UNITED STATES SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

[X] QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the Quarterly period ended **June 30, 2011**

OR
[_] TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

Commission file number 333-60608

JANEL WORLD TRADE, LTD.

(Exact name of registrant as specified in its charter)

Nevada (State or other jurisdiction of incorporation or organization	**86-1005291** (I.R.S. Employer Identification No.)
150-14 132nd Avenue **Jamaica, New York** (Address of principal executive offices)	**11434** (Zip Code)

Registrant's telephone number, including area code: **(718) 527-3800**

Inapplicable
(Former name, former address and former fiscal year if changed from last report.)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.
Yes ☒ No ☐

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).
Yes ☒ No ☐

Indicate by check mark if the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definition of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.
Large Accelerated Filer ☐ Accelerated Filer ☐ Non-Accelerated Filer ☐ Smaller Reporting Company ☒

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act).
Yes ☐ No ☒

The number of shares of Common Stock outstanding as of August 15, 2011 was 21,104,868.

JANEL WORLD TRADE, LTD.

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PART I - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

JANEL WORLD TRADE LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

	JUNE 30, 2011 (Unaudited)	SEPTEMBER 30, 2010 (Audited)
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	$575,651	$1,354,912
Accounts receivable, net of allowance for doubtful accounts of $185,270 at June 30, 2011 and $106,987 at September 30, 2010	6,474,836	6,841,607
Inventories	207,395	-
Marketable securities	63,571	54,748
Loans receivable – officers	95,389	97,092
- other	-	583
Prepaid expenses and sundry current assets	151,606	96,608
Tax refund receivable	148,000	-
TOTAL CURRENT ASSETS	**7,716,448**	**8,445,550**
PROPERTY AND EQUIPMENT, NET	**388,992**	**111,478**
OTHER ASSETS:		
Intangible assets, net	3,342,412	1,714,702
Security deposits	97,188	53,688
Deferred income taxes	1,046,000	1,017,000
TOTAL OTHER ASSETS	**4,485,600**	**2,785,390**
TOTAL ASSETS	**$12,591,040**	**$11,342,418**
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Note payable – bank	$ 951,335	$ 951,335
Accounts payable – trade	4,893,143	4,516,547
Accrued expenses and taxes payable	343,978	564,386
Current portion of long-term debt	126,908	581,019
Note payable – related party	227,428	-
TOTAL CURRENT LIABILITIES	**6,542,792**	**6,613,287**
OTHER LIABILITIES:		
Long-term debt	1,152,680	13,889
Deferred compensation	78,568	78,568
TOTAL OTHER LIABILITIES	**1,231,248**	**92,457**
STOCKHOLDERS' EQUITY	**4,817,000**	**4,636,674**
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	**$12,591,040**	**$11,342,418**

See notes to financial statements

JANEL WORLD TRADE LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

	NINE MONTHS ENDED JUNE 30,		THREE MONTHS ENDED JUNE 30,	
	2011	2010	2011	2010
REVENUES	**$71,612,621**	**$57,273,590**	**$22,476,995**	**$21,004,703**
COSTS AND EXPENSES:				
Forwarding expenses	64,325,598	50,911,782	20,126,918	18,631,762
Selling, general and administrative	7,514,229	5,673,199	2,616,778	1,952,095
Depreciation and amortization	277,005	183,252	97,407	61,557
TOTAL COSTS AND EXPENSES	**72,116,832**	**56,768,233**	**22,841,103**	**20,645,414**
OPERATING (LOSS) INCOME	**(504,211)**	**505,357**	**(364,108)**	**359,289**
OTHER ITEMS:				
Interest and dividend income	3,132	3,928	945	1,122
Interest expense	(105,246)	(79,807)	(32,461)	(24,980)
TOTAL OTHER ITEMS	**(102,114)**	**(75,879)**	**(31,516)**	**(23,858)**
(LOSS) INCOME BEFORE INCOME TAXES	**(606,325)**	**429,478**	**(395,624)**	**335,431**
Income taxes (credits)	(227,000)	203,000	(148,000)	165,000
NET (LOSS) INCOME	**(379,325)**	**226,478**	**(247,624)**	**170,431**
Preferred stock dividends	11,250	11,296	3,750	3,796
NET (LOSS) INCOME AVAILABLE TO COMMON STOCKHOLDERS	**$ (390,575)**	**$ 215,182**	**$ (251,374)**	**$ 166,635**
OTHER COMPREHENSIVE INCOME NET OF TAX:				
Unrealized gain (loss) from available for sale securities	$ 8,526	$ (2,157)	$ 97	$ (6,429)
Basic (loss) earnings per share	$ (0.019)	$ 0.012	$ (0.012)	$ 0.009
Fully diluted (loss) earnings per share	$ (0.017)	$ 0.012	$ (0.011)	$ 0.009
Basic weighted number of shares outstanding	20,851,714	18,136,729	20,982,192	18,350,557
Fully diluted weighted number of shares outstanding	22,762,715	18,536,729	22,617,442	18,750,557

See notes to financial statements

JANEL WORLD TRADE LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN STOCKHOLDERS' EQUITY

	CAPITAL STOCK		PREFERRED STOCK					ACCUMULATED OTHER	
	SHARES	$	SHARES	$	TREASURY STOCK	ADDITIONAL PAID-IN CAPITAL	RETAINED EARNINGS	COMPREHENSIVE LOSS	TOTAL
BALANCE–SEPTEMBER 30, 2010	**18,503,082**	**$18,504**	**1,215,525**	**$1,216**	**$ (11,266)**	**$4,097,864**	**$541,694**	**$(11,338)**	**$4,636,674**
Net income	-	-	-			-	(379,325)	-	(379,325)
Settlement of litigation	780,000	780	(141,250)	(142)	-	(638)	-	-	-
Dividends to preferred shareholders	-	-	-	-	-	-	(11,250)	-	(11,250)
Common stock issuance	1,714,286	1,714	-	-	-	598,286	-	-	600,000
Common stock issued for conversion of Class B Preferred Stock	107,500	107	(10,750)	(10)	-	(97)	-	-	-
Purchase of 107,500 shares of Treasury stock	-	-	-	-	(37,625)	-	-	-	(37,625)
Other comprehensive gains:									
Unrealized gains on available-for-sale marketable securities	-	-	-	-	-	-	-	8,526	8,526
BALANCE – June 30, 2011	**21,104,868**	**$21,105**	**1,063,525**	**$1,064**	**$(48,891)**	**$4,695,415**	**$151,119**	**$(2,812)**	**$4,817,000**

See notes to financial statements

JANEL WORLD TRADE, LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

	NINE MONTHS ENDED JUNE 30, 2011	2010
OPERATING ACTIVITIES:		
Net loss	$ (379,325)	$ 226,478
Adjustments to reconcile net (loss) income to net cash provided by operating activities:		
Depreciation and amortization	277,005	183,252
Amortization of imputed interest	60,648	20,646
Stock issued for services	-	9,200
Deferred income taxes	(29,000)	115,007
Changes in operating assets and liabilities:		
Accounts receivable	366,771	(1,478,785)
Inventories	(207,395)	-
Tax refund receivable	(148,000)	284,558
Prepaid expenses and sundry current assets	(98,498)	158,295
Accounts payable and accrued expenses	(60,828)	788,738
NET CASH (USED IN) PROVIDED BY OPERATING ACTIVITIES	**(218,622)**	**307,389**
INVESTING ACTIVITIES:		
Acquisition of property and equipment, net	(342,229)	(11,847)
Purchase of marketable securities	(298)	(179)
NET CASH USED IN INVESTING ACTIVITIES	**(342,527)**	**(12,026)**
FINANCING ACTIVITIES:		
Dividend paid	(11,250)	(7,546)
Repayment of long-term debt	263,476	(425,000)
Repayment of note payable – related party	(435,000)	-
Repayment of loans receivable	2,287	20,422
Purchase of treasury stock	(37,625)	-
Repayment of loans payable – related party	-	(100,078)
NET CASH USED IN FINANCING ACTIVITIES	**(218,112)**	**(512,202)**
DECREASE IN CASH AND CASH EQUIVALENTS	**(779,261)**	**(216,839)**
CASH AND CASH EQUIVALENTS – BEGINNING OF PERIOD	**1,354,912**	**1,483,150**
CASH AND CASH EQUIVALENTS – END OF PERIOD	**$ 575,651**	**$ 1,266,311**

SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:

Cash paid during the period for:		
Interest	$ 44,598	$ 59,161
Income taxes	$ 325,243	$ 1,708
Non-cash financing activities:		
Unrealized gain (loss) on marketable securities	$ 8,526	$ (2,157)
Dividends declared to preferred stockholders	$ (11,250)	$ (11,296)
Cancellation of note payable – other (Note 4)	$ -	$ (125,000)
Acquisition of business:		
Intangible assets acquired	$ 1,840,000	
Common stock issued	(600,000)	
Long-term debt issued (net of imputed interest)	(1,240,000)	
Effect on cash	$ -	

See notes to financial statements

1 BASIS OF PRESENTATION

The attached consolidated financial statements have been prepared pursuant to the rules and regulations of the Securities and Exchange Commission. As a result, certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted. The Company believes that the disclosures made are adequate to make the information presented not misleading. The consolidated financial statements reflect all adjustments which are, in the opinion of management, necessary to a fair statement of the results for the interim periods presented. These consolidated financial statements should be read in conjunction with the audited consolidated financial statements and related notes included in the Company's Form 10-K as filed with the Securities and Exchange Commission on or about December 28, 2010.

2 INVENTORIES

Inventories consisting of merchandise purchased for resale, are valued at the lower of cost (determined on the first in, first out basis) or market (replacement cost).

3 DEFERRED COMPENSATION

Deferred compensation of $78,568 represents compensation due to an officer of the Company upon termination, retirement or death. This amount has not changed since 1992 and was accrued during the years 1984 through 1992.

4 BUSINESS SEGMENT INFORMATION

The Company is organized into three reportable segments, full service cargo transportation logistics management; computer software sales, support and maintenance (which is no longer active); and food sales.

During April 2011, the Company started a new business segment which is comprised of vertical sales primarily in the food industry. The new segment will be involved with supply chain services, including supplier selection, manufacturing, transportation, import, distribution, marketing and sales within the food industry.

Nine Months Ended June 30, 2011	Consolidated	Transportation Logistics	Computer Software	Food Sales
Total revenues	$ 71,612,621	$ 71,584,057	$ -	$ 28,564
Net revenues	$ 7,287,023	$ 7,258,459	$ -	$ 28,564
Operating loss	$ (504,211)	$ (256,235)	$ (105,770)	$ (142,206)
Identifiable assets	$ 12,591,040	$ 12,338,852	$ 17,206	$ 234,982
Capital expenditures	$ 342,229	$ 326,829	$ -	$ 15,400
Depreciation and amortization	$ 277,005	$ 242,747	$ 34,258	$ -

Equity	$ 4,817,000	$ 10,043,359	$ (5,107,383)	$ (118,976)

Nine Months Ended June 30, 2010	Consolidated	Transportation Logistics	Computer Software	Food Sales
Total revenues	$ 57,273,590	$ 57,216,384	$ 57,206	$ -
Net revenues	$ 6,361,807	$ 6,304,601	$ 57,206	$ -
Operating income (loss)	$ 505,357	$ 808,899	$ (303,542)	$ -
Identifiable assets	$ 10,535,260	$ 10,458,500	$ 76,760	$ -
Capital expenditures	$ 11,486	$ 11,486	$ -	$ -
Depreciation and amortization	$ 203,898	$ 179,428	$ 24,470	$ -
Equity	$ 4,479,381	$ 9,584,969	$ (5,105,588)	$ -

Three Months Ended June 30, 2011	Consolidated	Transportation Logistics	Computer Software	Food Sales
Total revenues	$ 22,476,995	$ 22,448,431	$ -	$ 28,564
Net revenues	$ 2,350,077	$ 2,321,513	$ -	$ 28,564
Operating loss	$ (364,108)	$ (221,902)	$	$ (142,206)
Identifiable assets	$ 12,591,040	$ 12,338,852	$ 17,206	$ 234,982
Capital expenditures	$ 293,666	$ 278,266	$ -	$ 15,400
Depreciation and amortization	$ 97,407	$ 82,725	$ 14,682	$ -
Equity	$ 4,817,000	$ 10,043,359	$ (5,107,383)	$ (118,976)

Three Months Ended June 30, 2010	Consolidated	Transportation Logistics	Computer Software	Food Sales
Total revenues	$ 21,004,703	$ 21,004,703	$ -	$ -
Net revenues	$ 2,372,940	$ 2,372,940	$ -	$ -

Operating income (loss)	$	359,288	$	486,700	$	(127,412)	$	-
Identifiable assets	$	10,535,260	$	10,458,500	$	76,760	$	-
Capital expenditures	$	5,667	$	5,667	$	-	$	-
Depreciation and amortization	$	68,441	$	60,284	$	8,157	$	-
Equity	$	4,479,381	$	9,584,969	$	(5,105,588)	$	-

5 LONG-TERM DEBT

Long-term debt consists of the following:

	June 30, 2011	September 30, 2010
Non-interest bearing note payable to a related party, net of imputed interest, due in payments of $466,667 in October 2011, 2012 and 2013	$1,062,984	$ -
Non-interest bearing note payable, net of imputed interest, due in payments of $435,000 in July 2011. Note was paid in October 2010.	-	414,352
Term loan payable in monthly installments of $7,735 including interest at 6% per annum due 2016. The loan is collateralized by substantially all assets of the Company and is personally guaranteed by a shareholder of the Company.	388,476	-
Term loan payable in monthly installments of $13,889, plus interest at a bank's prime rate minus .50% per annum. The loan is collateralized by substantially all assets of a subsidiary of the Company.	55,556	180,556
	1,507,016	594,908
Less current portion	354,336	581,019
	$1,152,680	$13.889
These obligations mature as follows:		
2011	$ 354,336	$581,019
2012	493,627	13,889
2013	498,305	-
2014	85,493	-
2015	75,255	-
	$1,507,016	$594,908

6 ACQUISITIONS

On October 4, 2010, the Company acquired 100% of the international freight forwarding assets of Ferrara International Logistics Inc. ("FIL") pursuant to the terms of an Asset Purchase Agreement (the "Purchase Agreement") between the Company and Ferrara.

The Company acquired the FIL business in order to (i) expand its domestic forwarding network in the United States, (ii) to increase revenues by adding additional air and ocean export shipment volumes, and (iii) to provide additional logistics services through the warehousing and distribution of freight.

The purchase price under the terms of the Purchase Agreement consists of (i) cash in an amount equal to 70% of the annual actual earnings before interest, taxes, depreciation and amortization (EBITDA) achieved over the three 12-month periods following the Closing (the "Earn-Out Period") from revenues generated from the customers included in the purchased assets, and (ii) 1,714,286 restricted shares of the Company's Common Stock valued at $600,000 based on the closing market price of the stock on October 1, 2010 (the "Share Allocation"). The Share Allocation is subject to decrease if actual EBITDA from revenues generated from the customers included in the purchased assets during the Earn-Out Period is below $2 million, and will be issued in three installments on October 4, 2011, 2012 and 2013.

Purchase price allocation

In accordance with the acquisition method of accounting the Company has initially allocated the consideration to the identifiable intangible assets, based on their estimated fair values. Goodwill represents the excess of the purchase price over the fair value of the underlying net tangible and identifiable intangible assets.

