

REPORT OF THE DIRECTORS AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 TH SEPTEMBER 2009
FOR
CONDOR TRADE LIMITED

3797975



CONDOR TRADE LIMITED

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For The Year Ended 30th September 2009

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CONDOR TRADE LIMITED

COMPANY INFORMATION

For The Year Ended 30th September 2009

DIRECTORS

M G Burgess
P S Iles
C M Seston
L M Jones

SECRETARY

C M Seston

REGISTERED OFFICE

Regus House
Victory Way
Admirals Park Crossways
Dartford
Kent
DA2 6QD

REGISTERED NUMBER

03797975 (England and Wales)

ACCOUNTANTS

Robsons Accountants
19 Montpelier Avenue
Bexley
Kent
DA5 3AP

CONDOR TRADE LIMITED
REPORT OF THE DIRECTORS
For The Year Ended 30th September 2009

The directors present their report with the financial statements of the company for the year ended 30th September 2009

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of physical merchant trading

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements. The company has adopted the United States Dollar as its functional and reporting currency from 1 October 2007. All figures presented in the annexed financial statements are stated in United States Dollars.

DIVIDENDS

No dividend is proposed (2008 £Nil)

FUTURE DEVELOPMENTS

The directors expect the company to continue to trade profitably

DIRECTORS


The directors shown below have held office during the whole of the period from 1st October 2008 to the date of this report

M G Burgess
P S Leslie
C M Seston

Other changes in directors holding office are as follows

L M Jones - appointed 10th July 2009

ON BEHALF OF THE BOARD


P S Leslie - Director

Date 30/3/2010

CONDOR TRADE LIMITED

INCOME STATEMENT

For The Year Ended 30th September 2009

| | Notes | 2009 \$ | 2008 \$ |
|---------------------------------|-------|----------------|----------------|
| CONTINUING OPERATIONS | | | |
| Revenue | | 440,236 | 589,567 |
| Cost of sales | | (210,000) | (210,000) |
| GROSS PROFIT | | 230,236 | 379,567 |
| Other operating income | | 30,000 | 30,000 |
| Administrative expenses | | (37,779) | (57,075) |
| OPERATING PROFIT | | 222,457 | 352,492 |
| Finance income | 3 | 258 | 4,688 |
| PROFIT BEFORE INCOME TAX | 4 | 222,715 | 357,180 |
| Income tax | 5 | (47,588) | (93,323) |
| PROFIT FOR THE YEAR | | 175,127 | 263,857 |

The notes form part of these financial statements

CONDOR TRADE LIMITED

STATEMENT OF RECOGNISED INCOME AND EXPENSE

For The Year Ended 30th September 2009

| | 2009 \$ | 2008 \$ |
|---|-----------------------|-----------------------|
| PROFIT FOR THE FINANCIAL YEAR | <u>175,127</u> | <u>263 857</u> |
| TOTAL RECOGNISED INCOME AND EXPENSE FOR THE YEAR | <u><u>175,127</u></u> | <u><u>263 857</u></u> |

The notes form part of these financial statements

CONDOR TRADING LIMITED

BALANCE SHEET 30th September 2009

| | Notes | 2009 \$ | 2008 \$ |
|-------------------------------------|-------|----------------|----------------|
| ASSETS | | | |
| CURRENT ASSETS | | | |
| Trade and other receivables | 7 | 100,574 | 100,574 |
| Cash and cash equivalents | 8 | 681,724 | 599,934 |
| | | <u>782,298</u> | <u>700,508</u> |
| TOTAL ASSETS | | <u>782,298</u> | <u>700,508</u> |
| EQUITY | | | |
| SHAREHOLDERS' EQUITY | | | |
| Called up share capital | 9 | 100,000 | 100,000 |
| Retained earnings | 10 | 602,708 | 127,581 |
| TOTAL EQUITY | | <u>702,708</u> | <u>527,581</u> |
| LIABILITIES | | | |
| CURRENT LIABILITIES | | | |
| Trade and other payables | 11 | 17,038 | 79,393 |
| Tax payable | | 62,552 | 93,534 |
| | | <u>79,590</u> | <u>172,927</u> |
| TOTAL LIABILITIES | | <u>79,590</u> | <u>172,927</u> |
| TOTAL EQUITY AND LIABILITIES | | <u>782,298</u> | <u>700,508</u> |

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30th September 2009.

The members have not required the company to obtain an audit of its financial statements for the year ended 30th September 2009 in accordance with Section 476 of the Companies Act 2006.


The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements so far as applicable to the company.

