

REGISTER OF COMPANIES

BULKHAUL LIMITED

1603021

MODIFIED ACCOUNTS
for the year ended
31 DECEMBER 1988

Coopers
& Lybrand
Deloitte

BULKHAUL LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 1988

1 The directors present herewith the audited accounts for the year ended 31 December 1988.

Results and principal activities

2 The profit and loss account for the year is set out on page 4. The principal activity of the company continues to be specialised international haulage.

Review of business and future developments

3 Both the level of business and the year end financial position were satisfactory, and the directors expect that the present level of activity will be sustained for the foreseeable future.

Dividends

4 The directors recommend that no dividend be declared in respect of the year ended 31 December 1988.

Fixed assets

5 The changes in fixed assets during the year are set out in note 12 to the accounts. In the opinion of the directors the current open market value of the leasehold land and buildings exceeds the amount of £755,377 at which it is included in the balance sheet at 31 December 1988.

Post balance sheet events

6 Post balance sheet events are set out in note 19 to the accounts.

Directors

7 The directors of the company at 31 December 1988, both of whom have been directors for the whole of the year ended on that date, were:-

Mr S Gibson (Managing Director)
Mr M O'Neill

8 On 5 April 1988 Mr S Gibson resigned as company secretary and Mr T Jackson was appointed in his place.

9 On 1 January 1990 Mr T Jackson, Mr J G Trenholm and Mr D B Beattie were appointed as directors of the company.

COMPANIES HOUSE

3 MAY 1990

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10 In accordance with the Articles of Association, Mr S Gibson retires by rotation and, being eligible, offers himself for re-election.

Directors' interests in shares of the company

11 The interest of the directors of the company at 31 December 1988 in the shares of the company, according to the register required to be kept by Section 325 of the Companies Act 1985, were as follows:-

	<u>Ordinary shares of £1 each</u>	
	<u>At 31 December 1988</u>	<u>At 31 December 1987</u>
	<u>Number</u>	<u>Number</u>
Mr S Gibson	19,444	19,444
Mr M O'Neill	5,556	5,556
	<u>25,000</u>	<u>25,000</u>

Close company status

12 In the opinion of the directors, the company is a close company within the terms of the Income and Corporation Taxes Act 1988. There has been no change in this respect since the end of the financial year. The directors expect that no apportionment of income will be made under sections 423-430, Income and Corporation Taxes Act 1988.

Auditors

13 Our auditors Coopers & Lybrand are in the process of merging their practice with Deloitte Haskins & Sells and in the meantime have adopted Coopers & Lybrand Deloitte as their business name. They have signed the auditors' report in their new name. A resolution to reappoint Coopers & Lybrand Deloitte as the company's auditors will be proposed at the annual general meeting.

BY ORDER OF THE BOARD



Company Secretary

19 April 1990

Registered office

Brignell Road
Riverside Industrial Park Industrial Estate
Middlesbrough
Cleveland
TS2 1PS

REPORT OF THE AUDITORS TO THE DIRECTORS OF

BULKHAUL LIMITED

1 In our opinion:

- (a) you are entitled to deliver modified accounts for the year ended 31 December 1988 on the grounds that the company is entitled to the benefit of Sections 247 to 249, Companies Act 1985 as a medium sized company;
- (b) the attached modified accounts set out on pages 4 to 18 are properly prepared in accordance with Schedule 8 to the Companies Act 1985.

We are not required to express an audit opinion on these modified accounts.

2 We reported, as auditors of Bulkhaul Limited, to the members on 19 April 1990 under Section 236, Companies Act 1985 on the group's accounts for the year ended 31 December 1988 as follows:-

3 We have audited the accounts on pages 4 to 18 in accordance with approved Auditing Standards except that the scope of our work was limited by the matter referred to below.

4 As set out in note 12(d), the balance sheet includes an investment of £125,000 in 125,000 £1 ordinary shares in Middlesbrough Football and Athletic Company (1986) Limited. The directors consider that no provision is required in these accounts against this investment. No recent accounts or alternative evidence has been made available to allow us to satisfy ourselves that this is the case. Accordingly we have not received all the information and explanations we required for the purposes of our audit.