The initial consideration estimated at $1,840,000 consists of $600,000 of common stock and $1,400,000 non-interest bearing notes issued, net of imputed interest of $160,000. The consideration has been allocated as follows:

Intangible assets:	
Customer relationships subject to amortization	$1,220,000
Goodwill	620,000
Total fair value	$1,840,000

In addition, the Company incurred $18,411 in acquisition related costs, all of which were charged to expense and are included under selling, general and administrative expenses on the consolidated statements of operations.

Pursuant to the terms of the Purchase Agreement, Nicholas V. Ferrara, the principal owner of FIL, will be employed by the Company at an annual salary of $182,000 plus benefits.

7 LEGAL PROCEEDINGS

(1) In March 2010 the Company reached a settlement agreement and mutual general release with a defendant in litigation which had commenced in 2008. Terms of the settlement include the issuance of 489,750 shares of Janel's common stock, surrender of 69,475 shares of preferred stock, elimination of a $125,000 note payable to the defendant and a release of any and all claims and demands of the defendant.

In November 2010 the Company reached a settlement agreement and mutual general releases with another defendant. Terms of the settlement include the issuance of 780,000 shares of Janel's common stock to Mr. Francis, as well as payments totaling $23,359. Upon issuance and delivery of the settlement shares and payment of the cash settlement, both signed a stipulation and Order of Dismissal ending all claims made in their entirety.

(2) On December 3, 2010 the former "CFO" of Janel filed a complaint alleging, among other things, discrimination by the Company. No damages were claimed in the complaint. The Company's response to the complaint was filed in May 2011. The Company intends to vigorously defend this claim.

8 SUBSEQUENT EVENTS

The Company has reviewed its subsequent events through the date these financial statements were issued and has determined that no additional material subsequent events have occurred through such date.

ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

As used throughout this Report, "we," "our," "Janel", "the Company" and similar words refers to Janel World Trade, Ltd.

FORWARD-LOOKING STATEMENTS

This Quarterly Report on Form 10-Q contains certain forward-looking statements reflecting our current expectations with respect to our operations, performance, financial condition, and other developments. These forward-looking statements may generally be identified by the use of the words "may", "will", "believes", "should", "expects", "anticipates", "estimates", and similar expressions. These statements are necessarily estimates reflecting management's best judgment based upon current information and involve a number of risks and uncertainties. We caution readers not to place undue reliance on any such forward-looking statements, which speak only as of the date made, and readers are advised that various factors could affect our financial performance and could cause our actual results for future periods to differ materially from those anticipated or projected. While it is impossible to identify all such factors, such factors include, but are not limited to, those risks identified in our periodic reports filed with the Securities and Exchange Commission, including our most recent Annual Report on Form 10-K.

OVERVIEW

Janel is primarily a non-asset based third party logistics services provider engaged in full-service cargo transportation logistics management, including freight forwarding via air, ocean and land based carriers, customs brokerage services, and warehousing and distribution services. Our headquarters are in Jamaica, New York and we operate through a network which includes 5 company-owned offices in the United States and independent international agents in approximately 52 countries around the world.

During the month of April 2011, the Company started a new business segment which is comprised of vertical sales primarily in the food industry. This new segment will be involved with supply chain services, including supplier selection, manufacturing, transportation, import, distribution, marketing, and sales within the food industry.

As a non-asset based third party logistics provider, we do not own any transportation assets and fulfill our transportation needs by purchasing transportation services from direct (asset-based) carriers and from other transportation providers who generally provide us with favorable rates with priority handling of our shipments. By consolidating multiple shipments from our customers we are able to negotiate favorable pricing from these transportation providers and can offer lower rates to our customers than they could obtain on their own. This non-asset based approach provides us with a variable cost structure and allows for a high level of operating flexibility. Our investment in assets is limited to the purchase of office, warehouse and computer equipment and the leasing of office and warehouse space for our company owned offices.

Our new food industry segment which began during April 2011, will require working capital for the purchase of products from suppliers to be held in inventory for the sale of the products at a future date, as well as, the prepayment of fees, principally to supermarket chains, for positioning of retail store shelf space, commonly referred to as "slotting fees".

Historically, Janel's quarterly operating results have been subject to seasonal trends. The fiscal first and second quarters have traditionally been the weakest and the fiscal third and fourth quarters have traditionally been the strongest. This pattern has been the result of, or influenced by, numerous factors including climate, national holidays, consumer demand, economic conditions and other similar and subtle forces. A significant portion of our revenues are derived from customers in industries with shipping patterns closely tied to consumer demand and from customers with shipping patterns dependent upon just-in-time production schedules. Many customers may ship a significant portion of their goods at or near the end of a quarter. Therefore, the timing of our revenues are, to a large degree, affected by factors beyond our control, such as shifting consumer demand for retail goods and manufacturing production delays. We cannot accurately forecast many of these factors, nor can we estimate the relative impact of any particular factor and, as a result, there is no assurance that historical patterns will continue in the future

RESULTS OF OPERATIONS

The following discussion and analysis addresses the results of operations for the three and nine months ended June 30, 2011, as compared to the results of operations for the three and nine months ended June 30, 2010. The discussion and analysis then addresses the liquidity and financial condition of the Company, and other matters.

Janel operates its business as three reportable segments. The first and largest segment is comprised of full-service cargo transportation logistics management, including freight forwarding via air, ocean and land-based carriers, customs brokerage services, warehousing and distribution services, and other value-added logistics services. The second segment, which is no longer active, was comprised of computer software sales, support and maintenance, and from January 1, 2011 the Company has only incurred costs associated with the wind-down of this business segment. The third segment, which began during the month of April 2011, is comprised of vertical sales primarily in the food industry. This new business will be involved with supply chain services, including supplier selection, manufacturing, transportation, import, distribution, marketing, and sales within the food industry.

On October 4, 2010, the Company acquired the international freight forwarding assets of Ferrara International Logistics, Inc., a New Jersey corporation ("FIL") pursuant to the terms of an Asset Purchase Agreement (the "Purchase Agreement") between the Registrant and FIL dated October 4, 2010. The purchase price paid and to be paid under the terms of the Purchase Agreement consists of (i) cash in an amount equal to 70% of the annual actual earnings before interest, taxes, depreciation and amortization (EBITDA) achieved over the three 12-month periods following the Closing (the "Earn-Out Period") from revenues generated from the customers included in the purchased assets, and (ii) 1,714,286 restricted shares of the Registrant's Common Stock valued at $600,000 based on the closing market price of the stock on October 1, 2010 (the "Share Allocation"), issued pursuant to an exemption from registration set forth in Section 4(2) of the Securities Act of 1933 and Regulation D promulgated there under. The Share Allocation is subject to decrease if actual EBITDA from revenues generated from the customers included in the purchased assets during the Earn-Out Period is below $2 million, and will be issued in three installments on October 4, 2011, 2012 and 2013.

Three months ended June 30, 2011 and 2010

Revenue. Total revenue for the third quarter of fiscal 2011 was $22,476,995, as compared to $21,004,703 for the same period of fiscal 2010, a year-over-year increase of $1,472,292 or 7.0%. For the three months of fiscal 2011, revenue from the new food industry segment which began in April 2011 was $28,564. For the three months of fiscal 2011 and 2010 there was no revenue from the computer software business segment and the Company does not anticipate any future revenue from the computer software business segment. When compared to the prior year, the Company's transportation logistics segment revenue increased by 6.9% to $22,448,431 for the first quarter of 2011 from $21,004,703 for the same period of fiscal 2010. This increase is mainly the result of new revenue in the amount of $1,245,503 from the FIL asset purchase acquisition, the relative strengthening of the U.S. economy year-over-year and the consequent increase in ocean fright and airfreight shipping activity by existing and new customers between the two periods. Net revenue (revenue minus forwarding expenses) for the transportation logistics segment in fiscal 2011 was $2,321,513, a decrease of $51,428 (2.2%) as compared to net revenue of $2,372,941 for the same period of fiscal 2010.

