

Abbreviated Accounts for the Year Ended 31 December 2003

for

Lodige Integral Limited



**Lodige Integral Limited**

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for the Year Ended 31 December 2003**

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**Lodige Integral Limited**  
**Company Information**  
**for the Year Ended 31 December 2003**

**DIRECTORS:** Dr R. Lodige  
J.J. Read

**SECRETARY:** M. Plumley

**REGISTERED OFFICE:** 11 High Street  
Egham  
Surrey  
TW20 9EA

**REGISTERED NUMBER:** 4253803 (England and Wales)

**AUDITORS:** Crick Heitman  
Chartered Certified Accountants  
Registered Auditors  
2 Clarendon Road  
Ashford  
Middlesex  
TW15 2QE

**Lodige Integral Limited**  
**Report of the Directors**  
**for the Year Ended 31 December 2003**

The directors present their report with the accounts of the company for the year ended 31 December 2003.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of the planning and maintenance of automated cargo systems.

**REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed accounts.

The year saw continued supply of planning and maintenance services for air cargo systems. In a difficult year for the industry, Lodige Integral managed to increase turnover whilst under pressure to reduce costs. The increase in turnover came predominantly from expanding the company's scope to include IT support services, system consultancy and by providing added value to various client projects. Over the year staff levels have returned to pre 9/11 levels.

**DIVIDENDS**

No interim dividend was paid during the year. The directors recommend a final dividend of £17.81 per share.

The total distribution of dividends for the year ended 31 December 2003 will be £178,148.

**FUTURE DEVELOPMENTS**

A new, major maintenance contract was signed in early 2004, consolidating the company's position as a key supplier of quality services to the air cargo industry. The company will continue to expand its scope and increase the quality of service provided.

**DIRECTORS**

The directors during the year under review were:

Dr R. Lodige  
J.J. Read

The directors holding office at 31 December 2003 did not hold any beneficial interest in the issued share capital of the company at 1 January 2003 or 31 December 2003.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the 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 which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.


**Lodige Integral Limited**

**Report of the Directors**  
**for the Year Ended 31 December 2003**

**AUDITORS**

The auditors, Crick Heitman, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

**ON BEHALF OF THE BOARD:**

A handwritten signature in black ink, appearing to read 'M. Plumley', with a long horizontal stroke extending to the right.

M. Plumley - Secretary

26 April 2004

**Report of the Independent Auditors to**  
**Lodige Integral Limited**  
**Under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts on pages five to thirteen, together with the full financial statements of the company for the year ended 31 December 2003 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages five to thirteen are properly prepared in accordance with that provision.



Crick Heitman  
Chartered Certified Accountants  
Registered Auditors  
2 Clarendon Road  
Ashford  
Middlesex  
TW15 2QE

4 September 2004

**Lodige Integral Limited**

**Abbreviated Profit and Loss Account**  
**for the Year Ended 31 December 2003**

		31.12.03	31.12.02
	Notes	£	£
<b>GROSS PROFIT</b>		515,395	412,683
Administrative expenses		224,843	226,718
<b>OPERATING PROFIT</b>	3	290,552	185,965
Interest receivable and similar income		3,437	4,659
		293,989	190,624
Interest payable and similar charges	4	39,354	5,384
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		254,635	185,240
Tax on profit on ordinary activities	5	76,487	53,323
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>		178,148	131,917
Dividends	6	178,148	130,000
		-	1,917
Retained profit brought forward		6,176	4,259
<b>RETAINED PROFIT CARRIED FORWARD</b>		£6,176	£6,176

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current and previous years.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these abbreviated accounts

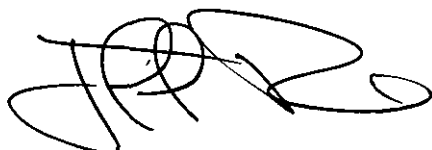
**Lodige Integral Limited**

**Abbreviated Balance Sheet**  
**31 December 2003**

		31.12.03	31.12.02
	Notes	£	£
<b>CURRENT ASSETS:</b>			
Stocks	7	499,026	481,683
Debtors	8	857,023	494,867
Cash at bank and in hand		378,135	413,652
		<u>1,734,184</u>	<u>1,390,202</u>
<b>CREDITORS:</b> Amounts falling due within one year	9	1,218,008	1,374,026
<b>NET CURRENT ASSETS:</b>		<u>516,176</u>	<u>16,176</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>		516,176	16,176
<b>CREDITORS:</b> Amounts falling due after more than one year	10	500,000	-
		<u>£16,176</u>	<u>£16,176</u>
<b>CAPITAL AND RESERVES:</b>			
Called up share capital	12	10,000	10,000
Profit and loss account		6,176	6,176
<b>SHAREHOLDERS' FUNDS:</b>	14	<u>£16,176</u>	<u>£16,176</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

