ordinary activities at the standard rate of 30%	521	(1,611)
Expenses not deductible for tax purposes	43	364
Net non taxable income	(448)	-
Capital allowances in excess of depreciation	(160)	169
Foreign tax charged at higher rates than the UK standard rate	(381)	(12)
Tax losses not provided	1,842	2,222
Tax losses utilised	(658)	(327)
Adjustments in respect of prior years	(89)	105
Total actual amount of current taxation	670	910

The rates of tax that are applicable to the overseas earnings of the Group are generally higher than those in the UK.

12. Company profit and loss account

The company has taken advantage of the exemption allowed under section 230 of the Companies Act 1985 and has not presented its own profit and loss account in these financial statements. The company's loss after tax for the year was €282,527. The company did not trade during the year.

Interdean Holdings Limited

Notes to the account Year ended 31 December 2007

13. Intangible fixed assets

	Positive Goodwill €'000	Negative Goodwill €'000	Total €'000
Goodwill reserve			
At 1 January 2007	193	(2,078)	(1,885)
Foreign Exchange gain / (loss)	(16)	-	(16)
At 31 December 2007	<u>177</u>	<u>(2,078)</u>	<u>(1,901)</u>
Accumulated amortisation			
At 1 January 2007	(9)	103	94
(Charge) / credit for the year	(36)	105	69
Foreign exchange gain / (loss)	1	-	1
At 31 December 2007	<u>(44)</u>	<u>208</u>	<u>164</u>
Net book value			
At 31 December 2007	<u>133</u>	<u>(1,870)</u>	<u>(1,737)</u>
At 31 December 2006	<u>(1,791)</u>	<u>(1,791)</u>	<u>(1,791)</u>

14. Tangible fixed asset

Group	Land and buildings €'000	Fixtures and fittings, plant and machinery €'000	Total €'000
Cost			
At 1 January 2007	25,899	18,142	44,041
Foreign exchange translation differences	(124)	(274)	(398)
Additions	5,059	1,694	6,753
Disposals	(889)	(2,565)	(3,454)
At 31 December 2007	<u>29,945</u>	<u>16,997</u>	<u>46,942</u>
Accumulated depreciation			
At 1 January 2007	7,392	15,704	23,096
Foreign exchange translation differences	(41)	(232)	(273)
Charge for the year	670	780	1,450
Disposals	(499)	(2,350)	(2,849)
At 31 December 2007	<u>7,522</u>	<u>13,902</u>	<u>21,424</u>
Net book value			
At 31 December 2007	<u>22,423</u>	<u>3,095</u>	<u>25,518</u>
At 31 December 2006	<u>18,507</u>	<u>2,438</u>	<u>20,945</u>

Interdean Holdings Limited

Notes to the account

Year ended 31 December 2007

Tangible fixed asset (continued)

Fixtures and fittings, plant and machinery include motor vehicles and storage containers.

The net book value of land and buildings comprises:

	2007 €'000	2006 €'000
Freehold land and buildings	21,143	17,839
Short leasehold land and buildings	1,280	668
	<u>22,423</u>	<u>18,507</u>

The net book value of the Group's other tangible fixed assets includes €1,162,000 (2006: €636,000) in respect of assets held under finance leases.

15. Investments

	Shares in subsidiary undertakings €'000s
The Company	
Cost	
At 1 January 2007 and 31 December 2007	<u>-</u>
	Other investments €'000s
The Group	
Cost	
At 1 January 2007	51
Additions	-
Disposals	(31)
	<u>20</u>
At 31 December 2007	<u>20</u>

Interdean Holdings Limited

Notes to the account Year ended 31 December 2007

15. Investments (continued)

Subsidiaries

The following entities were subsidiary undertakings at the end of the year:

