

Company Registration No. 1972300 (England and Wales)

LOCHIN MARINE INTERNATIONAL LIMITED
FORMERLY NEWHAVEN WORKBOATS LIMITED
DIRECTOR'S REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2002



LOCHIN MARINE INTERNATIONAL LIMITED
FORMERLY NEWHAVEN WORKBOATS LIMITED
COMPANY INFORMATION

| | |
|--------------------------|--|
| Director | S J Thomas |
| Secretary | Mrs P J Marchant |
| Company number | 1972300 |
| Registered office | 78 High Street Lewes East Sussex |
| Accountants | Knill James 78 High Street Lewes East Sussex |
| Business address | The Yacht Harbour Newhaven Sussex |
| Bankers | Barclays Bank plc The Old Bank High Street Lewes East Sussex |

LOCHIN MARINE INTERNATIONAL LIMITED
FORMERLY NEWHAVEN WORKBOATS LIMITED
CONTENTS

| | Page |
|-----------------------------------|-------------|
| Director's report | 1 |
| Accountants' report | 2 |
| Profit and loss account | 3 |
| Balance sheet | 4 - 5 |
| Notes to the financial statements | 6 - 9 |

LOCHIN MARINE INTERNATIONAL LIMITED
FORMERLY NEWHAVEN WORKBOATS LIMITED
DIRECTOR'S REPORT
FOR THE YEAR ENDED 29 FEBRUARY 2002

The director presents his report and financial statements for the year ended 28 February 2002.

Change of name

On 16th March 2000 the company changed its name to Lochin Marine International Limited, a name formerly used by its subsidiary company. On the same day that company changed its name to Newhaven Workboats Limited.

Principal activities

The principal activity of the company continued to be that of new boat building, repair and refurbishment of fishing vessels and other crafts, the sale of boats on its own account and on behalf of clients.

Director

The following director has held office since 1 March 2001:

S J Thomas

Director's interests

The director's interest in the shares of the company was as stated below:

| | Ordinary shares of £ 1 each | |
|------------|-----------------------------|--------------|
| | 28 February 2002 | 1 March 2001 |
| S J Thomas | 100 | 100 |

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board



Mrs P J Marchant
Secretary

28/10/02

LOCHIN MARINE INTERNATIONAL LIMITED
FORMERLY NEWHAVEN WORKBOATS LIMITED
ACCOUNTANTS' REPORT TO THE DIRECTOR ON THE
UNAUDITED ACCOUNTS OF LOCHIN MARINE INTERNATIONAL LIMITED

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 28 February 2002, set out on pages 3 to 9 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



Knill James

Chartered Accountants

29 October 2002
.....

78 High Street
Lewes
East Sussex

LOCHIN MARINE INTERNATIONAL LIMITED
FORMERLY NEWHAVEN WORKBOATS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 28 FEBRUARY 2002

| | Notes | 2002 £ | 2001 £ |
|--|----------|----------------|----------------|
| Turnover | | 902,192 | 752,339 |
| Cost of sales | | (661,432) | (528,941) |
| Gross profit | | 240,760 | 223,398 |
| Administrative expenses | | (188,527) | (191,258) |
| Operating profit | 2 | 52,233 | 32,140 |
| Other interest receivable and similar income | | 5,179 | 9,650 |
| Interest payable and similar charges | | (56) | (1,509) |
| Profit on ordinary activities before taxation | | 57,356 | 40,281 |
| Tax on profit on ordinary activities | 3 | (6,618) | (730) |
| Profit on ordinary activities after taxation | 9 | 50,738 | 39,551 |

LOCHIN MARINE INTERNATIONAL LIMITED
FORMERLY NEWHAVEN WORKBOATS LIMITED
BALANCE SHEET
AS AT 28 FEBRUARY 2002

| | Notes | 2002 | | 2001 | |
|---|-------|------------------|----------------|------------------|----------------|
| | | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Intangible assets | 4 | | 101,261 | | 26,585 |
| Tangible assets | 5 | | 117,649 | | 135,418 |
| | | | <u>218,910</u> | | <u>162,003</u> |
| Current assets | | | | | |
| Stocks | | 128,697 | | 14,276 | |
| Debtors | 6 | 40,331 | | 35,765 | |
| Cash at bank and in hand | | 48,236 | | 153,109 | |
| | | <u>217,264</u> | | <u>203,150</u> | |
| Creditors: amounts falling due within one year | 7 | <u>(183,076)</u> | | <u>(170,180)</u> | |
| Net current assets | | | <u>34,188</u> | | <u>32,970</u> |
| Total assets less current liabilities | | | 253,098 | | 194,973 |
| Provisions for liabilities and charges | | | <u>(7,385)</u> | | <u>-</u> |
| | | | <u>245,713</u> | | <u>194,973</u> |
| Capital and reserves | | | | | |
| Called up share capital | 8 | | 100 | | 100 |
| Profit and loss account | 9 | | 245,613 | | 194,873 |
| Shareholders' funds | | | <u>245,713</u> | | <u>194,973</u> |

LOCHIN MARINE INTERNATIONAL LIMITED
FORMERLY NEWHAVEN WORKBOATS LIMITED
BALANCE SHEET
AS AT 28 FEBRUARY 2002

In preparing these financial statements:

- (a) The director is of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The director acknowledges his responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The financial statements were approved by the Board on 28/10/02


S J Thomas
Director

LOCHIN MARINE INTERNATIONAL LIMITED
FORMERLY NEWHAVEN WORKBOATS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2002

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same way unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period during which the company is expected to benefit.