Forwarding Expense. Forwarding expense is primarily comprised of the fees paid by Janel directly to cargo carriers to handle and transport its actual freight shipments on behalf of its customers between initial and final terminal points. Forwarding expense also includes any duties, trucking and warehousing charges related to the shipments. For the third quarter of fiscal 2011 and primarily because of new forwarding expenses in the amount of $942,618 from the FIL asset purchase acquisition, forwarding expense increased by $1,495,156, or 8.0%, to $20,126,918 as compared to $18,631,762 for the same period of fiscal 2010. Forwarding expense as a percentage of revenue increased to 89.5% for the third quarter of fiscal 2011, from 88.7% for the same period of fiscal 2010, a 0.8 percentage point increase. This percentage increase is principally the result of (i) a greater amount of revenue generated from our two largest customers where the forwarding expenses as a percentage of revenue are historically higher than the forwarding expenses as a percentage of revenue from other customers, and (ii) higher forwarding expenses as a percentage of revenue from these top two customers when compared to the same period of fiscal 2010.

Selling, General and Administrative Expense. For the three months ended June 30, 2011 and 2010, selling, general and administrative expenses were $2,616,778 (11.6% of revenue), and $1,952,095 (9.3% of revenue), respectively. This represents a year-over-year increase of $664,683, or 34.0%. The increases in amount and as a percentage of revenue are primarily the result of new selling, general and administrative expenses associated with the FIL asset purchase acquisition of approximately $595,773 and the start up of the food industry segment of approximately $170,770.

Depreciation and Amortization. For the three months ended June 30, 2011 and 2010, depreciation and amortization expenses were $97,407 and $61,557, respectively. This represents a year over year increase of $35,850, or 58.2%. The increases in amount and as a percentage of revenue are primarily a result of new amortization expenses associated with the FIL asset purchase acquisition totaling $30,500. Refer to Note 5 to the Consolidated Financial Statements.

Interest Expense. For the three months ended June 30, 2010 and 2011, interest expense was $32,461 and $24,980, respectively. This $7,481 increase is primarily the result of imputed interest amortization expense of $13,333 associated with the FIL asset purchase acquisition (refer to Note 5 to the Consolidated Financial Statements). Offsetting this increase are lower interest costs primarily the result of lower borrowings during the three months ended June 30, 2011 versus the three months ended June 30, 2010.

Income (Loss) Before Taxes. For the reasons stated above, the Company incurred a loss before taxes of ($395,624) for the second quarter of fiscal 2011, as compared to income before taxes of $335,431 for the same period of fiscal 2010.

Income Taxes. The company recorded a net income tax benefit of ($148,000) for the three months ended June 30, 2011 compared to an income tax provision of $165,000 for the same period of fiscal 2010. Both fiscal periods reflect the U.S. federal statutory rate and applicable state income taxes.

Net Income (Loss). For the three months ended June 30, 2011, there was a net loss of ($247,624) compared to net income of $170,431 for the three months ended June 30, 2010. Net loss available to common shareholders for the three months ended June 30, 2011 was ($251,374), or ($0.011) per diluted share, as compared to net income available to common shareholders of $166,635 or $0.009 per diluted share, for the three months ended June 30, 2010.

Nine months ended June 30, 2011 and 2010

Revenue. Total revenue for the nine months ended June 30, 2011 was $71,612,621, as compared to $57,273,590 for the same period of fiscal 2010, a year-over-year increase of $14,339,031 or 25.0%. For the nine months of fiscal 2011, revenue from the new food industry segment which began in April 2011 was $28,564. For the nine months of fiscal 2011 there was no revenue from the computer software business segment and for the same period of fiscal 2010, revenue from the computer software business segment totaled $57,206. The Company does not anticipate any future revenue from the computer software business segment. When compared to the prior year, the Company's transportation logistics segment revenue increased by 25.1% to $71,584,057 for the nine months ended June 30, 2011 from $57,216,384 for the same period of fiscal 2010. This increase is mainly the result of the relative strengthening of the U.S. economy year-over-year, the consequent increase in ocean fright and airfreight shipping activity by existing customers between the two periods, and by new revenue in the amount of $3,721,242 from the FIL asset purchase acquisition. Net revenue (revenue minus forwarding expenses) for the transportation and logistics segment in fiscal 2011 was $7,258,459, an increase of $953,857 (15.1%) as compared to net revenue of $6,304,602 for the same period of fiscal 2010.

Forwarding Expense. Forwarding expense is primarily comprised of the fees paid by Janel directly to cargo carriers to handle and transport its actual freight shipments on behalf of its customers between initial and final terminal points. Forwarding expense also includes any duties, trucking and warehousing charges related to the shipments. For the nine months ended June 30, 2011 and primarily because of the higher revenue base, forwarding expense increased by $13,413,816, or 26.4%, to $64,325,598 as compared to $50,911,782 for the same period of fiscal 2010. Included in this increase are new forwarding expenses in the amount of $2,599,402 from the FIL asset purchase acquisition. Forwarding expense as a percentage of revenue increased to 89.8% for the nine months ended June 30, 2011, from 88.9% for the same period of fiscal 2010, a 0.9 percentage point increase. This percentage increase is principally the result of (i) a greater amount of revenue generated from our two largest customers where the forwarding expenses as a percentage of revenue are historically higher than the forwarding expenses as a percentage of revenue from other customers, and (ii) higher forwarding expenses as a percentage of revenue from these top two customers when compared to the same period of fiscal 2010.

Selling, General and Administrative Expense. For the nine months ended June 30, 2011 and 2010, selling, general and administrative expenses were $7,514,229 (10.5% of revenue), and $5,673,199 (9.9% of revenue), respectively. This represents a year-over-year increase of $1,841,030, or 32.5%. The increases in amount and as a percentage of revenue are primarily the result of new selling, general and administrative expenses associated with the FIL asset purchase acquisition of approximately $1,511,426 (includes $18,411 of one-time legal and professional transaction related costs), the selling, general and administrative expenses associated with the start up of the food industry segment of approximately $170,770, and the elimination this year of some of the payroll cutbacks made in the prior year resulting from the Company's austerity program, during which personnel positions were eliminated and workweek reductions were implemented in the prior year.

Depreciation and Amortization. For the nine months ended June 30, 2011 and 2010, depreciation and amortization expenses were $277,005 and $183,252, respectively. This represents a year over year increase of $93,753, or 51.2%. The increases in amount and as a percentage of revenue are primarily a result of new amortization expenses associated with the FIL asset purchase acquisition totaling $91,500. Refer to Note 5 to the Consolidated Financial Statements.

Interest Expense. For the nine months ended June 30, 2010 and 2011, interest expense was $105,246 and $79,807, respectively. This $25,439 increase is primarily the result of imputed interest amortization expense of $39,999 associated with the FIL asset purchase acquisition (refer to Note 5 to the Consolidated Financial Statements). Offsetting this increase are lower interest costs primarily the result of lower borrowings during the nine months ended June 30, 2011 versus the nine months ended June 30, 2010.

Income (Loss) Before Taxes. For the reasons stated above, the Company incurred a loss before taxes of ($606,325) for the nine months ended June 30, 2011, as compared to income before taxes of $226,478 for the same period of fiscal 2010.

Income Taxes. The company recorded a net income tax benefit of ($227,000) for the nine months ended June 30, 2011 compared to an income tax provision of $203,000 for the same period of fiscal 2010. Both fiscal periods reflect the U.S. federal statutory rate and applicable state income taxes.

Net Income (Loss). For the nine months ended June 30, 2011, there was a net loss of ($379,325) compared to net income of $226,478 for the nine months ended June 30, 2010. Net loss available to common shareholders for the nine months ended June 30, 2011 was ($390,575), or ($0.017) per diluted share, as compared to net income available to common shareholders of $215,182, or $0.012 per diluted share, for the nine months ended June 30, 2010.