Name	Country of incorporation or registration	Proportion of voting rights and ordinary share capital held	Nature of business
Amcrisp Limited	England & Wales	100%	Holding
Conex GmbH	Germany	100%	Dormant
IDX Holdings Limited	England & Wales	100%	Holding
ICX International Movers Philippines, Inc	Philippines	100%	Dormant
IDX International Movers (Thailand) Co. Limited	Thailand	100%	Dormant
IDX Moving Services Sdn Bhd	Malaysia	100%	Dormant
Interconex (Europe) Limited	England & Wales	100%	Dormant
Interconex International Movers Pte Limited	Singapore	100%	Property
Interdean AG Internationale Spedition	Germany	100%	Trading
Interdean BV	Netherlands	100%	Trading
Interdean Bucharest Properties Srl	Romania	100%	Property
Interdean Eastern Europe GesmbH	Austria	100%	Trading
Interdean (Far East) Limited	Hong Kong	100%	Dormant
Interdean Group Limited*	England and Wales	100%	Holding
Interdean Holding BV	Netherlands	100%	Holding
Interdean Hungaria KFT	Hungary	100%	Trading
Interdean International Limited	England & Wales	100%	Holding
Interdean International Movers Srl	Italy	100%	Trading
Interdean International Relocation Ukraine LLC	Ukraine	100%	Trading
Interdean Internationale Spedition GesmbH	Austria	100%	Trading
Interdean Internationale Movers Ukraine AO	Ukraine	100%	Liquidation
Interdean Limited	England & Wales	100%	Trading
Interdean LW	Azerbaijan	100%	Trading
Interdean NV	Belgium	100%	Trading
Interdean OOO	Russia	100%	Trading
Interdean Properties Limited	England & Wales	75%	Holding
Interdean Romania Srl	Romania	99.5%	Trading
Interdean Sro	Czech Republic	100%	Trading
Interdean S.R.O.	Slovakia	100%	Trading
Interdean SA	Spain	100%	Trading
Interdean SA	Switzerland	100%	Trading
Interdean Switzerland SA	Switzerland	55%	Trading
Interdean SAS	France	100%	Trading
Interdean SpZoo	Poland	100%	Trading
Intermove Limited	England & Wales	100%	Dormant
Iriben Limited	England & Wales	75%	Holding
Pan Pacific Services Limited	Hong Kong	100%	Dormant
Rondspant Holding BV	Netherlands	100%	Holding

* These subsidiary undertakings are directly held by Interdean Holdings Limited.

All trading companies of the Group are engaged in the international relocation business

Interdean Holdings Limited

Notes to the account Year ended 31 December 2007

16. Stocks

	2007		2006	
	Group €'000	Company €'000	Group €'000	Company €'000
Packing materials	726	-	705	-
Work in progress	3,900	-	3,104	-
	<u>4,626</u>	<u>-</u>	<u>3,809</u>	<u>-</u>

There is no material difference between the balance sheet value of stocks and their replacement cost.

17. Debtors

	2007		2006	
	Group €'000	Company €'000	Group €'000	Company €'000
Trade debtors	20,354	-	20,823	-
Amounts owed by related undertakings	-	10,732	-	11,261
Other debtors	3,503	-	3,646	-
Overseas corporation tax recoverable	22	-	181	-
Other tax and social security	580	-	483	-
Prepayments and accrued income	1,830	-	2,391	-
Deferred tax asset (note 21)	278	-	776	-
	<u>26,567</u>	<u>10,732</u>	<u>28,300</u>	<u>11,261</u>

All debtors are due within one year.

18. Creditors: amounts falling due within one year

	2007		2006	
	Group €'000	Company €'000	Group €'000	Company €'000
Loans and bank overdrafts (note 20)	858	-	822	-
Obligations under finance leases and hire purchase contracts (note 20)	329	-	235	-
Trade creditors	13,126	-	14,856	-
Taxation	1,458	-	1,505	-
Other taxation and social security creditors	626	-	886	-
Other creditors	2,811	-	2,109	-
Deferred consideration	1,994	-	-	-
Accruals and deferred income	16,931	176	15,210	-
Deferred tax liability (note 21)	1,031	-	461	-
	<u>39,164</u>	<u>176</u>	<u>36,084</u>	<u>-</u>

Interdean Holdings Limited

Notes to the account Year ended 31 December 2007

19. Creditors: amounts falling due after more than one year

	2007		2006	
	Group €'000	Company €'000	Group €'000	Company €'000
Loans (note 20)	21,800	10,989	21,120	11,412
Obligations under finance leases and hire purchase contracts (note 20)	694	-	466	-
Pension liabilities in respect of German and Austrian pensioners and employees (note 1)	2,687	-	2,643	-
Accruals and deferred income	2,835	-	3,184	-
	<u>28,016</u>	<u>10,989</u>	<u>27,413</u>	<u>11,412</u>

20. Borrowings

	Group, 31 December 2007			
	Due in less than one year €'000	Due between one and two years €'000	Due between two and five years €'000	Due after more than five years €'000
Bank Overdraft	7	-	-	-
Secured loan LIBOR + 1.5% 2008	-	-	5,000	-
Secured loan 5.6% 2012	99	108	255	-
Secured loan 2.75% 2014	45	146	171	-
Secured loan 5.63% 2014	121	129	607	2,153
Secured loan 5.95% 2016	254	268	891	1,264
Secured loan 4.75% 2017	132	132	395	690
Secured loan 8.95% 2017	6	7	24	18
Secured loan 3.9%	73	73	218	1,390
Secured loan 2.85% 2024	121	242	482	1,148
Shareholders loan (8%)	-	-	5,989	-
Loans	<u>858</u>	<u>1,105</u>	<u>14,032</u>	<u>6,663</u>
Obligations under finance leases and hire purchase contracts	<u>329</u>	<u>499</u>	<u>195</u>	<u>-</u>
Loans and finance lease liabilities	<u>1,187</u>	<u>1,604</u>	<u>14,227</u>	<u>6,663</u>
				<u>23,681</u>

