

PALLET LOGISTICS LIMITED
ABBREVIATED ACCOUNTS
31 MARCH 2008



FOURM
Chartered Accountants
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PALLET LOGISTICS LIMITED

ABBREVIATED ACCOUNTS

YEAR ENDED 31 MARCH 2008

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PALLET LOGISTICS LIMITED

ABBREVIATED BALANCE SHEET

31 MARCH 2008

| | Note | 2008 £ | 2007 £ |
|--|----------|-----------|-----------|
| FIXED ASSETS | 2 | | |
| Tangible assets | | 1,369,034 | 572,101 |
| CURRENT ASSETS | | | |
| Stocks | | 92,228 | 104,296 |
| Debtors | | 728,598 | 756,446 |
| Cash at bank and in hand | | 190,212 | 80,693 |
| | | 1,011,038 | 941,435 |
| CREDITORS: Amounts falling due within one year | 3 | 1,123,960 | 569,947 |
| NET CURRENT (LIABILITIES)/ASSETS | | (112,922) | 371,488 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 1,256,112 | 943,589 |
| CREDITORS: Amounts falling due after more than one year | 4 | 513,892 | 223,784 |
| PROVISIONS FOR LIABILITIES | | 27,396 | 16,816 |
| | | 714,824 | 702,989 |

The Balance sheet continues on the following page.

The notes on page 1 form part of these abbreviated accounts.

PALLET LOGISTICS LIMITED
ABBREVIATED BALANCE SHEET *(continued)*
31 MARCH 2008

| | Note | 2008 £ | 2007 £ |
|--------------------------------|------|----------------|----------------|
| CAPITAL AND RESERVES | | | |
| Called-up equity share capital | 6 | 10,000 | 10,000 |
| Other reserves | | 20,000 | 20,000 |
| Profit and loss account | | 684,824 | 672,989 |
| SHAREHOLDERS' FUNDS | | <u>714,824</u> | <u>702,989</u> |

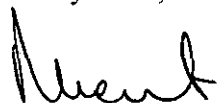
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors and authorised for issue on 15 January 2009, and are signed on their behalf by:



MR M. WENT

The notes on page 2 form part of these abbreviated accounts.

PALLET LOGISTICS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 MARCH 2008

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

| | |
|-------------------|-------------------------|
| Freehold Property | - 2% Straight line |
| Plant & Machinery | - 25%-33% Straight line |
| Motor Vehicles | - 20% Straight line |
| Office Equipment | - 20% Straight line |

Stocks

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

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

PALLET LOGISTICS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 MARCH 2008

1. ACCOUNTING POLICIES *(continued)*

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred taxation

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 have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is 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 measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

2. FIXED ASSETS

| | Tangible Assets £ |
|-------------------------|----------------------------------|
| COST | |
| At 1 April 2007 | 1,108,208 |
| Additions | 1,013,865 |
| At 31 March 2008 | <u>2,122,073</u> |
| DEPRECIATION | |
| At 1 April 2007 | 536,107 |
| Charge for year | 216,932 |
| At 31 March 2008 | <u>753,039</u> |
| NET BOOK VALUE | |
| At 31 March 2008 | <u>1,369,034</u> |
| At 31 March 2007 | <u>572,101</u> |

PALLET LOGISTICS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
YEAR ENDED 31 MARCH 2008

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

| | 2008 | 2007 |
|---------------------------|----------------|---------------|
| | £ | £ |
| Bank loans and overdrafts | <u>461,653</u> | <u>25,384</u> |

4. CREDITORS: Amounts falling due after more than one year

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

| | 2008 | 2007 |
|---------------------------|----------------|----------------|
| | £ | £ |
| Bank loans and overdrafts | <u>207,218</u> | <u>217,846</u> |

Included within creditors falling due after more than one year is an amount of £152,227 (2007 - £125,764) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

5. RELATED PARTY TRANSACTIONS

At the year end, Michael Went, a director, owed the company £3,500 (2007 - £3,500). There are no repayment terms and there is no interest being charged.

No other transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard for Smaller Entities.

6. SHARE CAPITAL

Authorised share capital:

| | 2008 | 2007 |
|-----------------------------------|---------------|---------------|
| | £ | £ |
| 30,000 Ordinary shares of £1 each | <u>30,000</u> | <u>30,000</u> |

Allotted, called up and fully paid:

| | 2008 | | 2007 |
|----------------------------|---------------|---------------|---------------|
| | No | £ | No |
| | | | £ |
| Ordinary shares of £1 each | <u>10,000</u> | <u>10,000</u> | <u>10,000</u> |