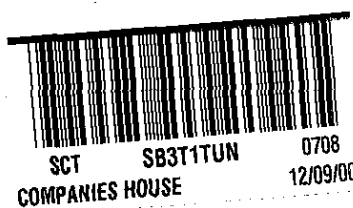


$A^2 + B$

**LOCH DUART LIMITED**  
(Company Number: 195923)

ABBREVIATED ACCOUNTS

30 MARCH 2000



**Anderson Anderson & Brown**  
*Chartered Accountants*

**LOCH DUART LIMITED**  
**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

**A<sup>2</sup>+B**

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:

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) state whether or not applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and,
- (d) 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 which 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.

<sup>2</sup>  
A + B

ANDERSON  
ANDERSON  
& BROWN

CHARTERED  
ACCOUNTANTS

**AUDITORS REPORT TO THE DIRECTORS OF LOCH DUART LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 3 to 7 together with the full accounts of the company prepared under Section 226 of the Companies Act 1985 for the year ended 30 March 2000.

**Respective responsibilities of the directors and auditors**

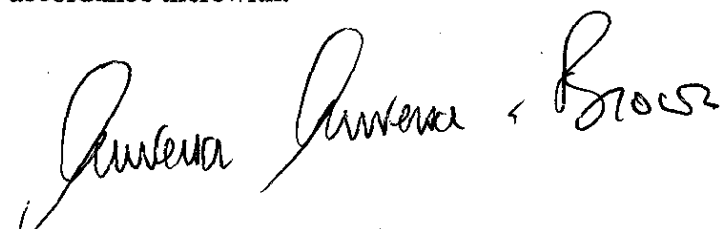
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts and whether or not the abbreviated accounts have been properly prepared in accordance with those provisions.

**Basis of opinion**

We have carried out the procedures we considered necessary to discharge our responsibilities set out above. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full accounts.

**Opinion on the abbreviated accounts**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246(5) and (6) of the Companies Act 1985 in respect of the year ended 30 March 2000 and the abbreviated accounts on pages 3 to 7 have been properly prepared in accordance therewith.



Registered Auditors  
Aberdeen

17 August 2000

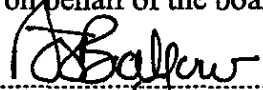
**LOCH DUART LIMITED**  
**ABBREVIATED BALANCE SHEET – 30 MARCH 2000**

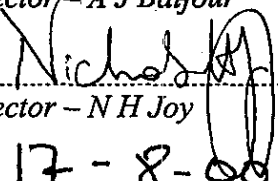
<sup>2</sup>  
**A + B**

	Note	£
<b>FIXED ASSETS</b>		
Tangible assets	2	674,231
Investments	3	3
		<u>674,234</u>
<b>CURRENT ASSETS</b>		
Stocks		1,162,417
Debtors		540,439
Cash at bank and in hand		27
		<u>1,702,883</u>
<b>CREDITORS: amounts falling due within one year</b>	4	<u>1,633,764</u>
<b>NET CURRENT ASSETS</b>		<u>69,119</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>743,353</u>
<b>CREDITORS: amounts falling due after more than one year</b>		18,857
<b>PROVISION FOR LIABILITIES AND CHARGES</b>		29,396
<b>DEFERRED INCOME</b>		<u>67,117</u>
		<u>£ 627,983</u>
<b>CAPITAL AND RESERVES</b>		
Called up share capital	5	166,666
Share premium account		283,334
Profit and loss account		177,983
<b>SHAREHOLDERS' FUNDS</b>		<u>£ 627,983</u>

The accounts have been prepared in accordance with the special provision of Part VII of the Companies Act 1985 applicable to small companies.

Signed on behalf of the board of directors

  
 Director – A J Balfour

  
 Director – N H Joy

17 - 8 - 00

Date

# LOCH DUART LIMITED

NOTES ON THE ABBREVIATED ACCOUNTS – 30 MARCH 2000

$A^2 + B$

## 1. ACCOUNTING POLICIES

### (a) *Basis of accounts preparation*

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards. The company and its subsidiary comprise a small group and as such have not prepared consolidated accounts as exempted by Section 248 of the Companies Act 1985.