Interdean Holdings Limited

Notes to the account

Year ended 31 December 2007

20. Borrowings (continued)

Group, 31 December 2006				
	Due in less than one year €'000	Due between one and two years €'000	Due between two and five years €'000	Due after more than five years €'000
				Total 2006 €'000
Unsecured loan LIBOR +1.5%	-	-	5,000	-
Secured loan 5.85% 2007	94	-	-	-
Secured loan 5.6% 2012	89	89	376	-
Secured loan 2.75% 2014	45	47	152	178
Secured loan 5.63% 2014	141	121	414	2,447
Secured loan 5.95% 2016	241	254	846	1,577
Secured loan 4.75% 2017	132	132	395	822
Secured loan 8.95% 2017	5	6	21	28
Secured loan 3.9%	75	75	223	1,505
Shareholders loan (7%)	-	-	6,412	-
Loans	822	724	13,839	6,557
Obligations under finance leases and hire purchase contracts	235	340	121	5
Loans and finance lease liabilities	1,057	1,064	13,960	6,562
Company, 31 December 2007				
	Due in less than one year €'000	Due between one and two years €'000	Due between two and five years €'000	Due after more than five years €'000
				Total 2007 €'000
Unsecured loan LIBOR +1.5%	-	-	5,000	-
Shareholder loan (8%)	-	-	5,989	-
Company, 31 December 2006				
	Due in less than one year €'000	Due between one and two years €'000	Due between two and five years €'000	Due after more than five years €'000
				Total 2006 €'000
Unsecured loan LIBOR +1.5%	-	-	5,000	-
Shareholder loan (7%)	-	-	6,412	-

Interdean Holdings Limited

Notes to the account

Year ended 31 December 2007

20. Borrowings (continued)

Guarantees

The bank loans are secured on Group properties held. Obligations under finance leases and hire purchase contracts are secured on related leased assets and bear finance charges at rates ranging from 7% to 9%.

Interdean AG Internationale Speidition has given guarantees totalling €236,000 (2006: €236,000) to various lenders.

21. Deferred taxation

Group

The movement during the year on the provision for deferred taxation was:

	Deferred taxation asset €'000
At 1 January 2007	315
Foreign exchange loss	(56)
Profit and loss account charge	(1,012)
	<hr/>
Balance at 31 December 2007	(753)
	<hr/>

The analysis of provided deferred taxation for the Group is as follows:

	2007 €'000	2006 €'000
Group		
Capital allowances in excess of depreciation	(179)	334
Trading losses	109	99
Other timing differences	(683)	(118)
	<hr/>	<hr/>
Total deferred tax asset	(753)	315
	<hr/>	<hr/>

Certain deferred tax assets and liabilities have been offset. The following is the analysis of the deferred tax balances (after offset) for financial reporting purposes.

	2007 €'000	2006 €'000
Group		
Deferred tax assets (note 17)	278	776
Deferred tax liability (note 18)	(1,031)	(461)
	<hr/>	<hr/>
Total deferred tax (liability) / asset	(753)	315
	<hr/>	<hr/>

Interdean Holdings Limited

Notes to the account

Year ended 31 December 2007

22. Called up share capital

	Number of shares	2007 €'000
Authorised		
Ordinary shares of £1 each	100	-
Called up, allotted and fully paid		
Ordinary share of £1	1	-

23. Movement on reserves

	Profit and loss account €'000	Other reserves €'000	Total €'000
Group			
At 1 January 2007	(6,135)	(168)	(6,303)
Profit retained for the year	55	-	55
Currency translation differences on foreign currency net investments	-	(600)	(600)
Transfers between reserves	(5)	5	-
Balance at 31 December 2007	(6,085)	(763)	(6,848)
Company			
At 1 January 2007	(151)	-	(151)
Loss retained for the year	(282)	-	(282)
Balance at 31 December 2007	(433)	-	(433)

24. Pension commitments

Some subsidiary companies operate defined contribution schemes for some of their directors and staff. The assets of the schemes are held separately from those of the companies in independently administered funds. The pension cost charge represents contributions payable by the companies and amounted to €250,000 (2006:€342,000). Other subsidiary companies operate insured schemes. Contributions to these schemes amounted to €369,000 (2006:€249,000)

Interdean Holdings Limited

Notes to the account

Year ended 31 December 2007

25. Other financial commitments

As at 31 December 2007, the Group had annual commitments under non-cancellable operating leases as set out below:

	2007		2006	
	Land and buildings €'000	Other €'000	Land and buildings €'000	Other €'000
Operating leases which expire:				
Within one year	455	1	453	36
Within two and five years	311	136	318	128
After five years	962	0	1,124	178
	<u>1,728</u>	<u>137</u>	<u>1,895</u>	<u>342</u>

An unlimited composite guarantee existed at the year end between the company and certain of its subsidiaries.