The financial statements were approved by the Board of Directors on

30/09/2010

and were signed


P S Leslie - Director

The notes form part of these financial statements

CONDOR TRADE LIMITED

CASH FLOW STATEMENT

For The Year Ended 30th September 2009

| | Notes | 2009 \$ | 2008 \$ |
|---|-------|----------------|-----------------|
| Cash flows from operating activities | | | |
| Cash generated from operations | 1 | 160,102 | 369,820 |
| Tax paid | | (78,570) | (28,910) |
| Net cash from operating activities | | 81,532 | 340,910 |
| Cash flows from investing activities | | | |
| Purchase of tangible fixed assets | | - | (33,505) |
| Interest received | | 258 | 4,688 |
| Net cash from investing activities | | 258 | (28,817) |
| Cash flows from financing activities | | | |
| Share issue | | - | 99,996 |
| Net cash from financing activities | | - | 99,996 |
| Increase in cash and cash equivalents | | 81,790 | 412,089 |
| Cash and cash equivalents at beginning of year | 2 | 599,934 | 187,845 |
| Cash and cash equivalents at end of year | 2 | 681,724 | 599,934 |

The notes form part of these financial statements

CONDOR TRADE LIMITED

NOTES TO THE CASH FLOW STATEMENT

For The Year Ended 30th September 2009

1 RECONCILIATION OF PROFIT BEFORE INCOME TAX TO CASH GENERATED FROM OPERATIONS

| | 2009 | 2008 |
|---|-----------------------|-----------------------|
| | \$ | \$ |
| Profit before income tax | 222,715 | 357,180 |
| Depreciation charges | - | 33,505 |
| Finance income | (258) | (4,688) |
| | <u>222,457</u> | <u>385,997</u> |
| Increase in trade and other receivables | - | (95,570) |
| (Decrease)/Increase in trade and other payables | (62,355) | 79,393 |
| | <u>160,102</u> | <u>369,820</u> |
| Cash generated from operations | <u><u>160,102</u></u> | <u><u>369,820</u></u> |

2 CASH AND CASH EQUIVALENTS

The amounts disclosed on the cash flow in respect of cash and cash equivalents are in respect of these balance sheet amounts

Year ended 30th September 2009

| | 30 9 09 | 1 10 08 |
|---------------------------|----------------|----------------|
| | \$ | \$ |
| Cash and cash equivalents | <u>681,724</u> | <u>599,934</u> |

Year ended 30th September 2008

| | 30 9 08 | 1 10 07 |
|---------------------------|----------------|----------------|
| | \$ | \$ |
| Cash and cash equivalents | <u>599,934</u> | <u>187,845</u> |

The notes form part of these financial statements

CONDOR TRADE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended 30th September 2009

I ACCOUNTING POLICIES

Basis of preparation

The financial statements have for the second time been prepared in accordance with the International Financial Reporting Standards ('IFRS') as approved by the International Accounting Standards Board ('IASB')

The Company has adopted all of the new and revised Standards and Interpretations issued by the IASB and the International Financial Reporting Interpretations Committee ('IFRIC') of the IASB that have been adopted for use in the European Union and are relevant to its operations and effective for accounting periods beginning on 1st January 2007

The directors anticipate that the adoption of these Standards in future periods will have no material impact on the income statement and net assets

Accounting Convention

The financial statements have been prepared under the historical cost convention

Foreign currencies

The functional currency of the company is and always has been the United States Dollar ('USD') as most of its trading revenue is derived from that currency. Historically the company has used Pounds Sterling as its presentation currency for its financial statements. The board continues to believe that it is more appropriate that the company presents its accounts in its functional currency and accordingly these financial statements are denominated in USD for the third time

Non-monetary assets and liabilities denominated in currencies other than USD have been translated at their historical rates of exchange

Deferred taxation

Deferred taxation is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax or a right to pay less tax at a future date at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements

Cash and cash equivalents

For the purposes of the cash flow statement cash and cash equivalents comprises cash held by the company

Revenue recognition

Revenue takes the form of commissions received from the provision of commodity and trade related services. Revenues are recognised on a cash receivable basis

Interest income and expense

Interest income and expense is accrued on a time basis by reference to the principal outstanding and at the effective interest rate applicable which is the rate that exactly discounts estimated future cash receipts over the expected life of the financial asset to that asset's net carrying amount

Property, plant and equipment

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Computer equipment - at varying rates on cost

CONDOR TRADF LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 30th September 2009

1 ACCOUNTING POLICIES - continued

Taxation

Current tax including UK corporation 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 Company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the years in which timing differences are expected to reverse based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax assets are recognised to the extent that they are regarded as more likely than not they will be recovered. Deferred tax is measured on a non-discounted basis.

