

Company Registration No. 00069212 (England and Wales)

ONWARD FISHING COMPANY LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

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COMPANIES HOUSE

ONWARD FISHING COMPANY LIMITED

COMPANY INFORMATION

Directors

T M Baldvinsson
H Gretarsson
G Baldvinsson

Secretary

Mackinnons

Company number

00069212

Registered office

The Orangery
Hesslewood Country Business Park
Ferriby Road, Hessle
East Yorkshire
HU13 0LH

Auditors

Johnston Carmichael LLP
Bishop's Court
29 Albyn Place
Aberdeen
AB10 1YL

Solicitors

Mackinnons
14 Carden Place
Aberdeen
AB10 1UR

ONWARD FISHING COMPANY LIMITED

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ONWARD FISHING COMPANY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2013

The directors present their report and financial statements for the year ended 31 December 2013.

Principal activities

The principal activity of the company during the year was fishing related activities.

Directors

The following directors have held office since 1 January 2013:

T M Baldvinsson
H Gretarsson
G Baldvinsson

Auditors

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

ONWARD FISHING COMPANY LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board



H Gretarsson

Director

12/19/14

ONWARD FISHING COMPANY LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF ONWARD FISHING COMPANY LIMITED

We have audited the financial statements of Onward Fishing Company Limited for the year ended 31 December 2013 set out on pages 5 to 15. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement set out on pages 1 - 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2013 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

ONWARD FISHING COMPANY LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF ONWARD FISHING COMPANY LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and from preparing a strategic report.



Gerry McDonald (Senior Statutory Auditor)
for and on behalf of Johnston Carmichael LLP

23/9/14
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Chartered Accountants
Statutory Auditor

Bishop's Court
29 Albyn Place
Aberdeen
AB10 1YL

ONWARD FISHING COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2013

	Notes	2013 £	2012 £
Turnover	2	9,367,574	4,032,277
Cost of sales		(5,817,200)	(4,512,629)
Gross profit/(loss)		3,550,374	(480,352)
Administrative expenses		(391,888)	(234,506)
Other operating income		291,656	1,635,343
Operating profit	3	3,450,142	920,485
Other interest receivable and similar income	4	918,921	736,405
Interest payable and similar charges		(1,192,834)	(736,427)
Profit on ordinary activities before taxation		3,176,229	920,463
Tax on profit on ordinary activities	5	(622,661)	(173,200)
Profit for the year	14	2,553,568	747,263

ONWARD FISHING COMPANY LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2013

	Notes	2013 £	£	2012 £	£
Fixed assets					
Intangible assets	6	1,778,750		1,778,750	
Tangible assets	7	7,028,362		7,906,906	
Investments	8	13,850,930		21,532,491	
		<u>22,658,042</u>		<u>31,218,147</u>	
Current assets					
Stocks		282,605		276,619	
Debtors	9	708,850		900,865	
Cash at bank and in hand		<u>2,752,079</u>		<u>1,445,364</u>	
		3,743,534		2,622,848	
Creditors: amounts falling due within one year	10	<u>(1,708,485)</u>		<u>(13,001,211)</u>	
Net current assets/(liabilities)		<u>2,035,049</u>		<u>(10,378,363)</u>	
Total assets less current liabilities		<u>24,693,091</u>		<u>20,839,784</u>	
Creditors: amounts falling due after more than one year	11	(16,055,170)		(14,898,130)	
Provisions for liabilities	12	<u>(540,023)</u>		<u>(397,324)</u>	
		<u>8,097,898</u>		<u>5,544,330</u>	
Capital and reserves					
Called up share capital	13	3,123,750		3,123,750	
Revaluation reserve	14	400,000		400,000	
Profit and loss account	14	<u>4,574,148</u>		<u>2,020,580</u>	
Shareholders' funds		<u>8,097,898</u>		<u>5,544,330</u>	

ONWARD FISHING COMPANY LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2013

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board for issue on17/9/14.....



H Gretarsson

Director

Company Registration No. 00069212

ONWARD FISHING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2013

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of fishing licences and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2 Turnover

Turnover represents amounts receivable from the sale of fish during the year.

1.3 Fishing licences

Fishing licences owned on 4 September 1992 are included at their "current cost" which is reviewed annually. Fishing licences acquired subsequent to that date are included at historical cost. No provision for amortisation has been made in the financial statements. This represents a departure from the requirements of companies legislation but is required in order to give a true and fair view. The directors consider that the licences have indefinite useful lives and are unlikely to reduce in value.

1.4 Fishing quota

Fishing quota is stated at cost less amortisation. Amortisation is charged over 5 years, the estimated useful life of the asset.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fishing vessel	10% Straight Line
Office equipment	25% Reducing Balance

1.6 Investments

Investments are stated at cost less any provision for impairment.

1.7 Stock

Stock is valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

1.8 Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not they will be recovered. Deferred tax assets and liabilities are not discounted.

1.9 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

ONWARD FISHING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

1 Accounting policies

(continued)

1.10 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company has not prepared group accounts as it is exempt from the requirement to do so by section 400 of the Companies Act 2006 as it is a subsidiary undertaking of Samherji HF, a company incorporated in Iceland, and is included in the consolidated accounts of that company.

2 Turnover

Turnover is entirely attributable to the one principal activity of the company. The directors consider information regarding geographical analysis of turnover as commercially sensitive and therefore no disclosure is made.

3 Operating profit

	2013	2012
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	878,544	878,545
Auditors' remuneration	12,000	12,000
Directors' remuneration	135,304	133,016

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 1 (2012 - 1).