1.4 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:

| | |
|---|--|
| Land and buildings Leasehold | Straight line over the life of the lease |
| Plant, machinery, fixtures and fittings | 15% reducing balance |
| Computers | 33% reducing balance |
| Motor vehicles | 25% reducing balance |

2 Operating profit

| | 2002 | 2001 |
|--|-------------------|-------------------|
| | £ | £ |
| Operating profit is stated after charging: | | |
| Depreciation of tangible assets | 17,966 | 21,310 |
| Director's emoluments | 30,000 | 29,166 |
| | <u> </u> | <u> </u> |

3 Taxation

| | 2002 | 2001 |
|---|-------------------|-------------------|
| | £ | £ |
| Domestic current year tax | | |
| U.K. corporation tax | (834) | 784 |
| Adjustment for prior years | 67 | (54) |
| | <u> </u> | <u> </u> |
| Current tax charge | (767) | 730 |
| Deferred tax | | |
| Deferred tax charge/credit current year | 7,385 | - |
| | <u> </u> | <u> </u> |
| | 6,618 | 730 |
| | <u> </u> | <u> </u> |

LOCHIN MARINE INTERNATIONAL LIMITED
FORMERLY NEWHAVEN WORKBOATS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2002

4 Intangible fixed assets

| | Development Costs £ |
|---------------------------------------|---------------------------|
| Cost | |
| At 1 March 2001 | 26,585 |
| Additions | 74,676 |
| | <u>101,261</u> |
| At 28 February 2002 | <u>101,261</u> |
| At 1 March 2001 & at 28 February 2002 | - |
| Net book value | |
| At 28 February 2002 | <u>101,261</u> |
| At 28 February 2001 | <u>26,585</u> |

5 Tangible fixed assets

| | Land and buildings £ | Other tangible fixed assets £ | Total £ |
|-----------------------|----------------------------|--|----------------|
| Cost | | | |
| At 1 March 2001 | 52,500 | 214,268 | 266,768 |
| Additions | - | 7,010 | 7,010 |
| Disposals | - | (31,611) | (31,611) |
| | <u>52,500</u> | <u>189,667</u> | <u>242,167</u> |
| At 28 February 2002 | <u>52,500</u> | <u>189,667</u> | <u>242,167</u> |
| Depreciation | | | |
| At 1 March 2001 | 12,500 | 118,850 | 131,350 |
| On disposals | - | (24,798) | (24,798) |
| Charge for the year | 2,000 | 15,966 | 17,966 |
| | <u>14,500</u> | <u>110,018</u> | <u>124,518</u> |
| At 28 February 2002 | <u>14,500</u> | <u>110,018</u> | <u>124,518</u> |
| Net book value | | | |
| At 28 February 2002 | <u>38,000</u> | <u>79,649</u> | <u>117,649</u> |
| At 28 February 2001 | <u>40,000</u> | <u>95,418</u> | <u>135,418</u> |

LOCHIN MARINE INTERNATIONAL LIMITED
FORMERLY NEWHAVEN WORKBOATS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2002

| 6 Debtors | 2002 | 2001 |
|------------------|---------------|---------------|
| | £ | £ |
| Trade debtors | 20,477 | 21,049 |
| Other debtors | 19,854 | 14,716 |
| | <u>40,331</u> | <u>35,765</u> |

| 7 Creditors: amounts falling due within one year | 2002 | 2001 |
|---|----------------|----------------|
| | £ | £ |
| Bank loans and overdrafts | 56,001 | - |
| Trade creditors | 44,085 | 50,362 |
| Taxation and social security | 1,333 | 2,280 |
| Other creditors | 81,657 | 117,538 |
| | <u>183,076</u> | <u>170,180</u> |

The bank overdraft has been secured by a charge over the leasehold property of the company and by a personal guarantee and charge given by the director.

| 8 Share capital | 2002 | 2001 |
|---|-------------|-------------|
| | £ | £ |
| Authorised | | |
| 100 Ordinary shares of £ 1 each | <u>100</u> | <u>100</u> |
| Allotted, called up and fully paid | | |
| 100 Ordinary shares of £ 1 each | <u>100</u> | <u>100</u> |

| 9 Statement of movements on profit and loss account | Profit and loss account |
|--|--------------------------------|
| | £ |
| Balance at 1 March 2001 | 194,875 |
| Retained profit for the year | <u>50,738</u> |
| Balance at 28 February 2002 | <u>245,613</u> |

LOCHIN MARINE INTERNATIONAL LIMITED
FORMERLY NEWHAVEN WORKBOATS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2002

10 Financial commitments

At 28 February 2002 the company had annual commitments under non-cancellable operating leases as follows:

| | 2002 £ | 2001 £ |
|----------------------------|----------------|----------------|
| Expiry date: | | |
| Within one year | 15,000 | 15,000 |
| Between two and five years | 56,250 | 56,250 |
| In over five years | 145,000 | 160,000 |
| | <u>216,250</u> | <u>231,250</u> |

11 Control

S J Thomas (Director) holds 100% of the ordinary shares of the company.