LIQUIDITY AND CAPITAL RESOURCES

General. Our ability to satisfy our liquidity requirements, which include satisfying our debt obligations and funding working capital, day-to-day operating expenses and capital expenditures depends upon our future performance, which is subject to general economic conditions, competition and other factors, some of which are beyond our control. If we achieve significant near-term revenue growth, we may experience a need for increased working capital financing as a result of the difference between our collection cycles and the timing of our payments to vendors. In addition, the new food industry segment which began during April 2011 will require working capital for the purchase of products from suppliers to be held in inventory for the sale of the products at a future date, as well as, the prepayment of slotting fees. Within our transportation logistics segment, generally we do not have a need for significant capital expenditure as we are a non-asset based freight forwarder.

Janel’s cash flow performance for the nine months ended June 30, 2011 is not necessarily indicative of future cash flow performance.

As of June 30, 2011, and compared with the prior fiscal year, the Company’s cash and cash equivalents declined by $(779,261), or (57.5)%, to $575,651 from $1,354,912, respectively. During the nine months ended June 30, 2011, Janel’s net working capital (current assets minus current liabilities) decreased by $(658,607), or (36.0)%, from $1,832,263 at September 30, 2010, to $1,173,656 at June 30, 2011. This decrease is primarily due to the net loss ($379,325) for the nine months ended June 30, 2011, the $227,428 current portion of the related party note payable associated with the earn-out under the FIL Purchase Agreement (refer to Note 4 to the Company’s Notes to the unaudited Consolidated Financial Statements contained in this Quarterly Report), and the $71,389 current portion of the $400,000 term loan which was entered into on April 5, 2011 with Community National Bank – for a further description see Community National Bank Term Loan, below.

Cash flows from operating activities. Net cash used in operating activities was $(218,622) for the nine months ended June 30, 2011, compared to net cash provided by operating activities of $307,389 for the nine months ended June 30, 2010. The change was principally driven by an increase in collections of outstanding accounts receivable, which were offset by an increase in payments of outstanding accounts payable, the net loss for the nine months ended June 30, 2011, the purchase of inventory for the new food industry segment, a change in the deferred tax asset and the inclusion of a tax refund receivable in the prior year.

Cash flows from investing activities. Net cash used for investing activities, primarily capital expenditures for property and equipment, were $342,527 and $12,026 for the nine months ended June 30, 2011 and 2010, respectively.

Cash flows from financing activities. Net cash used for financing activities was $218,112 for the nine months ended June 30, 2011, compared to $512,202 for the nine months ended June 30, 2010. The cash used in financing activities for the nine months ended June 30, 2011, consisted primarily of the early repayment on October 4, 2010 of the $435,000 non-interest bearing note payable due under the July 2008 FIL asset purchase acquisition (refer to Note 3 to the Company’s Notes to the unaudited Consolidated Financial Statements contained in this Quarterly Report), repayments of long-term debt, and the purchase of treasury stock; which were partially offset by new borrowings of $400,000 under a term-loan entered into on April 5, 2011 with Community National Bank

– for a further description see Community National Bank Term Loan, below. The cash used in financing activities for fiscal year ended 2009, consisted primarily of repayments under the term and line note agreements with JPMorgan Chase Bank.

Community National Bank Borrowing Facility. On August 3, 2010, the Company's Janel Group of New York, Inc. ("Janel New York") subsidiary entered into a one year $3.5 million revolving line of credit agreement with Community National Bank ("CNB"). The new credit facility (the "CNB Facility") replaces Janel New York's previous term loan agreement with JPMorgan Chase Bank. The interest rate of the CNB Facility is the prime rate plus 1%, with a minimum rate of 5%. Under the CNB Facility, Janel New York may borrow up to $3.5 million limited to 80% of the Company's aggregate outstanding eligible accounts receivable. On August 3, 2010, $951,190 of the CNB Facility was used to pay off the outstanding balances under the term loan with JPMorgan Chase Bank. The initial CNB Facility was for a one year term, expiring on July 31, 2011, however, on August 1, 2011 the CNB Facility was renewed for an additional one year term, expiring on July 31, 2012. Obligations under the CNB Facility are secured by all of the assets of the Company, and are guaranteed by the Company and James N. Jannello, the Company's Chief Executive Officer. As of June 30, 2011, there were outstanding borrowings of $951,336 under the CNB Facility (which represented 42.6% of the amount available thereunder) out of a total amount available for borrowing under the CNB Facility of approximately $2,235,195.

Community National Bank Term Loan. On April 5, 2011 Janel New York entered into a term loan in the amount of $400,000 with CNB ("CNB Term Loan"). The interest rate of the CNB Term Loan is 6%. The CNB Term Loan is for a five year term, expiring April 5, 2016, with monthly installment payments of principal and interest totaling $7,735. Obligations under the CNB Term Loan are secured by all of the assets of the Company, and are guaranteed by the Company and James N. Jannello, the Company's Chief Executive Officer. The borrowings under the CNB Term Loan are being used to construct a 15,000 square foot walk/drive-in freezer in our New Jersey warehouse for our traditional freight forwarding and logistics segment.

Working Capital Requirements. The Company's cash needs are currently met by the CNB Facility and cash on hand. As of June 30, 2011, the Company had $1,283,859 available under its $3.5 million CNB Facility and $575,651 in cash from operations and cash on hand. We believe that our current financial resources will be sufficient to finance our operations and obligations (current and long-term liabilities) for the long and short terms. However, our actual working capital needs for the long and short terms will depend upon numerous factors, including our operating results, the cost associated with growing the Company either internally or through acquisition, the amount of inventory levels required within the new food industry segment to have a seamless supply chain necessary to re-stock the product being sold to new customers, the level of cost associated with the prepayment of slotting fees within the new food industry segment, competition, and the availability of a revolving credit facility, none of which can be predicted with certainty.

CURRENT OUTLOOK

Janel's results of operations are affected by the general economic cycle, particularly as it influences global trade levels and specifically the import and export activities of Janel's various current and prospective customers. Historically, the Company's quarterly results of operations have been subject to seasonal trends which have been the result of, or influenced by, numerous factors including climate, national holidays, consumer demand, economic conditions, the growth and diversification of its international network and service offerings, and other similar and subtle forces. The Company cannot accurately forecast many of these factors nor can the Company estimate accurately the relative influence of any particular factor and, as a result, there can be no assurance that historical patterns, if any, will continue in future periods.

Janel is progressing with the implementation of its business plan and strategy to grow its revenue and profitability for fiscal 2011 and beyond through other avenues. The Company's strategy for growth includes plans to: open, as warranted, additional branch offices domestically and/or outside the continental United States; introduce additional revenue streams for its existing headquarters and branch locations; accelerate the revenue growth within the new food industry segment; proceed with negotiations and due diligence with privately held transportation-related firms which may ultimately lead to their acquisition by the Company; expand its existing sales force by hiring additional commission-only sales representatives with established customer bases; increase its focus on growing revenue related to export activities; evaluate direct entry into the trucking and warehouse distribution business as a complement to the services already provided to existing customers; and continue its focus on containing current and prospective overhead and operating expenses, particularly with regard to the efficient integration of any additional offices or acquisitions.

Certain elements of the Company's growth strategy, principally proposals for acquisition and accelerating the revenue growth within the new food industry segment, are contingent upon the availability of adequate financing at terms acceptable to the Company. The Company is continuing in its efforts to secure long-term financing, but has to date been unable to complete any such long-term financing transactions at terms it deems acceptable, and cannot presently anticipate when or if financing on acceptable terms will become available. Therefore, the implementation of significant aspects of the Company's strategic growth plan may be deferred beyond the originally anticipated timing.