4 Investment income

	2013	2012
	£	£
Bank interest	110	93
Other interest	918,811	736,312
	<u>918,921</u>	<u>736,405</u>

ONWARD FISHING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

5	Taxation	2013 £	2012 £
	Domestic current year tax		
	U.K. corporation tax	479,962	-
	Total current tax	479,962	-
	Deferred tax		
	Deferred tax charge	222,474	191,129
	Adjustment resulting from changes in tax rate	(47,632)	(17,929)
	Adjustment for prior years	(32,143)	-
		142,699	173,200
		622,661	173,200

6	Intangible fixed assets	Fishing licences £	Fishing quota £	Total £
	Cost or valuation			
	At 1 January 2013 & at 31 December 2013	1,778,750	2,610,875	4,389,625
	Amortisation			
	At 1 January 2013 & at 31 December 2013	-	2,610,875	2,610,875
	Net book value			
	At 31 December 2013	1,778,750	-	1,778,750
	At 31 December 2012	1,778,750	-	1,778,750

The fishing licences held on 4 September 1992 were revalued to their current cost of £400,000 (from historical cost of £nil) by a firm of naval architects and ship surveyors. Licences acquired after 4 September 1992 are included at their historical cost of £1,378,750.

ONWARD FISHING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

7 Tangible fixed assets

	Fishing vessel	Plant and machinery etc	Total
	£	£	£
Cost or valuation			
At 1 January 2013 & at 31 December 2013	9,082,827	5,295	9,088,122
Depreciation			
At 1 January 2013	1,175,921	5,295	1,181,216
Charge for the year	878,544	-	878,544
At 31 December 2013	2,054,465	5,295	2,059,760
Net book value			
At 31 December 2013	7,028,362	-	7,028,362
At 31 December 2012	7,906,906	-	7,906,906

ONWARD FISHING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

8 Fixed asset investments

	Loans to group undertakings	Shares in group undertakings and participating interests	Total
	£	£	£
Cost or valuation			
At 1 January 2013	19,032,416	2,500,075	21,532,491
Repayment	(7,681,561)	-	(7,681,561)
At 31 December 2013	11,350,855	2,500,075	13,850,930
Net book value			
At 31 December 2013	11,350,855	2,500,075	13,850,930
At 31 December 2012	19,032,416	2,500,075	21,532,491

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held Class	%
Subsidiary undertakings			
Onward Investment Limited	UK	Ordinary	75.00
Joint venture undertakings			
UK Fisheries Limited	UK	Ordinary	50.00
Investments held by subsidiary undertakings			
Onward Fishing Company NL Ltd	Canada	Ordinary	100.00
Fame Fisheries Limited	Canada	Ordinary	100.00
Newfound Resources Limited	Canada	Ordinary	49.00

ONWARD FISHING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

9 Debtors	2013 £	2012 £
Trade debtors	33,364	104,453
Amounts owed by group undertakings and undertakings in which the company has a participating interest	591,903	501,154
Other debtors	83,583	295,258
	<u>708,850</u>	<u>900,865</u>

10 Creditors: amounts falling due within one year	2013 £	2012 £
Bank loans and overdrafts	-	187,532
Trade creditors	44,944	196,607
Amounts owed to group undertakings and undertakings in which the company has a participating interest	868,903	12,301,410
Taxation and social security	482,600	-
Other creditors	312,038	315,662
	<u>1,708,485</u>	<u>13,001,211</u>

The aggregate amount of secured liabilities at 31 December 2013 was £nil (2012 - £187,532).

11 Creditors: amounts falling due after more than one year	2013 £	2012 £
Amounts owed to group undertakings	<u>16,055,170</u>	<u>14,898,130</u>
Analysis of loans		
Wholly repayable within five years	-	187,532
Included in current liabilities	-	(187,532)
	<u>-</u>	<u>-</u>

ONWARD FISHING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

12 Provisions for liabilities

	Deferred tax liability £
Balance at 1 January 2013	397,324
Profit and loss account	142,699
	<u>540,023</u>
Balance at 31 December 2013	<u>540,023</u>

The deferred tax liability is made up as follows:

	2013 £	2012 £
Accelerated capital allowances	<u>540,023</u>	<u>397,324</u>

13 Share capital

	2013 £	2012 £
Allotted, called up and fully paid 3,123,750 Ordinary shares of £1 each	<u>3,123,750</u>	<u>3,123,750</u>

14 Statement of movements on reserves

	Revaluation reserve £	Profit and loss account £
Balance at 1 January 2013	400,000	2,020,580
Profit for the year	-	2,553,568
	<u>400,000</u>	<u>4,574,148</u>
Balance at 31 December 2013	<u>400,000</u>	<u>4,574,148</u>

ONWARD FISHING COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2013

15 Control

The ultimate parent undertaking and controlling party is Samherji hf, a company registered in Iceland.

Samherji hf prepares group financial statements which are publicly available. Copies of the group financial statements are available at the following address:

Gleragata 30
IS - 600 Akureyri
Iceland

Samherji hf has provided a guarantee to the company's bankers in respect of the loans outstanding amounting to £nil (2012 - £187,532).

16 Related party relationships and transactions

As the company is a wholly owed subsidiary of Samherji hf and is included within publicly available consolidated financial statements of that company, it is exempt, under the Financial Reporting Standard for Smaller Entities (effective April 2008), from disclosure of related party transactions with fellow group members and Investees of the group.