**ON BEHALF OF THE BOARD:**



J.J. Read - Director

Approved by the Board on 26 April 2004

The notes form part of these abbreviated accounts



**Lodige Integral Limited**  
**Cash Flow Statement**  
**for the Year Ended 31 December 2003**

		<u>31.12.03</u>	<u>31.12.02</u>
	Notes	£	£
<b>Net cash inflow from operating activities</b>	1	224,511	525,935
<b>Returns on investments and servicing of finance</b>	2	(35,917)	(725)
<b>Taxation</b>		(45,963)	(46,211)
<b>Equity dividends paid</b>		(178,148)	(130,000)
<b>(Decrease)/Increase in cash in the period</b>		<u>£(35,517)</u>	<u>£348,999</u>
<hr/>			
<b>Reconciliation of net cash flow to movement in net funds</b>	3		
<b>(Decrease)/Increase in cash in the period</b>		<u>(35,517)</u>	<u>348,999</u>
<b>Change in net funds resulting from cash flows</b>		<u>(35,517)</u>	<u>348,999</u>
<b>Movement in net funds in the period</b>		<u>(35,517)</u>	<u>348,999</u>
<b>Net funds at 1 January</b>		<u>413,652</u>	<u>64,653</u>
<b>Net funds at 31 December</b>		<u>£378,135</u>	<u>£413,652</u>

The notes form part of these abbreviated accounts

**Lodige Integral Limited**

**Notes to the Cash Flow Statement**  
**for the Year Ended 31 December 2003**

**1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	31.12.03 £	31.12.02 £
Operating profit	290,552	185,965
Increase in stocks	(17,343)	(158,624)
Increase in debtors	(362,156)	(290,759)
Increase in creditors	313,458	789,353
	<u>224,511</u>	<u>525,935</u>
<b>Net cash inflow from operating activities</b>	<u><u>224,511</u></u>	<u><u>525,935</u></u>

**2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	31.12.03 £	31.12.02 £
<b>Returns on investments and servicing of finance</b>		
Interest received	3,437	4,659
Interest paid	(39,354)	(5,384)
	<u>(35,917)</u>	<u>(725)</u>
<b>Net cash outflow for returns on investments and servicing of finance</b>	<u><u>(35,917)</u></u>	<u><u>(725)</u></u>

**3. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.1.03 £	Cash flow £	At 31.12.03 £
<b>Net cash:</b>			
Cash at bank and in hand	413,652	(35,517)	378,135
	<u>413,652</u>	<u>(35,517)</u>	<u>378,135</u>
<b>Total</b>	<u><u>413,652</u></u>	<u><u>(35,517)</u></u>	<u><u>378,135</u></u>
<b>Analysed in Balance Sheet</b>			
Cash at bank and in hand	413,652		378,135
	<u>413,652</u>		<u>378,135</u>

The notes form part of these abbreviated accounts

**Lodige Integral Limited**

**Notes to the Abbreviated Accounts**  
**for the Year Ended 31 December 2003**

**1. ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

**Stocks**

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Deferred tax**

Deferred tax is recognised where applicable in respect of all timing differences that have originated but not reversed at the balance sheet date.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to the profit and loss account as incurred.