CRITICAL ACCOUNTING POLICIES AND ESTIMATES

Management's Discussion and Analysis of Financial Condition and Results of Operations discusses the Company's consolidated financial statements, which have been prepared in accordance with accounting principles generally accepted in the United States of America. The preparation of these financial statements requires management to make estimates and assumptions about future events that affect the amounts reported in the financial statements and accompanying notes. Since future events and their effects cannot be determined with absolute certainty, the determination of estimates requires the exercise of judgment. Actual results could differ from those estimates, and such difference may be material to the financial statements. The most significant accounting estimates inherent in the preparation of our financial statements include estimates as to the appropriate carrying value of certain assets and liabilities which are not readily apparent from other sources, primarily allowance for doubtful accounts, accruals for transportation and other direct costs, accruals for cargo insurance, and deferred income taxes. Management bases its estimates on historical experience and on various assumptions which are believed to be reasonable under the circumstances. We reevaluate these significant factors as facts and circumstances change. Historically, actual results have not differed significantly from our estimates. These accounting policies are more fully described in Note 1 of the Notes to the Consolidated Financial Statements.

Management believes that the nature of the Company's business is such that there are few, if any, complex challenges in accounting for operations. Revenue recognition is considered the critical accounting policy due to the complexity of arranging and managing global logistics and supply-chain management transactions.

Revenue Recognition

A. Full-Service Cargo Transportation Logistics Management

Revenues are derived from airfreight, ocean freight and custom brokerage services. The Company is a non-asset-based carrier and accordingly does not own transportation assets. The Company generates the major portion of its air and ocean freight revenues by purchasing transportation services from direct carriers (airlines, steam ship lines, etc.) and reselling those services to its customers. By consolidating shipments from multiple customers and availing itself of its buying power, the Company is able to negotiate favorable rates from the direct carriers, while offering to its customers lower rates than the customers could obtain themselves.

Airfreight revenues include the charges for carrying the shipments when the Company acts as a freight consolidator. Ocean freight revenues include the charges for carrying the shipments when the Company acts as a Non-Vessel Operating Common Carrier (NVOCC). In each case, the Company is acting as an indirect carrier. When acting as an indirect carrier, the Company will issue a House Airway Bill (HAWB) or a House Ocean Bill of Lading (HOBL) to customers as the contract of carriage. In turn, when the freight is physically tendered to a direct carrier, the Company receives a contract of carriage known as a Master Airway Bill for airfreight shipments and a Master Ocean Bill of Lading for ocean shipments. At this point the risk of loss passes to the carrier, however, in order to claim for any such loss, the customer is first obligated to pay the freight charges.

Based upon the terms in the contract of carriage, revenues related to shipments where the Company issues a HAWB or a HOBL are recognized at the time the freight is tendered to the direct carrier. Costs related to the shipments are recognized at the same time.

Revenues realized when the Company acts as an agent for the shipper and does not issue a HAWB or a HOBL include only the commission and fees earned for the services performed. These revenues are recognized upon completion of the services.

Customs brokerage and other services involves provide multiple services at destination including clearing shipments through customs by preparing required documentation, calculating and providing for payment of duties and other charges on behalf of the customers, arranging for any required inspections, and arranging for final delivery. These revenues are recognized upon completion of the services.

The movement of freight may require multiple services. In most instances the Company may perform multiple services including destination break bulk and value added services such as local transportation, distribution services and logistics management. Each of these services has separate fee that is recognized as revenue upon completion of the service.

Customers will frequently request an all-inclusive rate for a set of services that is known in the industry as “door-to-door services.” In these cases, the customer is billed a single rate for all services from pickup at origin to delivery. The allocation of revenue and expense among the components of services when provided under an all inclusive rate are done in an objective manner on a fair value basis in accordance with Emerging Issues Task Force (EITF) 00-21, “Revenue Arrangements with Multiple Deliverables.”

B. Computer Software Sales, Support and Maintenance

The Company recognizes revenue, including multiple element arrangements, in accordance with the provisions of the SEC’s Staff Accounting bulletin (“SAB”) No. 104, *Revenue Recognition*, and the Financial Accounting Standards Board’s (“FASB”), and EITF 00-21, *Revenue Agreements with Multiple Deliverables.* Revenue from the sale of the Company’s products and services are recognized when persuasive evidence of an arrangement exists, delivery has occurred (or services have been rendered), the price is fixed or determinable, and collectability is reasonably assured. Amounts billed in excess of revenue recognized are recorded as deferred revenue in the balance sheet.

C. Food Sales

The Company recognizes revenue when persuasive evidence of an arrangement exists, delivery of products has occurred, the sales price is fixed or determinable, and collectability is reasonably assured. This generally means that we recognize revenue when title to our products is transferred to our customers. Title usually transfers upon shipment to or receipt at our customer’s locations, as determined by the specific sales terms of each transaction.

Our customers can earn certain incentives, which are included as deductions from revenue in the consolidated statements of operations. To date, these incentives include, but are not limited to, cash discounts for early payment of our invoices.

Estimates

While judgments and estimates are a necessary component of any system of accounting, the Company’s use of estimates is limited primarily to the following areas that in the aggregate are not a major component of the Company’s consolidated statements of income:

a. accounts receivable valuation;
b. the useful lives of long-term assets;
c. the accrual of costs related to ancillary services the Company provides; and
d. accrual of tax expense on an interim basis.

Management believes that the methods utilized in all of these areas are non-aggressive in approach and consistent in application. Management believes that there are limited, if any, alternative accounting principles or methods which could be applied to the Company’s transactions. While the use of estimates means that actual future results may be different from those contemplated by the estimates, the Company believes that alternative principles and methods used for making such estimates would not produce materially different results than those reported.

ITEM 4. CONTROLS AND PROCEDURES

Evaluation of Disclosure Controls and Procedures

We maintain a system of disclosure controls and procedures that is designed to provide reasonable assurance that information, which is required to be disclosed by us in the reports that we file or submit under the Securities and Exchange Act of 1934, as amended (“Exchange Act”), is recorded, processed, summarized and reported within the time periods specified in the rules and forms of the Securities and Exchange Commission, and is accumulated and communicated to management in a timely manner. Our Chief Executive Officer, Chief Operating Officer and Chief Financial Officer have evaluated this system of disclosure controls and procedures as of the end of the period covered by this quarterly report, and have concluded that the system is effective. There have been no changes in our internal control over financial reporting during the most recent fiscal quarter that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting.

