

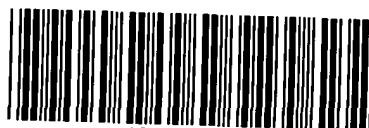
Registration number: SC388209

D. R. Collin & Son Ltd.

Annual Report and Consolidated Financial Statements

for the Year Ended 30 April 2016

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COMPANIES HOUSE

Rennie Welch Audit Limited
Academy House
Shedden Park Road
Kelso
Roxburghshire
TD5 7AL

D. R. Collin & Son Ltd.

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D. R. Collin & Son Ltd.

Company Information

Directors

Mr. J C Cook

Mrs. S A Wilson

Mr. P J Virtue

Mrs. J Middlemiss

Mr. W K McRobbie

Mr. S F Aitchison

Company secretary

Mr. R T Mark

Registered office

34-36 Harbour Road
Eyemouth
Berwickshire
TD14 5HY

Auditors

Rennie Welch Audit Limited
Academy House
Shedden Park Road
Kelso
Roxburghshire
TD5 7AL

D. R. Collin & Son Ltd.

Strategic Report for the Year Ended 30 April 2016

The Directors present their strategic report for the year ended 30 April 2016.

Principal activity

The principal activity of the company is fish wholesale in the United Kingdom and Europe.

Fair review of the business

The results for the group for the year show a profit on ordinary activities before tax of £828,816 (2015: £252,616). The shareholders' funds total £2,608,209 (2015: £2,334,082). The performance of the group during 2015-16 has been satisfactory as the business develops.

The company has made significant progress throughout the year in relation to key elements of strategy. The Board monitors the progress of the company by reference to the following KPIs:

The Group's key financial and other performance indicators during the year were as follows:

| | Unit | 2016 | 2015 |
|---|------|------------|------------|
| Turnover | £ | 19,310,764 | 16,045,072 |
| Return on capital employed | % | 22.96 | 9.52 |
| Stock days | | 8.50 | 6.60 |
| Customer satisfaction. The business remains the leading wholesale fish supplier in Scotland and the north of England. | | | |

Principal risks and uncertainties

The company manages its cash and borrowing requirements in order to minimise interest expense whilst ensuring the company has sufficient liquid resources to meet the operating needs of the businesses.

Approved by the Board on 8 February 2017 and signed on its behalf by:



Mrs. S A Wilson
Director

D. R. Collin & Son Ltd.

Directors' Report for the Year Ended 30 April 2016

The Directors present their report and the consolidated financial statements for the year ended 30 April 2016.

Directors of the Group

The directors who held office during the year were as follows:

Mr. J C Cook

Mrs. S A Wilson

Mr. P J Virtue

Mrs. J Middlemiss

Mr. W K McRobbie

Mr. S F Aitchison

Statement of Directors' Responsibilities

The Directors are responsible for preparing the Annual 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 apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- state whether applicable UK Accounting Standards has been followed, subject to any material departures disclosed and explained in the financial statements.

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.

Disclosure of information to the auditor

Each Director has taken steps that they ought to have taken as a Director in order to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information. The Directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Reappointment of auditors

In accordance with section 485 of the Companies Act 2006, a resolution for the re-appointment of Rennie Welch Audit Limited as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

Dividends

The directors recommend a final ordinary dividend of £142.86 per A ordinary share and £166.67 per B ordinary share, making a total of ordinary dividends of £300,006 for the year.

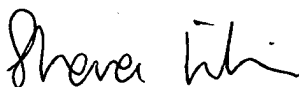
D. R. Collin & Son Ltd.

Directors' Report for the Year Ended 30 April 2016 continued...

Going concern

In carrying out their duties in respect of going concern, the directors have carried out a review of the group's financial position for a period of 12 months from the date of signing these financial statements. The company currently meets its day to day working capital requirements through its cash balance, which is sufficient to cover working capital requirements. The directors have a reasonable expectation that the company and the group have adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

Approved by the Board on 8 February 2017 and signed on its behalf by:



Mrs. S A Wilson
Director

D. R. Collin & Son Ltd.

Independent Auditor's Report

We have audited the financial statements of D. R. Collin & Son Ltd. for the year ended 30 April 2016, set out on pages 7 to 31. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS102 The Financial reporting standard applicable in the UK and Republic of Ireland.

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 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 auditor

As explained more fully in the Directors' Responsibilities Statement (set out on page 3), 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 (APB's) Ethical Standards for Auditors to the financial statements.