5 Subject to the effect of any adjustment which may have been shown to be necessary in respect of the matter referred to in paragraph 4, in our opinion the accounts give a true and fair view of the state of the company's affairs at 31 December 1988 and of its profit and source and application of funds for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Coopers & Lybrand Deloitte

COOPERS & LYBRAND DELOITTE
Chartered Accountants

MIDDLESBROUGH, 19 April 1990

BULKHAUL LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 1988

(MODIFIED IN ACCORDANCE WITH THE PROVISIONS OF THE COMPANIES ACT 1985)

	<u>Notes</u>	<u>1988</u>	<u>1987</u>
		£	£
PROFIT ON ORDINARY ACTIVITIES	2	371,253	434,264
SHARE OF PROFITS OF ASSOCIATED COMPANIES	3	133,728	99,711
PROFIT BEFORE TAXATION		504,981	533,975
TAXATION: Investing Company	8	-	-
Associated Companies	3	(15,098)	(24,303)
RETAINED PROFIT FOR THE FINANCIAL YEAR		<u>489,883</u>	<u>509,672</u>

STATEMENT OF RETAINED PROFITS

RETAINED PROFITS AT 1 JANUARY 1988:-			
AS PREVIOUSLY REPORTED		1,047,875	654,574
PRIOR YEAR ADJUSTMENTS	9	-	7,731
AS RESTATED		<u>1,047,875</u>	<u>662,305</u>
SHARE OF EXCHANGE ADJUSTMENTS OF ASSOCIATED COMPANIES		(4,008)	(6,648)
WRITE DOWN OF INVESTMENT IN TEESSIDE INSURANCE CONSULTANTS LIMITED		(451)	(4,454)
REDEMPTION OF SHARES		-	(89,800)
BONUS ISSUE OF SHARES		-	(23,200)
RETAINED PROFIT FOR THE YEAR		<u>489,883</u>	<u>509,672</u>
RETAINED PROFITS AT 31 DECEMBER 1988		<u>1,533,299</u>	<u>1,047,875</u>

The notes on pages 7 to 18 form part of these accounts.
Report of the Auditors' to the Directors page 3

BULKHAUL LIMITED

BALANCE SHEET - 31 DECEMBER 1988

	Notes	1988		1987	
		£	£	£	£
FIXED ASSETS					
Tangible assets	10		3,955,445		2,595,585
Investments	11		683,511		329,940
			<u>4,638,956</u>		<u>2,925,525</u>
CURRENT ASSETS					
Stock	12	20,733		6,419	
Debtors		1,767,626		1,299,276	
Cash at bank		7,529		625	
		<u>1,795,888</u>		<u>1,306,320</u>	
CREDITORS: amounts falling due within one year	13	2,648,834		2,045,655	
NET CURRENT LIABILITIES			<u>(852,946)</u>		<u>(739,335)</u>
Total assets less current liabilities			3,786,010		2,186,190
CREDITORS: amounts falling due after more than one year	14	2,179,998		1,077,315	
PROVISIONS FOR LIABILITIES AND CHARGES					
Deferred taxation	9	-		-	
ACCRUALS AND DEFERRED INCOME	15	47,713		36,000	
		<u>(2,227,711)</u>		<u>(1,113,315)</u>	
			<u>1,558,299</u>		<u>1,072,875</u>
CAPITAL AND RESERVES					
Called up share capital	16		25,000		25,000
Profit and loss account			1,533,299		1,047,875
			<u>1,558,299</u>		<u>1,072,875</u>

In preparing these modified accounts we have relied upon the exemptions for individual accounts, contained in Sections 247 to 249, Companies Act 1985.

We have done so on the grounds that the company is entitled to the benefits of these exemptions, as a medium sized company.

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) Directors
)

Stephen R. Doo
M. O'Neill

The notes on pages 7 to 18 form part of these accounts.
Report of the Auditors' to the Directors page 3