2 EMPLOYEES AND DIRECTORS

There were no staff costs for the year ended 30th September 2009 nor for the year ended 30th September 2008.

| | 2009 \$ | 2008 \$ |
|-------------------------|-------------------|-------------------|
| Directors' remuneration | - | - |
| | <u> </u> | <u> </u> |

3 NET FINANCE INCOME

| | 2009 \$ | 2008 \$ |
|--------------------------|------------|--------------|
| Finance income | | |
| Deposit account interest | 258 | 4 684 |
| HMRC repayment interest | - | 4 |
| | <u>258</u> | <u>4 688</u> |

4 PROFIT BEFORE INCOME TAX

The profit before income tax is stated after charging

| | 2009 \$ | 2008 \$ |
|---|-------------------|-------------------|
| Cost of inventories recognised as expense | 210,000 | 210 000 |
| Depreciation - owned assets | - | 33 505 |
| Foreign exchange differences | 2,244 | 164 |
| | <u> </u> | <u> </u> |

5 INCOME TAX

Analysis of the tax charge

| | 2009 \$ | 2008 \$ |
|--------------------------------------|-------------------|-------------------|
| Current tax | | |
| Tax | 47 434 | 93 158 |
| Late payment interest | 154 | 165 |
| | <u> </u> | <u> </u> |
| Total tax charge in income statement | <u>47,588</u> | <u>93 323</u> |

CONDOR TRADE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 30th September 2009

6 PROPERTY, PLANT AND EQUIPMENT

| | |
|-------------------------|--------------------------------------|
| | Computer equipment \$ |
| COST | |
| At 1st October 2008 | |
| and 30th September 2009 | <u>33,505</u> |
| DEPRECIATION | |
| At 1st October 2008 | |
| and 30th September 2009 | <u>33,505</u> |
| NET BOOK VALUE | |
| At 30th September 2009 | <u><u>-</u></u> |
| At 30th September 2008 | <u><u>-</u></u> |

7 TRADE AND OTHER RECEIVABLES

| | | |
|---------------|--------------------|--------------------|
| | 2009 \$ | 2008 \$ |
| Current | | |
| Other debtors | <u>100,574</u> | <u>100,574</u> |

8 CASH AND CASH EQUIVALENTS

| | | |
|---------------|--------------------|--------------------|
| | 2009 \$ | 2008 \$ |
| Bank accounts | <u>681,724</u> | <u>599,934</u> |

9 CALLED UP SHARE CAPITAL

| | | | | |
|-------------------------------|----------|------------------|--------------------|--------------------|
| Alotted issued and fully paid | | | | |
| Number | Class | Nominal value | 2009 \$ | 2008 \$ |
| 100,000 | ordinary | \$1 | <u>100,000</u> | <u>100,000</u> |

10 RESERVES

| | |
|------------------------|-------------------------------------|
| | Retained earnings \$ |
| At 1st October 2008 | <u>427,581</u> |
| Profit for the year | <u>175,127</u> |
| At 30th September 2009 | <u><u>602,708</u></u> |

CONDOR TRADE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 30th September 2009

11 TRADE AND OTHER PAYABLES

| | 2009 | 2008 |
|------------------|---------------|---------------|
| | \$ | \$ |
| Current | | |
| Other creditors | 58 | 88 |
| Accrued expenses | 16,980 | 79,305 |
| | <u>17,038</u> | <u>79,393</u> |

12 ULTIMATE PARENT COMPANY

The ultimate parent company is Grooveflower Limited, a company incorporated in Great Britain and registered in England and Wales.

CONDOR TRADE LIMITED

REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF
CONDOR TRADE LIMITED

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30th September 2009 set out on pages three to eleven and you consider that the company is exempt from an audit

In accordance with your instructions we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us



Robsons Accountants
19 Montpelier Avenue
Bexley
Kent
DA5 3AP

Date 27/5/2010

This page does not form part of the statutory financial statements

CONDOR TRADE LIMITED
INCOME STATEMENT SUMMARIES
For The Year Ended 30th September 2009

| | 2009 \$ | 2008 \$ |
|---------------------------------------|----------------|----------------|
| REVENUE | | |
| Commission receivable | 440,236 | 589 567 |
| | <u>440,236</u> | <u>589 567</u> |
| COST OF SALES | | |
| Commission costs | 210,000 | 210 000 |
| | <u>210,000</u> | <u>210 000</u> |
| OTHER OPERATING INCOME | | |
| Administration fees | 30,000 | 30 000 |
| | <u>30,000</u> | <u>30 000</u> |
| ADMINISTRATIVE EXPENSES | | |
| Administrative expenses | | |
| Telephone and fax | 18,431 | 10 380 |
| Post and stationery | 1,765 | 1 370 |
| IT costs | 4 811 | - |
| Accountancy | 1,861 | 800 |
| Legal and professional fees | 7,654 | 9 723 |
| Foreign exchange losses | 2,244 | 464 |
| Depreciation of tangible fixed assets | | |
| Computer equipment | - | 33 505 |
| Finance costs | | |
| Bank charges | 1,013 | 833 |
| | <u>37,779</u> | <u>57 075</u> |
| FINANCE INCOME | | |
| Deposit account interest | 258 | 4 684 |
| HMRC repayment interest | - | 4 |
| | <u>258</u> | <u>4 688</u> |