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 the financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and the Company's affairs as at 30 April 2016 and of the Group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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 by the Company, or returns adequate for our audit have not been received from branches not visited by us; or
- the Company 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

D. R. Collin & Son Ltd.

Independent Auditor's Report



Gillian Adamson BSC (Hons) CA CTA (Senior Statutory Auditor)
For and on behalf of Rennie Welch Audit Limited, Statutory Auditor

Academy House
Shedden Park Road
Kelso
Roxburghshire
TD5 7AL

8 February 2017

D. R. Collin & Son Ltd.

Consolidated Profit and Loss Account for the Year Ended 30 April 2016

| | Note | 2016 £ | 2015 £ |
|--|------|---------------------|---------------------|
| Turnover | 3 | 19,310,764 | 16,045,072 |
| Cost of sales | | <u>(14,966,028)</u> | <u>(12,508,897)</u> |
| Gross profit | | 4,344,736 | 3,536,175 |
| Administrative expenses | | (3,608,697) | (3,325,865) |
| Other operating income | 4 | <u>112,808</u> | <u>68,974</u> |
| Operating profit | 6 | <u>848,847</u> | <u>279,284</u> |
| Other interest receivable and similar income | 7 | 163 | 296 |
| Interest payable and similar charges | 8 | <u>(20,194)</u> | <u>(26,964)</u> |
| | | <u>(20,031)</u> | <u>(26,668)</u> |
| Profit before tax | | 828,816 | 252,616 |
| Taxation | 12 | <u>(223,145)</u> | <u>(67,947)</u> |
| Profit for the financial year | | <u>605,671</u> | <u>184,669</u> |
| Profit/(loss) attributable to: | | | |
| Owners of the company | | 574,049 | 183,064 |
| Non-controlling interest | | <u>31,622</u> | <u>1,605</u> |
| | | <u>605,671</u> | <u>184,669</u> |

The above results were derived from continuing operations.

Consolidated statement of comprehensive income


The group has no recognised gains or losses for the year other than the profit for the current and preceding financial year, as shown in the profit and loss account above.


The notes on pages 14 to 31 form an integral part of these financial statements.

D. R. Collin & Son Ltd.
(Registration number: SC388209)
Consolidated Balance Sheet as at 30 April 2016

| | Note | 2016 £ | 2015 £ |
|--|------|--------------------|--------------------|
| Fixed assets | | | |
| Intangible assets | 13 | 576,976 | 561,336 |
| Tangible assets | 14 | 2,912,473 | 2,169,271 |
| | | <u>3,489,449</u> | <u>2,730,607</u> |
| Current assets | | | |
| Stocks | 16 | 348,688 | 225,332 |
| Debtors | 17 | 3,663,932 | 1,523,322 |
| Cash at bank and in hand | | 83,935 | 53,234 |
| | | <u>4,096,555</u> | <u>1,801,888</u> |
| Creditors: Amounts falling due within one year | 18 | <u>(3,888,703)</u> | <u>(1,595,650)</u> |
| Net current assets | | <u>207,852</u> | <u>206,238</u> |
| Total assets less current liabilities | | 3,697,301 | 2,936,845 |
| Creditors: Amounts falling due after more than one year | 18 | (728,427) | (468,156) |
| Provisions for liabilities | | <u>(185,216)</u> | <u>(133,062)</u> |
| Net assets | | <u>2,783,658</u> | <u>2,335,627</u> |
| Capital and reserves | | | |
| Called up share capital | 21 | 1,000 | 1,000 |
| Share premium reserve | | 1,003,663 | 1,003,663 |
| Profit and loss account | | <u>1,603,546</u> | <u>1,329,419</u> |
| Equity attributable to owners of the company | | 2,608,209 | 2,334,082 |
| Minority interests | | <u>175,449</u> | <u>1,545</u> |
| Total equity | | <u>2,783,658</u> | <u>2,335,627</u> |

Approved and authorised by the Board on 8 February 2017 and signed on its behalf by:


 Mrs. S A Wilson
 Director


 Mr. P J Virtue
 Director

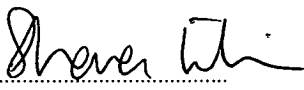
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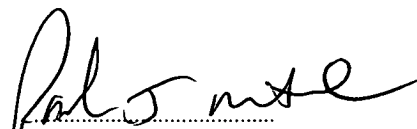
(Registration number: SC388209)