**Pensions**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

**2. STAFF COSTS**

	31.12.03	31.12.02
	£	£
Wages and salaries	3,014,346	2,516,965
Social security costs	329,247	226,099
Other pension costs	33,521	25,436
	<u>3,377,114</u>	<u>2,768,500</u>

The average monthly number of employees during the year was as follows:

	31.12.03	31.12.02
Operational	84	74
Administration	4	3
	<u>88</u>	<u>77</u>

**Lodige Integral Limited**  
**Notes to the Abbreviated Accounts**  
**for the Year Ended 31 December 2003**

**3. OPERATING PROFIT**

The operating profit is stated after charging:

	31.12.03	31.12.02
	£	£
Auditors' remuneration	12,000	12,000
Foreign exchange differences	1,521	743
Plant hire	12,900	6,409
	<u>53,145</u>	<u>8,000</u>
Directors' emoluments	<u>53,145</u>	<u>8,000</u>

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	1	-
	<u>1</u>	<u>-</u>

**4. INTEREST PAYABLE AND SIMILAR CHARGES**

	31.12.03	31.12.02
	£	£
Interest paid to group undertakings	39,354	5,384
	<u>39,354</u>	<u>5,384</u>

**5. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

	31.12.03	31.12.02
	£	£
Current tax:		
UK corporation tax	76,487	53,323
	<u>76,487</u>	<u>53,323</u>
Tax on profit on ordinary activities	<u>76,487</u>	<u>53,323</u>

UK corporation tax has been charged at 30% (2002 - 30%).

**Lodige Integral Limited**

**Notes to the Abbreviated Accounts**  
**for the Year Ended 31 December 2003**

**5. TAXATION - continued**

**Factors affecting the tax charge**

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	31.12.03 £	31.12.02 £
Profit on ordinary activities before tax	<u>254,635</u>	<u>185,240</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 30% (2002 - 30%)	76,391	55,572
Effects of: Marginal Relief	-	(2,249)
Expenses Disallowed	<u>96</u>	<u>-</u>
Current tax charge	<u><u>76,487</u></u>	<u><u>53,323</u></u>

**6. DIVIDENDS**

	31.12.03 £	31.12.02 £
Equity shares: Final - Ordinary shares	<u>178,148</u>	<u>130,000</u>

**7. STOCKS**

	31.12.03 £	31.12.02 £
Stock of spare parts	<u>499,026</u>	<u>481,683</u>

**8. DEBTORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	31.12.03 £	31.12.02 £
Trade debtors	850,379	463,980
Sundry debtors	<u>6,644</u>	<u>30,887</u>
	<u><u>857,023</u></u>	<u><u>494,867</u></u>

**Lodige Integral Limited**

**Notes to the Abbreviated Accounts**  
**for the Year Ended 31 December 2003**

**9. CREDITORS: AMOUNTS FALLING  
DUE WITHIN ONE YEAR**

	31.12.03	31.12.02
	£	£
Trade creditors	47,800	154,850
Other creditors	178,148	130,000
Social security and other taxes	296,507	125,283
Amounts due to parent undertakings	233,422	730,765
Amount due to group undertakings	30,668	97,223
Taxation	56,603	26,079
Accruals and deferred income	374,860	109,826
	<u>1,218,008</u>	<u>1,374,026</u>

**10. CREDITORS: AMOUNTS FALLING  
DUE AFTER MORE THAN ONE YEAR**

	31.12.03	31.12.02
	£	£
Amount due to parent company	<u>500,000</u>	<u>-</u>

**11. OBLIGATIONS UNDER LEASING AGREEMENTS**

The following payments are committed to be paid within one year:

	Operating leases 31.12.03	31.12.02
	£	£
Expiring:		
Between one and five years	<u>2,749</u>	<u>-</u>

**12. CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.03	31.12.02
			£	£
10,000	Ordinary Shares	£1	<u>10,000</u>	<u>10,000</u>

**13. ULTIMATE PARENT COMPANY**

The company is a wholly owned subsidiary of Lodige (United Kingdom) Limited which in turn is a wholly owned subsidiary of Lodige Fordertechnik GMBH, a company incorporated in Germany. The group financial statements of the ultimate parent company are available at Wilhelm-Lodige Str. 1, 34414 Warburg-Scherfede, Germany.

**Lodige Integral Limited**

**Notes to the Abbreviated Accounts**  
**for the Year Ended 31 December 2003**

14. **RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	31.12.03	31.12.02
	£	£
Profit for the financial year	178,148	131,917
Dividends	(178,148)	(130,000)
	<hr/>	<hr/>
Net addition to shareholders' funds	-	1,917
Opening shareholders' funds	16,176	14,259
	<hr/>	<hr/>
Closing shareholders' funds	16,176	16,176
	<hr/>	<hr/>
Equity interests	16,176	16,176
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