

Rapid Fleet Limited

Directors' Report and Unaudited Financial Statements

for the Year Ended 31 December 2009

Registration number 05984430

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Rapid Fleet Limited

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Rapid Fleet Limited
Company Information

Directors	Mr I D Thomas Mr M Watson
Registered office	Unit 15 Gemini Business Park Stourport Road Kidderminster Worcestershire DY11 7QL
Accountants	RSM Tenon Limited Accountants and Business Advisers 3 Hollinswood Court Stafford Park 1 Telford TF3 3DE

Rapid Fleet Limited

Directors' Report for the Year Ended 31 December 2009

The directors present their report and the financial statements for the year ended 31 December 2009

Statement of Directors' responsibilities

The directors are responsible for preparing the Directors' 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). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, 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 a going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure the financial statements comply with the Companies Act 2006. 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.

Principal activity

The principal activity of the company is that of vehicle fleet management.

Business Review

During early 2009 there have been a number of costs that have been incurred by the trading subsidiary which are non-recurring. These relate predominantly to two factors, the first being the exit costs of a director / shareholder and second the effect of bad debts due to the general economic climate. The total of these costs are in the region of £80,000.

The company has, following these challenges, started 2010 with a revised trading strategy that is focused on non-account trade at a significantly lower cost base and is better placed to accept the demand for its services yielding stronger margins at considerably reduced risk.

The business enjoys increasing demand and much improved supply pricing and therefore is well placed to trade well during the current economic downturn.

Directors

The directors who held office during the year were as follows

- Ms K Mikulla (Resigned 11 March 2009)
- Mr I D Thomas
- Mr P M Jesson (Resigned 25 June 2010)
- Mr M Watson
- Mr C Thornton (Resigned 31 August 2010)

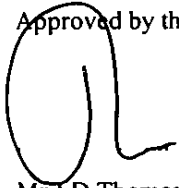
Rapid Fleet Limited
Directors' Report for the Year Ended 31 December 2009

continued

Small company provisions

This report has been prepared in accordance with the small companies regime under the Companies Act 2006

Approved by the Board and signed on its behalf by

A large, stylized handwritten signature in black ink, appearing to be 'T D Thomas'.

Mr T D Thomas
Director

Date 29/9/10

Accountants' Report to the Directors on the Unaudited Financial Statements of Rapid Fleet Limited

In accordance with the engagement letter, and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of the company 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 Company's Board of Directors, as a body, 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 Company's Board of 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 Company's Board of Directors, as a body, 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 the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 December 2009 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 2006. 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.

RSM Tenon Limited

RSM Tenon Limited
Accountants and Business Advisers

Date *29th September 2010*

3 Hollinswood Court
Stafford Park 1
Telford
TF3 3DE

Rapid Fleet Limited
Profit and Loss Account for the Year Ended 31 December 2009

	Note	2009 £	2008 £
Turnover		149,819	110,514
Cost of sales		(6,189)	(7,382)
Gross profit		<u>143,630</u>	<u>103,132</u>
Administrative expenses		(102,132)	(89,649)
Operating profit	2	<u>41,498</u>	<u>13,483</u>
Income from participating interests		10,000	20,000
Other interest receivable and similar income		14	-
Interest payable and similar charges		(47,512)	(33,483)
Profit on ordinary activities before taxation		<u>4,000</u>	<u>-</u>
Profit for the financial year	10	<u><u>4,000</u></u>	<u><u>-</u></u>

The notes on pages 8 to 14 form an integral part of these financial statements

Rapid Fleet Limited (Registration number: 05984430)

Balance Sheet as at 31 December 2009

		2009		2008	
	Note	£	£	£	£
Fixed assets					
Tangible assets	4		325,818		406,715
Investments	5		<u>50,000</u>		<u>50,000</u>
			375,818		456,715
Current assets					
Debtors	6	283,836		153,065	
Cash at bank and in hand		<u>3</u>		<u>1</u>	
		283,839		153,066	
Creditors: Amounts falling due within one year	7	<u>(240,369)</u>		<u>(201,436)</u>	
Net current assets/(liabilities)			<u>43,470</u>		<u>(48,370)</u>
Total assets less current liabilities			419,288		408,345
Creditors. Amounts falling due after more than one year	8		<u>(289,588)</u>		<u>(278,645)</u>
Net assets			<u><u>129,700</u></u>		<u><u>129,700</u></u>
Capital and reserves					
Called up share capital	9		6,200		10,200
Share premium reserve	10		103,500		103,500
Capital contribution	10		16,000		16,000
Capital redemption reserve	10		4,000		-
Profit and loss account	10		<u>-</u>		<u>-</u>
Shareholders' funds			<u><u>129,700</u></u>		<u><u>129,700</u></u>