PART II - OTHER INFORMATION

ITEM 6. EXHIBITS

Exhibit No.	
3.1	Articles of Incorporation of Wine Systems Design, Inc. (predecessor name) (incorporated by reference to Exhibit 3A to Wine Systems Design, Inc. (predecessor name) Registration Statement on Form SB-2 filed May 10, 2001, File No. 333-60608)
3.2	Restated and Amended By-Laws of Janel World Trade, Ltd. (incorporated by reference to Exhibit 3.2 to the Company's Annual Report on Form 10-K for the year ended September 30, 2010, File No. 333-60608)
3.3	Certificate of Designation of Series A Convertible Preferred Stock (incorporated by reference to Exhibit 4.1 to the Company's Current Report on Form 8-K filed January 17, 2007 File No. 333-60608)
3.4	Certificate of Designations of Series B Convertible Stock (incorporated by reference to Exhibit 4.2 to the Company's Current Report on Form 8-K filed October 22, 2007, File No. 333-60608)
10.1	Janel Stock Option Incentive Plan adopted December 12, 2002 (incorporated by reference to Exhibit 10.1 to the Company's Annual Report on Form 10-K for the year ended September 30, 2002, File No. 333-60608)
10.2	Asset Purchase Agreement between Janel World Trade, Ltd. and Ferrara International Logistics, Inc. dated October 4, 2010 (incorporated by reference to Exhibit 10.1 to the Company's Current Report on Form 8-K filed October 8, 2010, File No. 333-60608)
10.3	Sales Agency and Service Agreement between Janel World Trade, Ltd. and Ferrara International Logistics, Inc. entered into May 19, 2008 (incorporated by reference to Exhibit 10.7 to the Company's Current Report on Form 8-K filed May 22, 2008, File No. 333-60608)
10.4	Promissory Note dated August 1, 2011 made by Registrant's subsidiary, The Janel Group of New York, Inc., payable to Community National Bank (incorporated by reference to Exhibit 10.1 to the Company's Current Report on Form 8-K filed August 11, 2011, File No. 333-60608)
10.5	Business Loan Agreement dated August 1, 2011 between Registrant's subsidiary, The Janel Group of New York, Inc., and Community National Bank (incorporated by reference to Exhibit 10.2 to the Company's Current Report on Form 8-K filed August 11, 2011, File No. 333-60608)
10.6	Form of Commercial Guaranty dated August 1, 2011 made by Registrant and its subsidiaries with respect to the obligation of Registrant's subsidiary, The Janel Group of New York, Inc., to Community National Bank (incorporated by reference to Exhibit 10.6 to the Company's Annual Report on Form 10-K for the year ended September 30, 2010, File No. 333-60608)
10.7	Form of Commercial Security Agreement dated August 1, 2011 made by Registrant and its subsidiaries for the benefit of Community National Bank, securing Registrant's and its subsidiaries' respective obligations under to Community National Bank (incorporated by reference to Exhibit 10.3 to the Company's Current Report on Form 8-K filed August 11, 2011, File No. 333-60608)
31.1	Rule 13a-14(a)/15d-14(a) Certification of Chief Executive Officer
31.2	Rule 13a-14(a)/15d-14(a) Certification of Chief Operating Officer
31.3	Rule 13a-14(a)/15d-14(a) Certification of Chief Financial Officer
32.1	Section 1350 Certifications
99.1	Press release dated August 15, 2011
101	Interactive data files providing financial information from the Registrant's Quarterly Report on Form 10-Q for the quarter ended June 30, 2011 in XBRL (eXtensible Business Reporting Language) pursuant to Rule 405 of Regulation S-T: (i) Consolidated Balance Sheets, June 30, 2011 and September 30, 2010, (ii) Consolidated Statements of Income for the three and nine months ended June 30, 2011 and 2010, (iii) Consolidated Statements of Cash Flows for the nine months ended June 30, 2011 and 2010, and (v) Notes to Unaudited Consolidated Financial Statements

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Dated: August 15, 2011

JANEL WORLD TRADE, LTD.
Registrant

/s/ James N. Jannello
Executive Vice President and Chief Executive Officer (Principal Executive Officer)

/s/ Philip J. Dubato
Executive Vice President of Finance and Chief Financial Officer (Principal Financial Officer)

Exhibit 31.1

CERTIFICATION

I, James N. Jannello, certify that:

1. I have reviewed this Quarterly Report on Form 10-Q of Janel World Trade, Ltd.;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the Registrant as of, and for, the periods presented in this report;

4. The Registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the Registrant and have:

(a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the Registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

(b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

(c) Evaluated the effectiveness of the Registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

(d) Disclosed in this report any change in the Registrant's internal control over financial reporting that occurred during the Registrant's most recent fiscal quarter (the Registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the Registrant's internal control over financial reporting; and

5. The Registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the Registrant's auditors and the audit committee of Registrant's board of directors (or persons performing the equivalent function):

(a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the Registrant's ability to record, process, summarize and report financial information; and

(b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the Registrant's internal control over financial reporting.

Date: August 15, 2011

/s/ James N. Jannello
Chief Executive Officer (Principal Executive Officer)

Exhibit 31.2

CERTIFICATION

I, William J. Lally, certify that:

1. I have reviewed this Quarterly Report on Form 10-Q of Janel World Trade, Ltd.;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the Registrant as of, and for, the periods presented in this report;

4. The Registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the Registrant and have:

(a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the Registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

(b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

(c) Evaluated the effectiveness of the Registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

(d) Disclosed in this report any change in the Registrant's internal control over financial reporting that occurred during the Registrant's most recent fiscal quarter (the Registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the Registrant's internal control over financial reporting; and

5. The Registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the Registrant's auditors and the audit committee of Registrant's board of directors (or persons performing the equivalent function):

(a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the Registrant's ability to record, process, summarize and report financial information; and

(b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the Registrant's internal control over financial reporting.

Date: August 15, 2011

/s/ William J. Lally
Chief Operating Officer (Principal Executive Officer)

Exhibit 31.3

CERTIFICATION

I, Philip J. Dubato, certify that:

1. I have reviewed this Quarterly Report on Form 10-Q of Janel World Trade, Ltd.;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the Registrant as of, and for, the periods presented in this report;

4. The Registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the Registrant and have:

(a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the Registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

(b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

(c) Evaluated the effectiveness of the Registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

(d) Disclosed in this report any change in the Registrant's internal control over financial reporting that occurred during the Registrant's most recent fiscal quarter (the Registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the Registrant's internal control over financial reporting; and

5. The Registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the Registrant's auditors and the audit committee of Registrant's board of directors (or persons performing the equivalent function):

(a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the Registrant's ability to record, process, summarize and report financial information; and

(b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the Registrant's internal control over financial reporting.

Date: August 15, 2011

/s/ Philip J. Dubato
Chief Financial Officer (Principal Financial Officer)

EXHIBIT 32.1

CERTIFICATION
PURSUANT TO 18 U.S.C. §1350

In connection with the report on Form 10-Q of Janel World Trade, Ltd. for the quarter ended June 30, 2011, as filed with the SEC on the date hereof (the "Report"), each of the undersigned officers of the registrant certifies pursuant to 18 U.S.C. Section 1350 that:

1. The Report fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended; and

2. The information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the registrant.

Dated: August 15, 2011

/s/ James N. Jannello
James N. Jannello
Executive Vice President and Chief Executive Officer (Principal Executive Officer)

/s/ William J. Lally
William J. Lally
President and Chief Operating Officer (Principal Executive Officer)

/s/Philip J. Dubato
Philip J. Dubato
Executive Vice President of Finance and Chief Financial Officer (Principal Financial Officer)

Exhibit 99.1

News Release

For Immediate Release

Contact: Investor Relations at
Janel World Trade
(404) 261-1196
IR_Janelgroup.net

JANEL WORLD TRADE LTD. REPORTS THIRD QUARTER REVENUE OF $22.5 MILLION - UP 7% FROM THIRD QUARTER 2010

REVENUE INCREASES 25% TO $71M FOR THE NINE MONTHS OF FISCAL 2011 VERSUS THE PRIOR YEAR

JAMAICA, NY – August 15, 2011 -- Janel World Trade, Ltd. (OTC BB: JLWT), a full-service global provider of integrated transportation logistics and vertically integrated supply chain services in the food industry, announced today financial results for the three and nine months ending June 30, 2011.

Third Quarter Results

For the three months ending June 30, 2011, Janel reported revenue of $22,476,995, an increase of $1,472,292 or up 7.0% compared to the three months ended June 30, 2010.

For the three months ending June 30, 2011, the Company reported a net loss available to common shareholders of $(251,374) or $(0.011) per fully diluted share, down from the prior year reported net income available to common shareholders of $166,635, or $0.009 per fully diluted share.

Fiscal Year to Date Nine Month Results

For the nine months ending June 30, 2011, Janel reported revenue of $71,612,621, an increase of $14,339,031 or up 25.0% compared to the nine months ended June 30, 2010.

For the nine months ending June 30, 2011, the Company reported a net loss available to common shareholders of $(390,575) or $(0.017) per fully diluted share, down from the prior year reported net income available to common shareholders of $215,182, or $0.012 per fully diluted share.

Review and Outlook

"Taking into account that our third quarter includes the start up costs of approximately $142,205 on a pre-tax basis associated with our new Food industry segment, the results were disappointing for the quarter ended June 30, 2011" said James N. Jannello, Executive Vice President and Chief Executive Officer. "We experienced weaker than expected freight volumes from most of our customers when compared to the prior year, and the bulk of the increase in volume that we did see was from our larger customers, but it was at a higher cost of sales than the prior year. So the net impact of the revenue increase to us did not fall to our bottom line. During the quarter we launched our new operating division which is focused on vertical integrated supply chain services primarily in the food industry. As previously announced, the division has already signed a long term agreement with its first customer to handle all supply chain services. We expect this new division to substantially contribute to our overall gross profit margins in the future."