### (b) *Depreciation*

Depreciation is provided at the following annual rates in order to write off the cost of each asset over its estimated useful life:

Land and buildings	50 years
Plant and equipment	4-6 years
Motor vehicles	4 years

### (c) *Stock*

Stocks are valued at the lower of cost and net realisable value with due allowance being made for estimated stock losses due to weather, predation and disease. Cost includes fish purchases, feed, direct labour and all other costs directly associated with the rearing of fish. An element of indirect overheads has also been included within the stock valuation.

### (d) *Deferred taxation*

Provision is made for deferred taxation, using the liability method, on all timing differences to the extent that it is probable that the liability will crystallise.

### (e) *Leasing and hire purchase commitments*

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The interest element of the rental obligations is charged to the profit and loss account over the term of the agreement and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight-line basis over the lease term.

**LOCH DUART LIMITED**

NOTES ON THE ABBREVIATED ACCOUNTS – 30 MARCH 2000

 $A^2 + B$ 

## 1. ACCOUNTING POLICIES (continued)

(f) *Grants*

Government and other grants in respect of capital expenditure are credited to a deferred income account and are released to profit over the expected useful lives of the relevant assets.

Grants of a revenue nature are credited to income in the period to which they relate.

## 2. TANGIBLE FIXED ASSETS

£

## COST

Additions and at  
30 March 2000

711,779

## DEPRECIATION

Charge for period and at  
30 March 2000

37,548

Net book amounts at:  
30 March 2000

£ 674,231

## 3. INVESTMENTS

Investment in subsidiary

£ 3

The subsidiary undertaking is:

**The Sustainable Salmon Company Limited**

*Country of incorporation:* Scotland

*Nature of business:* Dormant

*Proportion of shares held:* 100%

**LOCH DUART LIMITED**

NOTES ON THE ABBREVIATED ACCOUNTS – 30 MARCH 2000

 $A^2 + B$ **4. CREDITORS**

The bank overdraft is secured by a bond and floating charge over the assets of the company in favour of HSBC Bank plc.

**5. CALLED UP SHARE CAPITAL****Authorised share capital:**

Ordinary shares of £1 each

100,000

'A' ordinary shares of £1 each

66,666

---

**£ 166,666**

---

**Allotted, called up and fully paid:**

Ordinary shares of £1 each

100,000

'A' ordinary shares of £1 each

66,666

---

**£ 166,666**

---

During the year 100,000 ordinary shares of £1 each with an aggregate nominal value of £100,000 were issued at par, and 66,666 'A' ordinary shares of £1 each, with a nominal value of £66,666 were issued for £350,000.

**6. SECURITIES**

The HSBC Bank plc and HSBC Invoice Finance (UK) Limited hold a floating charge over the assets of the company.

The various properties owned by the company are subject to a standard security in favour of HSBC Bank plc.

**LOCH DUART LIMITED**

NOTES ON THE ABBREVIATED ACCOUNTS – 30 MARCH 2000

 $A^2 + B$ **7. RELATED PARTIES****Control**

Throughout the period the company was controlled by the directors. Details of the directors' interests in the share capital are set out in the directors' report.

**Transactions**

During the period the company had the following transactions with related parties:

Related party	Transaction	£	Balance at period end £
Cathair Enterprises Limited, a company in which A J Balfour is a director	Recharge of expenses incurred pre-trading	3,596	-
Alba Machinery Limited, a company in which A J Balfour is a director	Rental of premises at Inverness and office expenses	1,752	83
Scourie Estate, a joint ownership between Dr Jean Balfour and John Balfour	Rental of land and buildings	17,170	8,585
Rispond Estate, a partner- ship within which Charles Marsham operates	Consultancy fees and recharge of finance lease	16,641	1,907
Rispond Marine, a partner- ship partly operated by Charles Marsham	Various marine engineering works	3,712	-