The notes on pages 8 to 14 form an integral part of these financial statements

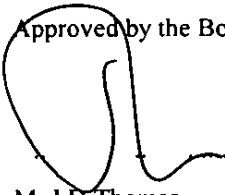
Rapid Fleet Limited (Registration number: 05984430)

Balance Sheet as at 31 December 2009 (continued)

For the financial year ended 31 December 2009, the company was entitled to exemption from audit under section 477(1) of the Companies Act 2006, and no notice has been deposited under section 476(1) requesting an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the year and of its profit or loss for the financial year in accordance with the requirements of section 394 and which otherwise comply with the Companies Act 2006, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime under the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board on 29/9/10 and signed on its behalf by

A handwritten signature in black ink, appearing to be 'I D Thomas', written over the printed name.

Mr I D Thomas
Director

The notes on pages 8 to 14 form an integral part of these financial statements

Rapid Fleet Limited
Notes to the Financial Statements for the Year Ended 31 December 2009

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008). The principal accounting policies are set out below.

Consolidation

The company is part of a small group. The company has taken advantage of the exemption provided by Section 399 Companies Act 2006 and has not prepared group accounts.

Cash flow statement

The company is part of a small group. The company has taken advantage of the exemption provided by Companies Act 2006 and has not prepared group accounts.

Going concern

These financial statements have been prepared on a going concern basis, which in the opinion of the directors is appropriate. The company continues to rely on the support of its bankers and directors.

Turnover

Turnover represents the value, net of value added tax, of goods and services supplied to customers during the year.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost, less any estimated residual value, over their expected useful economic life as follows:

Motor vehicles	20% on reducing balance
Office equipment	33% on cost

Fixed asset investments

Fixed asset investments are stated at historical cost less provision for any permanent diminution in value.

Rapid Fleet Limited
Notes to the Financial Statements for the Year Ended 31 December 2009

continued

Hire purchase and finance lease contracts

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet as tangible fixed assets and are depreciated over their useful lives. The capital elements of future obligations under the leases are included as liabilities in the balance sheet. The interest element of the rental obligation is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Assets held under hire purchase agreements are capitalised as tangible fixed assets and are depreciated over their useful lives. The capital element of future finance payments is included within creditors. Finance charges are allocated to accounting periods over the length of the contract.

Operating leases

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

2 Operating profit

Operating profit is stated after charging

	2009 £	2008 £
Loss on disposal of tangible fixed assets	2,695	-
Depreciation of tangible fixed assets	<u>82,807</u>	<u>85,345</u>

3 Directors' emoluments

No emoluments were paid to the directors during the year (2008 - £nil)

Rapid Fleet Limited

Notes to the Financial Statements for the Year Ended 31 December 2009

continued

4 Tangible fixed assets

	Motor vehicles £	Office equipment £	Total £
Cost			
As at 1 January 2009	625,785	4,018	629,803
Additions	11,600	-	11,600
Disposals	(19,000)	-	(19,000)
As at 31 December 2009	<u>618,385</u>	<u>4,018</u>	<u>622,403</u>
Depreciation			
As at 1 January 2009	221,416	1,672	223,088
Eliminated on disposals	(9,310)	-	(9,310)
Charge for the year	81,461	1,346	82,807
As at 31 December 2009	<u>293,567</u>	<u>3,018</u>	<u>296,585</u>
Net book value			
As at 31 December 2009	<u>324,818</u>	<u>1,000</u>	<u>325,818</u>
As at 31 December 2008	<u>404,369</u>	<u>2,346</u>	<u>406,715</u>

Hire purchase agreements

Included within the total net book value of tangible fixed assets is £324,818 (2008 - £392,968) in respect of assets held under finance leases and similar hire purchase contracts. Depreciation for the year on these assets was £79,751 (2008 - £81,161).