Jannello continued, “Looking ahead, we expect improvement in our financial results for the last quarter and balance of 2011. With our new operating division focused on vertical supply chain services, our recent asset acquisition of Ferrara International Logistics and our core logistics business units performing better as we enter the higher shipping season with our customers and our expectation that our customers will report improvement in their respective businesses and the addition of new customers, we expect to report improvement in both our revenues and bottom line."

Jannello concluded, “We are excited about the significant profit potential in our new operating division catering to the food industry. By being involved from the production to the selling of food products, Janel will be realizing higher gross profit margins compared to just capturing the logistics portion of the distribution channel. We look forward to returning our core business to profitability and building our food distribution network with the attractive gross profit margins.”
***To be included in Janel’s database for Corporate Press Releases and industry updates, investors are invited to send their e-mail address to:* IRInfo@janelgroup.net**.

About Janel World Trade, Ltd.
Janel World Trade, Ltd. is a global provider of integrated logistics; including domestic and international freight forwarding via multi-modal carriers, leading-edge, end-to-end, supply-chain technology, customs brokerage, warehousing and distribution, and other transportation-related services; and a provider of vertically integrated supply chain services in the food industry. With offices throughout the U.S. (New York, Chicago, Los Angeles, and Atlanta) and a network of independent international agents in approximately 52 countries, the Company provides the comprehensive logistics services and technology necessary to handle its customers' shipping needs throughout the world. Cargo can be transported via air, sea or land, and Janel's national network of locations can manage the shipment and/or receipt of cargo into or out of any location in the United States. Janel is registered as an Ocean Transportation Intermediary and licensed as a FMC Licensed Freight Forwarder by the Federal Maritime Commission.
Janel World Trade, Ltd.'s headquarters is located in Jamaica, New York, adjacent to the JFK International Airport, and its common stock is listed on the OTC Bulletin Board under the symbol "JLWT". Additional information on the Company is available on its website at http://www.janelgroup.net

Forward-Looking Statements
This press release includes statements that may constitute "forward-looking" statements, usually containing the words "believe," "estimate," "project," "intend," "expect" or similar expressions. These statements are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. Forward-looking statements inherently involve risks and uncertainties that could cause actual results to differ materially from the forward-looking statements. Factors that would cause or contribute to such differences include, but are not limited to, the Company's dependence upon conditions in the air, ocean and land-based freight forwarding industry, the size and resources of many competitors, the need for the Company to effectively integrate acquired businesses and to successfully deliver its primary services, and other risks detailed in the Company's periodic report filings with the Securities and Exchange Commission, including its most recent Form 8-K, Form 10-Q and Form 10-K filings. By making these forward-looking statements, the Company undertakes no obligation to update these statements for revisions or changes after the date of this release.

Contact:
Investor Relations
Janel World Trade
(404) 261-1196
IR_Janelgroup.net

JANEL WORLD TRADE LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF OPERATIONS

(UNAUDITED)

	THREE MONTHS ENDED June 30, 2011	THREE MONTHS ENDED June 30, 2010	NINE MONTHS ENDED June 30, 2011	NINE MONTHS ENDED June 30, 2010
REVENUES	$ 22,476,995	$ 21,004,703	$ 71,612,621	$ 57,273,590
COST AND EXPENSES:				
Forwarding expenses	20,126,918	18,631,762	64,325,598	50,911,782
Selling, general and administrative	2,616,778	1,952,095	7,514,229	5,673,199
Depreciation and amortization	97,407	61,557	277,005	183,252
TOTAL COSTS AND EXPENSES	22,841,103	20,645,414	72,116,832	56,768,233
OPERATING (LOSS) INCOME	(364,108)	359,289	(504,211)	505,357
OTHER ITEMS:				
Interest and dividend income	945	1,122	3,132	3,928
Interest expense	(32,461)	(24,980)	(105,246)	(79,807)
TOTAL OTHER ITEMS	(31,516)	(23,858)	(102,114)	(75,879)
(LOSS) INCOME BEFORE INCOME TAXES	(395,624)	335,431	(606,325)	429,478
Income taxes (credits)	(148,000)	165,000	(227,000)	203,000
NET (LOSS) INCOME	$ (247,624)	$ 170,431	$ (379,325)	$ 226,478
Preferred stock dividends	3,750	3,796	11,250	11,296
NET (LOSS) INCOME AVAILABLE TO COMMON SHAREHOLDERS	$ (251,374)	$ 166,635	$ (390,575)	$ 215,182
OTHER COMPREHENSIVE INCOME NET OF TAX:				
Unrealized gain (loss) from available for sale securities	$ 97	$ (6,429)	$ 8,526	$ (2,157)
Basic earnings (loss) per share	$ (0.012)	$ 0.009	$ (0.019)	$ 0.012
Fully diluted earnings (loss) per share	$ (0.011)	$ 0.009	$ (0.017)	$ 0.012
Basic weighted average shares outstanding	20,982,192	18,350,557	20,851,714	18,136,729
Fully diuted weighted average shares outstanding	22,617,442	18,750,557	22,762,715	18,536,729

See notes to these consolidated financial statements included in the Company's Form 10-Q

JANEL WORLD TRADE LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

	June 30, 2011 (unaudited)	September 30, 2010 (audited)
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	$ 575,651	$ 1,354,912
Accounts receivable, net of allowance for doubtful accounts of $185,270 and $106,987, respectively	6,474,836	6,841,607
Inventory	207,395	-
Marketable securities	63,571	54,748
Loans receivable - officers	95,389	97,092
- other	-	583
Prepaid expenses and sundry current assets	151,606	96,608
TOTAL CURRENT ASSETS	**7,568,448**	**8,445,550**
PROPERTY AND EQUIPMENT, NET	**388,992**	**111,478**
OTHER ASSETS:		
Intangible assets, net	3,342,412	1,714,702
Security deposits	97,188	53,688
Deferred income taxes	1,194,000	1,017,000
TOTAL OTHER ASSETS	**4,633,600**	**2,785,390**
TOTAL ASSETS	**$ 12,591,040**	**$ 11,342,418**
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Note payable - bank	$ 951,335	$ 951,335
Accounts payable - trade	4,893,143	4,516,547
Accrued expenses and taxes payable	343,978	564,386
Current portion of long-term debt	126,908	581,019
Note payable - related party	227,428	-
TOTAL CURRENT LIABILITIES	**6,542,792**	**6,613,287**
LONG-TERM DEBT	317,124	13,889
NOTE PAYABLE - RELATED PARTY	835,556	-
DEFERRED COMPENSATION	78,568	78,568
TOTAL OTHER LIABILITIES	**1,231,248**	**92,457**
STOCKHOLDERS' EQUITY	**4,817,000**	**4,636,674**
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	**$ 12,591,040**	**$ 11,342,418**

See notes to these consolidated financial statements included in the Company's Form 10-Q

JANEL WORLD TRADE LTD. AND SUBSIDIARIES

EBITDA RECONCILIATION WITH GAAP

(UNAUDITED)

	THREE MONTHS ENDED June 30, 2011	THREE MONTHS ENDED June 30, 2010	NINE MONTHS ENDED June 30, 2011	NINE MONTHS ENDED June 30, 2010
Net (loss) income per financial statement	$ (247,624)	$ 170,431	$ (379,325)	$ 226,478
Interest expense	32,461	24,980	105,246	79,807
Interest and dividend (income)	(945)	(1,122)	(3,132)	(3,928)
Income tax expense (credits)	(148,000)	165,000	(227,000)	203,000
Depreciation	26,644	21,294	64,716	62,463
Amortization	70,763	40,263	212,289	120,789
EBITDA (Earnings before interest, taxes depreciation and amortization)	$ (266,701)	$ 420,846	$ (227,206)	$ 688,609