26. Reconciliation of operating profit / (loss) to net cash outflow from operating activities

	2007 €'000	2006 €'000
Operating profit / (loss)	791	(4,022)
Depreciation	1,450	2,215
Amortisation of goodwill	(68)	(94)
Increase in exceptional cost accrual	635	1,679
Increase in stocks	(1,186)	(330)
Increase in debtors	(4,433)	(5,652)
Increase in creditors	5,179	7,651
Net cash outflow from operating activities	<u>2,368</u>	<u>1,447</u>

27. Reconciliation of net cash inflow to movement in net debt

	2007 €'000	2006 €'000
Cash acquired with subsidiaries	-	4,712
Bank overdraft acquired with subsidiaries	-	(62)
(Decrease) / increase in cash in the year	(254)	1,285
Loans and finance leases acquired with subsidiary	-	(20,713)
Cash outflow from decrease in debt and lease financing	(943)	(1,648)
Change in net debt resulting from cash flows	(1,197)	(16,426)
Exchange losses on cash balances	(295)	(55)
Exchange losses on debt and finance leases	254	73
Other changes	(342)	(355)
Opening net debt	<u>(1,580)</u>	<u>(16,763)</u>
Closing net debt	<u>(18,343)</u>	<u>(16,763)</u>

Interdean Holdings Limited

Notes to the account

Year ended 31 December 2007

28. Analysis of changes in net debt

	At 1 January 2007 €'000	Cash Flows €'000	Exchange gains / (losses) €'000	Other non cash changes €'000	At 31 December 2007 €'000
Cash at bank and in hand	5,880	(247)	(295)	-	5,338
Overdrafts	-	(7)	-	-	(7)
	<u>5,880</u>	<u>(254)</u>	<u>(295)</u>	<u>-</u>	<u>5,331</u>
Debt due within one year	(822)	487	4	(520)	(851)
Debt due after one year	(21,120)	(1,099)	242	177	(21,800)
Finance leases	(701)	(331)	9	-	(1,023)
	<u>(22,643)</u>	<u>(943)</u>	<u>255</u>	<u>(343)</u>	<u>(23,674)</u>
Total	<u>(16,763)</u>	<u>(1,197)</u>	<u>(40)</u>	<u>(343)</u>	<u>(18,343)</u>

29. Purchase of assets

	2007 £	2006 £
Net assets acquired:		
Tangible fixed assets	-	858
Current assets	-	9
	<u>-</u>	<u>867</u>
Goodwill	-	193
	<u>-</u>	<u>1,060</u>
Satisfied by:		
Cash	-	1,060
	<u>-</u>	<u>1,060</u>

The assets purchased in 2006 were acquired by a subsidiary company, Interdean Limited, with the trade of UTS Bon Accord International Removers Limited.

Interdean Holdings Limited

Notes to the account Year ended 31 December 2007

30. Purchase of subsidiary companies

	2007 €'000	2006 €'000
Net assets acquired:		
Intangible assets	-	-
Tangible fixed assets	-	21,881
Investments	-	44
Stocks	-	3,487
Debtors	-	25,061
Cash at bank and in hand	-	4,712
Bank overdraft	-	(117)
Creditors	-	(32,332)
Loans and Finance leases	-	(20,658)
	-	2,078
Goodwill	-	(2,078)
	-	-
Satisfied by:		
Cash payment		-

The subsidiaries purchased in 2006 were Interdean Group Limited and its subsidiary companies.

31. Sale of subsidiary companies

	2007 €'000	2006 €'000
Net assets disposed of:		
Tangible fixed assets	143	22
Investments	-	2
Current assets	4,295	672
Creditors	(3,486)	(508)
Net assets	952	188
Cash received / (paid) to purchaser	2,467	(37)
Profit / (loss) on disposal	1,515	(225)
Net cash inflows in respect of the sale comprised:		
Cash consideration / (payment to purchaser)	2,467	(37)
Cash at bank and in hand sold	(440)	(385)
	2,027	(422)

On 28 February 2007, the Group sold its trade and assets in Hong Kong and Singapore. Net assets disposed and the related proceeds are shown below. The net assets disposed in 2006 relate to the Group's former subsidiary, Interdean Luxembourg SA.

Interdean Holdings Limited

Notes to the account

Year ended 31 December 2007

32. Related party transactions

The Group has taken advantage of the exemption granted by paragraph 3(a) in Financial Reporting Standard 8 'Related Party Transactions' not to disclose transactions with other companies in the Interdean Group.

33. Controlling party

The directors believe that ultimate control of Interdean Holdings Limited, as defined by Financial Reporting Standard 8, is exercised by its sole shareholder.