STATEMENT OF SOURCE AND APPLICATION
OF FUNDS FOR THE YEAR ENDED 31 DECEMBER 1988

	1988		1987	
	£	£	£	£
SOURCE OF FUNDS				
Profit before taxation		504,981		533,975
Adjustment for items not involving the movement of funds:				
Depreciation	493,796		232,496	
Profit on disposal of fixed assets	(23,671)		(404)	
Prior year adjustments	-		7,731	
Share of profits of associated companies	(133,728)		(99,711)	
Grant release	(73,728)		(128,000)	
Bonus issue of shares	-		(23,200)	
Redemption of shares	-		(89,800)	
		262,669		(100,888)
TOTAL FROM OPERATIONS		767,650		433,087
FUNDS FROM OTHER SOURCES				
Hire purchase finance received	651,564		391,755	
Disposal of tangible fixed assets	108,775		18,522	
Grants received	85,441		164,000	
Loans received	716,825		500,000	
Share issue	-		25,000	
		1,562,605		1,097,277
		2,330,255		1,530,364
APPLICATION OF FUNDS				
Purchase of tangible fixed assets	1,938,760		1,484,078	
Purchase of investments	239,400		-	
Corporation tax paid	-		173	
Repayment of bank loan	72,885		65,209	
		(2,251,045)		(1,549,460)
		79,210		(19,096)
DECREASE IN WORKING CAPITAL				
Stocks	14,314		6,419	
Debtors	468,350		605,573	
Creditors falling due within one year excluding bank overdraft and taxation	(150,655)		(610,195)	
		332,009		(1,797)
Movement in net liquid funds:				
Cash in hand	6,904		(14,712)	
Bank overdraft	(259,703)		(6,181)	
		(252,799)		(20,893)
		79,210		(19,096)

Report of the Auditors to the Directors page 3.

NOTES TO THE ACCOUNTS - 31 DECEMBER 1988Principal accounting policies

1 The accounts are prepared in accordance with the historical cost convention. The following is a summary of the more important accounting policies used by the company.

(a) Depreciation

Depreciation has been calculated, so as to write off the cost of fixed assets on a straight line basis over the expected useful lives of the assets concerned. The principal rates used for this purpose, which are consistent with those of last year, are:-

	%
Motor vehicles	25
Office equipment and commercial vehicles	20
Tanks	10
Long Leasehold land	over the remaining period of the lease
Buildings	2 - 4

(b) Government grants

Revenue based government grants are credited to revenue in the period in which they were earned. Capital based grants are credited to a grant reserve and released to revenue over a three year period. This is not in accordance with Statement of Standard Accounting Practice Number Four which states that capital based grants should be released to revenue over the expected useful lives of the assets (see note 15).

(c) Hire purchase agreements

Assets obtained on hire purchase are capitalised on commencement of the agreement and are depreciated over their estimated useful lives. Obligations for future repayments are shown as liabilities in the balance sheet.

(d) Deferred taxation

Provision is made for deferred taxation by the liability method at the rate of corporation tax at which timing differences are expected to reverse, except in respect of any tax reduction which can reasonably be expected to continue for the future.

BULKHAUL LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 1988 - Continued

Principal accounting policies - Continued

(e) Foreign currencies

Trading transactions denominated in foreign currencies are translated into sterling at the exchange rate ruling when the transaction was entered into. Assets and liabilities denominated in foreign currencies are translated into sterling at the exchange rates ruling at the balance sheet date. Exchange gains or losses are included in operating profit.

(f) Associated companies

The results of associated companies are incorporated in the accounts using the equity method.

Profit on ordinary activities

2	1988	1987
	£	£
Gross profit	1,382,274	931,920
Administration expenses	(816,063)	(538,762)
Operating profit (note 4)	566,211	393,158
Interest receivable	2,272	6,629
Exceptional Income (note 5)	73,728	128,000
Interest payable and similar charges		
Bank overdraft and loans	(105,204)	(25,005)
Hire purchase agreements	(165,754)	(68,518)
Profit on ordinary activities before taxation	371,253	434,264

NOTES TO THE ACCOUNTS - 31 DECEMBER 1988 - Continued

Share of profits of associated companies

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	Keiserling (UK) Limited	Teesside Insurance Consultants Limited	Total
	£	£	£
Share of profit before taxation	131,044	2,684	133,728
Share of taxation charge	(14,163)	(935)	(15,098)
	<u>116,881</u>	<u>1,749</u>	<u>118,630</u>

Operating profit

4 Operating profit is stated after charging/(crediting):-

	<u>1988</u> £	<u>1987</u> £
Auditors' remuneration	3,750	3,000
Hire of plant and machinery	103,652	47,290
Depreciation of tangible fixed assets	493,796	232,496
Directors' remuneration (note 6)	125,401	124,183
Profit on sale of fixed assets	(23,671)	(404)

