

UNITY FISHING COMPANY LIMITED
(FORMERLY UNITY FR 165 LIMITED)

Report and Accounts
31 December 2000



Unity Fishing Company Limited

Registered No. 157635

DIRECTORS

Mr R Bellany
Mr S Bellany
Mr A Bellany
Mr J Bellany
Mr W A Bellany

SECRETARY

Jackson Bell Pyper

AUDITORS

Ernst & Young LLP
Moray House
16 Bank Street
Inverness
IV1 1QY

BANKERS

Bank of Scotland
110 St Vincent Street
Glasgow
G2 5EJ


The Royal Bank of Scotland plc
62 Broad Street
Fraserburgh
AB43 5AS

SOLICITORS

Iain Smith & Company
18 - 20 Queen's Road
Aberdeen
AB15 4ZT

REGISTERED OFFICE

119 Shore Road
Fraserburgh
AB43 5BR

 **ERNST & YOUNG**

Unity Fishing Company Limited

DIRECTORS' REPORT

The directors present their report and accounts for the year ended 31 December 2000.

PRINCIPAL ACTIVITY

The company's principal activity during the year was the operation of the fishing vessel MFV Unity.

DIRECTORS AND THEIR INTERESTS

The directors during the year and their beneficial interests in the share capital of the company were as follows:

*At 1 January 2000 and
31 December 2000
Ordinary shares*

R Bellany	228,606
S Bellany	228,606
A Bellany	228,606
J Bellany	228,606
W A Bellany (appointed 12 May 2000)	-

Under the terms of the company's Articles of Association the directors are not required to retire at this time.

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS

Company law requires the directors to prepare accounts 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 accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts 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 accounts 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.

AUDITORS

On 28 June 2001, Ernst & Young, the company's auditors, transferred its entire business to Ernst & Young LLP, a limited liability partnership incorporated under the Limited Liability Partnership Act 2000. The directors consented to treating the appointment of Ernst & Young as extending to Ernst & Young LLP with effect from 28 June 2001.

A resolution to reappoint Ernst & Young LLP as auditors will be put to the members at the Annual General Meeting.

Unity Fishing Company Limited

DIRECTORS' REPORT (continued)

SPECIAL PROVISIONS RELATING TO SMALL COMPANIES

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

On behalf of the board

Ralph B. Bellamy

Director

24 October 2011

REPORT OF THE AUDITORS
to the members of Unity Fishing Company Limited

We have audited the accounts on pages 5 to 10, which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and on the basis of the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of the accounts in accordance with applicable United Kingdom law and accounting standards. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

Basis of opinion

We conducted our audit in accordance with 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of affairs of the company as at 31 December 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Ernst & Young LLP

Registered Auditor
Inverness

30 October 2001

Unity Fishing Company Limited

PROFIT AND LOSS ACCOUNT for the year ended 31 December 2000

	Notes	2000 £	1999 £
TURNOVER	2	1,629,737	1,458,054
Cost of sales		863,495	753,949
		<u>766,242</u>	<u>704,105</u>
Administrative expenses		457,853	446,895
OPERATING PROFIT	3	308,389	257,210
Gain on disposal of fixed asset		7,500	-
		<u>315,889</u>	<u>257,210</u>
Interest receivable		6,194	3,464
Interest payable		(93,014)	(82,559)
		<u>315,889</u>	<u>257,210</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		229,069	178,115
Tax on profit on ordinary activities	4	45,946	21,224
PROFIT RETAINED FOR THE FINANCIAL YEAR	11	<u>£183,123</u>	<u>£156,891</u>

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

	2000 £	1999 £
Profit retained for the year	183,123	156,891
Prior year adjustment	-	(274,174)
Recognised in year	<u>£183,123</u>	<u>£(117,283)</u>

Unity Fishing Company Limited

BALANCE SHEET

as at 31 December 2000

	Notes	2000 £	1999 £
FIXED ASSETS			
Intangible assets	5	1,738,349	1,370,821
Tangible assets	6	1,640,565	1,705,538
		<u>3,378,914</u>	<u>3,076,359</u>
CURRENT ASSETS			
Debtors	7	95,192	70,066
Bank		152,034	134,281
		<u>247,226</u>	<u>204,347</u>
CREDITORS: amounts falling due within one year	8	1,415,087	1,250,465
NET CURRENT LIABILITIES		<u>(1,167,861)</u>	<u>(1,046,118)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,211,053</u>	<u>2,030,241</u>
PROVISIONS FOR LIABILITIES AND CHARGES	9	320,072	322,385
		<u>£1,890,981</u>	<u>£1,707,856</u>
CAPITAL AND RESERVES			
Called up share capital	10/11	914,424	914,422
Profit and loss account	11	976,557	793,434

The accounts 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.

Ralph B. Bellamy
Stephen Bellamy) Director
24 October 2001

EQUITY SHAREHOLDERS' FUNDS

£1,890,981 £1,707,856

Unity Fishing Company Limited

NOTES TO THE ACCOUNTS at 31 December 2000

1. ACCOUNTING POLICIES

Accounting convention

The accounts are prepared under the historical cost convention and are in accordance with applicable accounting standards.

Depreciation

Depreciation is provided on the fishing vessel and other equipment at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Store	-	over 50 years
Fishing vessel	-	over 16 years
Equipment	-	over 4 - 5 years
Motor vehicles	-	over 4 years
Gear	-	over 10 years
Office equipment	-	over 5 years

Intangible fixed assets

Intangible fixed assets comprise of the fishing licence purchased with the vessel and purchased fishing quotas valued at the lower of cost or net realisable value.

