
SHYVERS SAVOY SHIPPING LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
31 DECEMBER 2003**



SHYVERS SAVOY SHIPPING LIMITED

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SHYVERS SAVOY SHIPPING LIMITED

DIRECTORS' REPORT For the year ended 31 December 2003

The directors present their report and the financial statements for the year ended 31 December 2003.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITIES

The company trades as a member of the Baltic Exchange, the principal activity being that of Chartering Agents.

DIRECTORS

The directors who served during the year and their beneficial interests in the company's issued share capital were:

	Ordinary shares of £1 each	
	<u>31/12/03</u>	<u>1/1/03</u>
C.R Ahrens (resigned 14.4.04)	-	-
A.T Hayley Bell	1	1
B.L Poyntz	-	-
S.N.I Harrison (resigned 14.4.04)	-	-

AUDITORS

The auditors, Calder & Co, will be proposed for reappointment in accordance with section 385 of the Companies Act 1985.

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

This report was approved by the board on 26 May 2004 and signed on its behalf.



A.T Hayley Bell
Director

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF SHYVERS SAVOY SHIPPING LIMITED

We have audited the financial statements of Shyvers Savoy Shipping Limited for the year ended 31 December 2003 set out on pages 4 to 9. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002) under the historical cost convention and the accounting policies set out on page 6.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 auditor's 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 described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if *we have not received all the information and explanations we require for our audit*, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

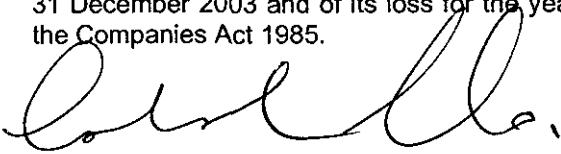
We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF SHYVERS SAVOY SHIPPING LIMITED

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2003 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Calder & Co

Chartered Accountants
Registered Auditor

1 Regent Street
London
SW1Y 4NW

26 May 2004

SHYVERS SAVOY SHIPPING LIMITED

PROFIT AND LOSS ACCOUNT
For the year ended 31 December 2003

	Note	2003 £	2002 £
TURNOVER	1	530,226	568,073
Administrative expenses		<u>(537,553)</u>	<u>(525,692)</u>
OPERATING (LOSS)/PROFIT	2	<u>(7,327)</u>	42,381
Income from other fixed asset investments		289	289
Interest receivable		<u>897</u>	<u>3,378</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(6,141)</u>	46,048
TAX ON (LOSS)/PROFIT ON ORDINARY ACTIVITIES	4	<u>(1,114)</u>	<u>(14,051)</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>(7,255)</u>	31,997
DIVIDENDS		<u>(25,000)</u>	<u>(25,000)</u>
RETAINED (LOSS)/PROFIT FOR THE FINANCIAL YEAR		<u>(32,255)</u>	6,997
RETAINED PROFIT BROUGHT FORWARD		<u>166,205</u>	<u>159,208</u>
RETAINED PROFIT CARRIED FORWARD		<u><u>£ 133,950</u></u>	<u><u>£ 166,205</u></u>

The notes on pages 6 to 9 form part of these financial statements.

SHYVERS SAVOY SHIPPING LIMITED

BALANCE SHEET
As at 31 December 2003

	Note	2003	2002
		£	£
FIXED ASSETS			
Tangible fixed assets	5	33,851	54,137
Investments	6	1,225	1,225
		<u>35,076</u>	<u>55,362</u>
CURRENT ASSETS			
Debtors	7	25,712	29,755
Cash at bank and in hand		634,009	728,645
		<u>659,721</u>	<u>758,400</u>
CREDITORS: amounts falling due within one year	8	(560,845)	(647,555)
NET CURRENT ASSETS		<u>98,876</u>	<u>110,845</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£ 133,952</u>	<u>£ 166,207</u>
CAPITAL AND RESERVES			
Called up share capital	9	2	2
Profit and loss account		133,950	166,205
SHAREHOLDERS' FUNDS		<u>£ 133,952</u>	<u>£ 166,207</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the board on 26 May 2004 and signed on its behalf.