Exceptional income

5 Exceptional income comprised the following:-

	<u>1988</u> £	<u>1987</u> £
Grants receivable under Regional Selective Assistance Scheme	20,000	80,000
Revenue based Regional Development Grant receivable	29,872	48,000
Capital based Regional Development Grant release (note 15)	23,856	-
	<u>73,728</u>	<u>128,000</u>

Directors' emoluments

6 Emoluments of the directors of the company, including pension contributions, were as follows:

	<u>1988</u> £	<u>1987</u> £
For management services	<u>136,828</u>	<u>124,183</u>

BULKHAUL LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 1988 - Continued

Directors' emoluments - continued

Particulars of directors' emoluments (excluding pension contributions), disclosed in accordance with Part V of Schedule 5 of the Companies Act 1985, are as follows:

	<u>1988</u>	<u>1987</u>
	£	£
Emoluments of the chairman who is the highest paid director	76,652	74,258
Number of other directors whose emoluments were within the ranges:		
£0 to £ 5,000	-	1
£45,001 to £50,000	-	1
£50,001 to £55,000	1	-

Employee information

- 7 (a) The average number of persons employed by the company (including executive directors) during the year is analysed below:-

	<u>1988</u>	<u>1987</u>
Office and management	25	14
Selling and distribution	3	3
Drivers and mechanics	30	7
	<u>58</u>	<u>24</u>

- (b) Employment costs of all employees included above:-

	<u>1988</u>	<u>1987</u>
	£	£
Gross wages and salaries	702,782	262,563
Employer's national insurance contributions	43,074	26,781
Employer's pension contribution under the company pension scheme	17,973	6,385
	<u>763,829</u>	<u>295,729</u>

BULKHAUL LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 1988 - Continued

Tax on profit on ordinary activities

8 The tax charge is based on the profit on ordinary activities for the year and comprises:-

	<u>1988</u>	<u>1987</u>
	£	£
UK Corporation tax	-	-
	-	-
	<u> </u>	<u> </u>

On the basis of the company's planned capital expenditure over the next three years the amount of capital allowances in respect of eligible additions will exceed the charge for depreciation on existing and new assets on which allowances are claimed. In accordance with the accounting policy set out in note 1(d), deferred tax is not being provided in respect of such timing differences. The full potential liability for deferred tax at 31 December 1988 amounts to approximately £520,000 (1987 : £380,000).

9 Prior year adjustment

	<u>1988</u>	<u>1987</u>
	£	£
Write back of invoice provisions no longer required	-	20,857
Final settlement re purchase of assets	-	(13,126)
	<u> </u>	<u> </u>
	-	7,731
	<u> </u>	<u> </u>

BULKHAUL LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 1988 - Continued

Fixed assets

10 The changes in fixed assets during the year were as follows:-

	Leasehold land & buildings	Commercial vehicles & tanks	Motor vehicles	Office equipment & sundry tools	Total
	£	£	£	£	£
Cost					
At 1 January 1988	542,951	2,092,130	139,736	243,833	3,018,650
Additions	230,909	1,250,486	286,155	171,210	1,938,760
Disposals	-	(30,296)	(74,912)	(35,063)	(140,271)
At 31 December 1988	773,860	3,312,320	350,979	379,980	4,817,139
Depreciation					
At 1 January 1988	550	349,056	37,520	35,939	423,065
Charge for year	17,933	362,411	52,574	60,878	493,796
Disposals	-	(5,923)	(37,452)	(11,792)	(55,167)
At 31 December 1988	18,483	705,544	52,642	85,025	861,694
Net book value					
At 31 December 1988	755,377	2,606,776	298,337	294,955	3,955,445
At 31 December 1987	542,401	1,743,074	102,216	207,894	2,595,585

NOTES TO THE ACCOUNTS - 31 DECEMBER 1988 - Continued

Fixed assets - continued

Included above at 31 December 1988 the following assets were held under hire purchase agreements:

	Cost	Accumulated Depreciation	Net book value
	£	£	£
Commercial vehicles and tanks	2,297,796	324,813	1,972,983
Motor vehicles	323,069	37,181	285,888
Office equipment and sundry tools	147,028	29,407	117,621
	<u>2,767,893</u>	<u>391,401</u>	<u>2,376,492</u>

Investments

11

1988	1987
£	£

Investments are in companies incorporated in the United Kingdom unless otherwise stated

Kieserling (UK) Limited (see note 20 and (a) below) 49,000 ordinary shares of £1 each (representing 49% of ordinary shares)