Rapid Fleet Limited
Notes to the Financial Statements for the Year Ended 31 December 2009

continued

5 Fixed asset investments

	Shares in group undertakings £	Participating interests £	Total £
Cost			
As at 1 January 2009 and 31 December 2009	1,000	50,000	51,000
Provision			
As at 1 January 2009 and 31 December 2009	1,000	-	1,000
Net book value			
As at 31 December 2009	-	50,000	50,000
As at 31 December 2008	-	50,000	50,000

The company holds more than 20% of the share capital of the following company

	Country of incorporation	Principal activity	Class	%
Subsidiary undertakings				
Rapid Rentals Group Limited	United Kingdom	Vehicle rental	Ordinary	100
		Capital & reserves £	Profit/(loss) for the period £	
Subsidiary undertakings				
Rapid Rentals Group Limited		(454,273)	(104,193)	

6 Debtors

	2009 £	2008 £
Amounts owed by group undertakings	275,570	153,065
Amounts owed by undertakings in which the company has a participating interest	8,266	-
	<u>283,836</u>	<u>153,065</u>

Rapid Fleet Limited

Notes to the Financial Statements for the Year Ended 31 December 2009

continued

7 Creditors: Amounts falling due within one year

	2009	2008
	£	£
Bank loans and overdrafts	-	2,812
Other loans	10,410	-
Obligations under finance leases and hire purchase contracts	189,985	137,364
Trade creditors	17,371	19,407
Taxation and social security	3,744	3,046
Director current accounts	16,359	36,307
Accruals and deferred income	2,500	2,500
	<u>240,369</u>	<u>201,436</u>

Creditors amounts falling due within one year includes the following liabilities, on which security has been given by the company

	2009	2008
	£	£
Obligations under finance leases and hire purchase contracts	<u>189,985</u>	<u>137,364</u>

8 Creditors: Amounts falling due after more than one year

	2009	2008
	£	£
Other loans	180,000	-
Obligations under finance leases and hire purchase contracts	<u>109,588</u>	<u>278,645</u>
	<u>289,588</u>	<u>278,645</u>

Creditors amounts falling due after more than one year includes the following liabilities, on which security has been given by the company

	2009	2008
	£	£
Obligations under finance leases and hire purchase contracts	<u>109,588</u>	<u>278,645</u>

Rapid Fleet Limited
Notes to the Financial Statements for the Year Ended 31 December 2009

continued

9 Share capital

	2009 £	2008 £
Authorised		
Equity		
10,000 Ordinary shares shares of £1 each	10,000	10,000
5,000 A Ordinary shares shares of £1 each	5,000	5,000
	<u>15,000</u>	<u>15,000</u>
Allotted, called up and fully paid		
Equity		
6,000 (2008 - 10,000) Ordinary shares shares of £1 each	6,000	10,000
300 A Ordinary shares shares of £1 each	300	300
	<u>6,300</u>	<u>10,300</u>

On 11 March 2009 the Company repurchased 4,000 ordinary £1 00 shares at par with a nominal value of £4,000

10 Reserves

	Share premium reserve £	Capital contribution £	Capital redemption reserve £	Profit and loss account £	Total £
Balance at 1 January 2009	103,500	16,000	-	-	119,500
Purchase of own shares	-	-	-	(4,000)	(4,000)
Other reserves movement	-	-	4,000	-	4,000
Transfer from profit and loss account for the year	-	-	-	4,000	4,000
Balance at 31 December 2009	<u>103,500</u>	<u>16,000</u>	<u>4,000</u>	<u>-</u>	<u>123,500</u>

Rapid Fleet Limited

Notes to the Financial Statements for the Year Ended 31 December 2009

continued

11 Related parties

Controlling entity

The company is controlled by its directors who, between them, hold 89% of the issued ordinary shares that carry voting rights

Related party transactions

During the year the company recharged management expenses to Rapid Rentals Group Limited, a wholly owned subsidiary, totalling £149,819 (2008 - £98,005) At the balance sheet date an amount of £275,570 (2008 - £147,882) was due from the subsidiary

Mr I Thomas, a director and shareholder of the company, purchased a vehicle during the year for £6,995 Nothing was outstanding at the balance sheet date

A loan was made to the company of in total £180,000 by a pension scheme of which Mr I Thomas is a beneficiary The details of the arrangement are outstanding

A vehicle was rented to the company from M W Watson, a director and shareholder, the cost of which was £6,189 and at the balance sheet date an amount of £933 was outstanding

Director's loan account

The following balance owed to the director was outstanding at the year end

	2009	2008
	£	£
I D Thomas	<u>16,360</u>	<u>34,482</u>

No interest is charged in respect of this balance