A.T Hayley Bell
Director

The notes on pages 6 to 9 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2003

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.3 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

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 of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor vehicles	-	25%	straight line
Furniture, fittings and equipment	-	25/33 1/3%	straight line

1.5 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.6 Deferred taxation

Provision is made in full for all taxation deferred in respect of timing differences that have originated but not reversed by the balance sheet date, except for gains on disposal of fixed assets which will be rolled over into replacement assets. No provision is made for taxation on permanent differences.

Deferred tax assets are recognised to the extent that it is more likely than not that they will be recovered.

1.7 Foreign currencies

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

1.8 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2003

2. OPERATING (LOSS)/PROFIT

The operating (loss)/profit is stated after charging:

	2003 £	2002 £
Depreciation of tangible fixed assets:		
- owned by the company	27,205	29,623
Auditors' remuneration	4,354	4,354
Pension costs	30,074	50,036
Difference on foreign exchange	15,110	10,799
	<u> </u>	<u> </u>

3. DIRECTORS' REMUNERATION

	2003 £	2002 £
Aggregate emoluments	£ 153,000	£ 153,000
	<u> </u>	<u> </u>

4. TAXATION

	2003 £	2002 £
Analysis of tax charge in year		
UK corporation tax charge on profits of the year	2,950	15,000
Adjustments in respect of prior periods	(1,865)	(978)
Tax credits attributable to dividends received	29	29
	<u> </u>	<u> </u>
Tax on profit on ordinary activities	£ 1,114	£ 14,051
	<u> </u>	<u> </u>

Factors affecting tax charge for year

The tax charge for the year has been calculated on the profits on ordinary activities before tax at the relevant rate of corporation tax, after making adjustments to arrive at the taxable profit. There are no special circumstances that affect the overall tax charge for the year.

There were no factors that may affect future tax charges.

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2003

5. TANGIBLE FIXED ASSETS

	Motor vehicles £	Furniture, fittings and equipment £	Total £
Cost			
At 1 January 2003	76,860	66,849	143,709
Additions	-	6,919	6,919
At 31 December 2003	<u>76,860</u>	<u>73,768</u>	<u>150,628</u>
Depreciation			
At 1 January 2003	30,196	59,376	89,572
Charge for the year	19,212	7,993	27,205
At 31 December 2003	<u>49,408</u>	<u>67,369</u>	<u>116,777</u>
Net book value			
At 31 December 2003	£ 27,452	£ 6,399	£ 33,851
At 31 December 2002	£ 46,664	£ 7,473	£ 54,137

6. FIXED ASSET INVESTMENTS

	Unlisted invest- ments £	Total £
Cost		
At 1 January 2003 and 31 December 2003	£ 1,225	£ 1,225

The directors consider the market valuation of the above shares as at 31 December 2003, to be £1,300.

7. DEBTORS

	2003 £	2002 £
Due within one year		
Trade debtors	10,338	20,394
Other debtors	15,374	9,361
	<u>£ 25,712</u>	<u>£ 29,755</u>

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2003

8. CREDITORS:

Amounts falling due within one year

	2003 £	2002 £
Trade creditors	479,481	543,972
Corporation tax	2,950	15,000
Social security and other taxes	30,932	27,995
Other creditors	47,482	60,588
	<u>£ 560,845</u>	<u>£ 647,555</u>

9. SHARE CAPITAL

	2003 £	2002 £
Authorised		
1,000 Ordinary shares of £1 each	£ 1,000	£ 1,000
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	£ 2	£ 2

10. RELATED PARTY TRANSACTIONS

The directors consider J. E. Hyde & Co Limited to be a related party within the meaning of FRS 8 by virtue of Hyde Holdings Limited owning 50% of the issued share capital of the company.
During the year the company was charged the sum of £60,222 (2002 - £54,216) by J. E. Hyde & Co Limited in respect of rent, service and management charges and office related costs.

11. CONTROLLING PARTY

The directors consider Andrew Hayley Bell to be the controlling party by virtue of his day to day management of the business and casting vote as chairman of the board.

On 14th April 2004 the company bought back 1 ordinary share of £1 from Hyde Holdings Limited.