Investing company's share of net assets 311,518 198,645

Teesside Transport Services Limited (see (b) below) 750 ordinary shares of £1 each (representing 51% of ordinary shares)

Cost of shares 51 51

Teesside Insurance Consultants Limited (see (c) below) 750 ordinary shares of 50p each (representing 37.5% of ordinary shares)

Investing company's share of net assets 7,541 6,243

Middlesbrough Football and Athletic Company (1986) Limited (see (d) below)

125,000 ordinary shares of £1 each (representing 15.2% of ordinary shares)

Cost of shares 125,000 125,000

Cancara Limited (see (e) below)

Deposit on purchase of 9 ordinary shares of £1 each, (representing 100% of ordinary shares)

117,985 -

NOTES TO THE ACCOUNTS - 31 DECEMBER 1988 - Continued

	1988	1987
	<u>£</u>	<u>£</u>
Holcroft Limited (see (e) below) Deposit on purchase of 9 ordinary shares of £1 each, (representing 100% of ordinary shares)	119,415	-
Mullet Limited (see (f) below) 1000 ordinary shares of £1 each (representing 100% of ordinary shares) Cost of shares	1,000	-
Portadown Limited (see (f) below) 1000 ordinary shares of £1 each (representing 100% of ordinary shares) Cost of shares	1,000	-
	<u>683,510</u>	<u>329,939</u>
Other investment	1	1
	<u>683,511</u>	<u>329,940</u>

- (a) Kieserling (UK) Limited are specialised international hauliers.
- (b) Teesside Transport Services Limited has not yet commenced trading.
- (c) Teesside Insurance Consultants Limited are insurance brokers.
- (d) Middlesbrough Football and Athletic Company (1986) Limited operates Middlesbrough Football Club. The directors of Bulkhaul Limited consider that no provision is required against this investment.
- (e) Cancara Limited and Holcroft Limited are both incorporated in Jersey and had not commenced trading at 31 December 1988 (see note 19(d)).
- (f) Mullet Limited and Portadown Limited are both incorporated in Gibraltar and had not commenced trading at 31 December 1988 (see note 19(d)).
- (g) As all of the subsidiary companies; Teesside Transport Services Limited, Cancara Limited, Holcroft Limited, Mullet Limited and Portadown Limited, had not commenced trading at 31 December 1988, the directors consider that consolidated accounts would be of no value to the members and accordingly they have not been prepared.

BULKHAUL LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 1988 - Continued

Debtors

12	1988	1987
	£	£
Trade debtors (see (a) below)	1,288,771	912,111
Other debtors (see (b) below)	103,649	146,339
Amounts due from subsidiary companies (see (c) below)	214,242	-
Prepayments and accrued income	150,547	240,826
Recoverable advance corporation tax	10,417	-
	<u>1,767,626</u>	<u>1,299,276</u>

- (a) Trade debtors include amounts due from Kieserling (UK) Limited and its subsidiary companies totalling £88,545 (1987 : £44,357) (see note 11).
- (b) Other debtors includes a £31,250 loan to Mr S Gibson (Managing Director) which has no specified terms of repayment and bears no interest. The maximum amount outstanding on the loan during the year was £31,250.
- (c) The amounts due from subsidiary companies represent advances to Mullet Limited and Portadown Limited (see notes 11(f) and 19(d)).

Creditors: amounts falling due within one year

13	1988	1987
	£	£
Bank overdraft (see (a) below)	265,884	6,181
Bank loan	-	72,885
Debenture loan (see (b) below)	16,233	-
Trade creditors	1,156,667	806,980
Other creditors including taxation and social security (see (c) below)	872,730	614,524
Accruals	337,320	545,085
	<u>2,648,834</u>	<u>2,045,655</u>

- (a) The bank overdraft is secured by a fixed charge over the company's land and buildings, investments and debts and a floating charge over the remaining assets of the company.
- (b) This loan is secured by a second floating charge over the company's assets, bears interest at an annualised rate of 9.8% and is repayable in quarterly instalments to 25 January 1991.