No amortisation has been provided because, in the opinion of the directors, there has been no impairment in the value of the licence or the quota since they have an infinite life.

Deferred taxation

Deferred taxation is provided on the liability method on all timing differences which are expected to reverse in the future without being replaced, calculated at the rate at which it is estimated tax will be payable.

2. TURNOVER

Turnover represents amounts derived from fishing in UK waters and is stated net of value added tax.

3. OPERATING PROFIT

	2000	1999
	£	£
This is stated after charging:		
Auditors' remuneration	3,000	3,000
Depreciation of owned assets	188,511	208,278
Director's remuneration (see note 12)	-	-
	<u> </u>	<u> </u>

Unity Fishing Company Limited

NOTES TO THE ACCOUNTS at 31 December 2000

4. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2000 £	1999 £
Corporation tax	43,871	38,300
Deferred taxation	(2,313)	(17,799)
	<u>41,558</u>	<u>20,501</u>
Corporation tax relating to previous years	4,388	723
	<u>£45,946</u>	<u>£21,224</u>

5. INTANGIBLE FIXED ASSETS

	2000 £	Licence and fishing quota 1999 £
Cost:		
At 1 January 2000	1,370,821	889,921
Additions	367,528	480,900
Disposals	-	-
At 31 December 2000	<u>£1,738,349</u>	<u>£1,370,821</u>

6. TANGIBLE FIXED ASSETS

	Store £	Vessel £	Gear £	Vehicles £	Equipment £	Total £
Cost:						
At 1 January 2000	40,000	2,044,390	157,560	125,468	170,190	2,537,608
Additions	-	6,122	89,401	23,017	4,998	123,538
Disposals	-	-	-	(21,250)	-	(21,250)
At 31 December 2000	<u>40,000</u>	<u>2,050,512</u>	<u>246,961</u>	<u>127,235</u>	<u>175,188</u>	<u>2,639,896</u>
Depreciation:						
At 1 January 2000	3,600	547,372	46,231	77,128	157,739	832,070
Provided during the year	800	130,419	24,696	26,809	5,787	188,511
Relating to disposal	-	-	-	(21,250)	-	(21,250)
At 31 December 2000	<u>4,400</u>	<u>677,791</u>	<u>70,927</u>	<u>82,687</u>	<u>163,526</u>	<u>999,331</u>
Net book value:						
At 31 December 2000	<u>£35,600</u>	<u>£1,372,721</u>	<u>£176,034</u>	<u>£44,548</u>	<u>£11,662</u>	<u>£1,640,565</u>
At 31 December 1999	<u>£36,400</u>	<u>£1,497,018</u>	<u>£111,329</u>	<u>£48,340</u>	<u>£12,451</u>	<u>£1,705,538</u>

Unity Fishing Company Limited

NOTES TO THE ACCOUNTS at 31 December 2000

7. DEBTORS

	2000	1999
	£	£
Trade debtors	76,050	61,792
Prepayments and accrued income	3,273	2,906
VAT	2,885	5,368
Other debtors	12,984	-
	<u>£95,192</u>	<u>£70,066</u>

8. CREDITORS: amounts falling due within one year

	2000	1999
	£	£
Bank overdraft	1,319,179	1,196,080
Other creditors and accruals	52,037	16,085
Corporation tax	43,871	38,300
	<u>£1,415,087</u>	<u>£1,250,465</u>

The bank overdraft is secured.

9. PROVISIONS FOR LIABILITIES AND CHARGES

The movements in deferred taxation during the current and previous years are as follows:

	2000	1999
	£	£
At 1 January 2000	322,385	340,184
(Credit)/charge for the year (Note 4)	(2,313)	(17,799)
At 31 December 2000	<u>£320,072</u>	<u>£322,385</u>

Deferred taxation provided in the accounts and the amounts not provided are as follows:

	Provided 2000	Provided 1999	Not provided 2000	Not provided 1999
Capital allowances in advance of depreciation	<u>£320,072</u>	<u>£322,385</u>	<u>£ -</u>	<u>£ -</u>

Unity Fishing Company Limited

NOTES TO THE ACCOUNTS at 31 December 2000

10. SHARE CAPITAL

	2000	Authorised 1999
	£	£
Authorised:		
Ordinary shares of £1 each	1,000,000	1,000,000
	<u> </u>	<u> </u>
	<i>Allotted, issued and fully paid</i>	<i>2000</i>
	<i>1999</i>	
Ordinary shares of £1 each	£914,424	£914,422
	<u> </u>	<u> </u>

On 5 April 2000 a further 2 ordinary shares of £1 each were issued at par.

11. RECONCILIATION OF SHAREHOLDERS' FUNDS AND MOVEMENT ON RESERVES

	Share capital £	Profit and loss account £	Total shareholders' funds £
At 31 December 1998	914,422	636,543	1,550,965
Profit for year	-	156,891	156,891
	<u> </u>	<u> </u>	<u> </u>
At 31 December 1999	914,422	793,434	1,707,856
Proceeds of shares issued	2	-	2
Profit for year	-	183,123	183,123
	<u> </u>	<u> </u>	<u> </u>
At 31 December 2000	£914,424	£976,557	£1,890,981
	<u> </u>	<u> </u>	<u> </u>

12. TRANSACTIONS WITH DIRECTORS

During the year the directors received payments totalling £275,933 being their share as members of the crew. S Bellany, J Bellany, and A Bellany each received £61,124, R Bellany received £37,687 and W Bellany received £54,874 (£19,000 of which was paid in the period prior to his appointment as a director).

13. CONTROLLING PARTY

The company is controlled by the four shareholding directors, R Bellany, S Bellany, A Bellany and J Bellany.