BULKHAUL LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 1988 - Continued

Creditors: amounts falling due within one year - continued

- (c) Included in other creditors including taxation and social security are the following amounts:-

	1988	1987
	£	£
Hire purchase liability falling due within one year	769,455	519,982
Social security	59,131	76,956
Taxation	149	-
Advance corporation tax	10,417	-

Creditors: amounts falling due after more than one year

14	1988	1987
	£	£
Hire purchase amounts due after more than one year (see (a) below)	979,406	577,315
Long term loans (see (b) below)	678,037	500,000
Long term loan (see (c) below)	500,000	-
Debenture loan (see note 13(b))	22,555	-
	<u>2,179,998</u>	<u>1,077,315</u>

- (a) These amounts are all due within five years from the balance sheet date.
- (b) These loans bear interest at rates of approximately 2½% above the base lending rate of the National Westminster Bank Plc. They are secured by a debenture over all present and future property and assets of the company including goodwill and book debts and were repayable on 31 July 1993. During 1989 this facility was increased to £875,000 with £500,000 still repayable on 31 July 1993 and the remainder due on demand.
- (c) This loan bears interest at the rate of 8.75% per annum. It is repayable by four equal annual instalments of £125,000 commencing on 31 January 1993 and is secured by a guarantee from the company's bankers secured on the same terms as the bank overdraft (see note 13(a)).
- (d) The security for each of the long term loans described in (b) and (c) above rank pari passu with each other.

BULKHAUL LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 1988

Creditors: amounts falling due after more than one year - continued

- (e) An analysis of the above balance by date of repayment is set out below:-

	£
Repayable between 1 and 2 years	827,333
Repayable between 2 and 5 years	977,665
Repayable after 5 years	375,000
	<u>2,179,998</u>

Accruals and deferred income

- 15 A summary of the movements on the grant reserve during the year is given below:-

	<u>1988</u>	<u>1987</u>
	£	£
At 1 January 1988	36,000	-
Capital grants received	35,569	36,000
Released to revenue	(23,856)	-
At 31 December 1988	<u>47,713</u>	<u>36,000</u>

As stated in note 1(b), capital based grants received and receivable are credited to a grant reserve and released to revenue over three years. This is not in accordance with Statement of Standard Accounting Practice Number Four. If the accounts had been prepared in accordance with this standard the amount released to revenue for the year would have been approximately £2,000 (1987 : £NIL).

Share Capital

16	<u>1988</u>	<u>1987</u>
Authorised - Ordinary £1 shares	<u>25,000</u>	<u>25,000</u>
Issued - Ordinary £1 shares	<u>25,000</u>	<u>25,000</u>

BULKHAUL LIMITED

NOTES TO THE ACCOUNTS - 31 DECEMBER 1988 - Continued

Transactions with associated company

17 During the year the company entered into a number of transactions with Kieserling (UK) Limited (see note 11). Freight and office services were sold to Kieserling (UK) Limited to the value of £177,309. Freight services purchased from Kieserling (UK) Limited totalled £14,931.

Contingencies and commitments

18(a) At 31 December 1988 the following capital expenditure had been contracted for by the company.

	£
Long leasehold land	63,000
	63,000

(b) The company has received financial assistance under government grant aid schemes. Under the conditions of this assistance, the company may be liable to repay some or all of the grants received should it fail to comply with the terms and conditions laid down. The directors are of the opinion that no such liability will arise and accordingly no provision is required in these accounts for any such liability.

Post balance sheet events

- 19(a) On 1 March 1989 the company incorporated a subsidiary company; Bulkhaul Belgium NV, of which it owns the entire paid up capital of B Fr 1,700,000 shares issued on that date, which was also the date on which this company commenced trading.
- (b) On 28 March 1989 the company entered into an agreement for a 125 year lease on land at Brignell Road, Middlesbrough, which includes the site upon which its premises are located, for the payment of a premium of £70,000 and a peppercorn rent
- (c) With effect from 1 September 1989 the company became the beneficial owner of the entire share capital of Kieserling (UK) Limited, comprising of 100,000 ordinary shares of £1 each. On that date the company increased its holding from 49,000 ordinary shares by the purchase of a further 26,000 ordinary shares and by giving notice of the exercise of its option to purchase at a later date the remaining 25,000 ordinary shares. The business and assets of Kieserling (UK) Limited were transferred to Bulkhaul Limited on 1 January 1990.
- (d) During 1989 the company made further investments in and advances to Cancara Limited, Holcroft Limited, Mullet Limited and Portadown Limited, following which such amounts totalled approximately £800,000.

Pension commitments

20 The company operates a self administered pension scheme. The company has no liability other than to pay the employers contributions to this scheme.