Balance Sheet as at 30 April 2016

| | Note | 2016 £ | 2015 £ |
|--|------|--------------------|--------------------|
| Fixed assets | | | |
| Intangible assets | 13 | 434,135 | 520,962 |
| Tangible assets | 14 | 2,229,631 | 2,056,615 |
| Investments | 15 | 123,295 | 18,095 |
| | | <u>2,787,061</u> | <u>2,595,672</u> |
| Current assets | | | |
| Stocks | 16 | 189,299 | 225,332 |
| Debtors | 17 | 1,976,516 | 1,529,778 |
| Cash at bank and in hand | | 18,909 | 16,828 |
| | | <u>2,184,724</u> | <u>1,771,938</u> |
| Creditors: Amounts falling due within one year | 18 | <u>(1,728,129)</u> | <u>(1,501,608)</u> |
| Net current assets | | <u>456,595</u> | <u>270,330</u> |
| Total assets less current liabilities | | <u>3,243,656</u> | <u>2,866,002</u> |
| Creditors: Amounts falling due after more than one year | 18 | <u>(430,338)</u> | <u>(468,156)</u> |
| Provisions for liabilities | | <u>(133,202)</u> | <u>(124,178)</u> |
| Net assets | | <u>2,680,116</u> | <u>2,273,668</u> |
| Capital and reserves | | | |
| Called up share capital | | 1,000 | 1,000 |
| Share premium reserve | | 1,003,663 | 1,003,663 |
| Profit and loss account | | 1,675,453 | 1,269,005 |
| Total equity | | <u>2,680,116</u> | <u>2,273,668</u> |

Approved and authorised by the Board on 8 February 2017 and signed on its behalf by:


 Mrs. S A Wilson
 Director


 Mr. P J Virtue
 Director

The notes on pages 14 to 31 form an integral part of these financial statements.

D. R. Collin & Son Ltd.

Consolidated Statement of Cash Flows for the Year Ended 30 April 2016

| | Note | 2016 £ | 2015 £ |
|--|------|--------------------|------------------|
| Cash flows from operating activities | | | |
| Profit for the year | | 605,671 | 184,669 |
| Adjustments to cash flows from non-cash items | | | |
| Depreciation and amortisation | 6 | 549,790 | 338,774 |
| Loss on disposal of tangible assets | 5 | 5,615 | 26,818 |
| Finance income | 7 | (163) | (296) |
| Finance costs | 8 | 20,194 | 26,964 |
| Income tax expense | 12 | 223,145 | 67,947 |
| | | <u>1,404,252</u> | <u>644,876</u> |
| Working capital adjustments | | | |
| Decrease/(increase) in stocks | 16 | 12,644 | (5,935) |
| (Increase)/decrease in trade debtors | 17 | (524,530) | 350,190 |
| Increase/(decrease) in trade creditors | 18 | 54,812 | (170,351) |
| Decrease in provisions | | <u>(18,015)</u> | <u>(15,850)</u> |
| Cash generated from operations | | 929,163 | 802,930 |
| Income taxes paid | 12 | <u>(15,414)</u> | <u>(189,516)</u> |
| Net cash flow from operating activities | | <u>913,749</u> | <u>613,414</u> |
| Cash flows from investing activities | | | |
| Interest received | | 163 | 296 |
| Acquisitions of tangible assets | | (485,417) | (587,695) |
| Proceeds from sale of tangible assets | | 25,667 | 8,083 |
| Acquisition in subsidiaries | 15 | (105,200) | - |
| Bank obtained from acquisition in subsidiaries | | <u>(940,001)</u> | <u>-</u> |
| Net cash flows from investing activities | | <u>(1,504,788)</u> | <u>(579,316)</u> |
| Cash flows from financing activities | | | |
| Interest paid | 8 | (20,194) | (26,964) |
| Repayment of bank borrowing | | (41,690) | (30,023) |
| Proceeds from other borrowing draw downs | | - | 300,000 |
| Payments to finance lease creditors | | (32,291) | (19,827) |
| Proceeds from advance of government grants | | 28,851 | 127,450 |
| Dividends paid | | <u>(300,006)</u> | <u>(150,003)</u> |
| Net cash flows from financing activities | | <u>(365,330)</u> | <u>200,633</u> |
| Net (decrease)/increase in cash and cash equivalents | | (956,369) | 234,731 |
| Cash and cash equivalents at 1 May | | <u>(410,916)</u> | <u>(645,647)</u> |
| Cash and cash equivalents at 30 April | | <u>(1,367,285)</u> | <u>(410,916)</u> |

The notes on pages 14 to 31 form an integral part of these financial statements.

D. R. Collin & Son Ltd.

Statement of Cash Flows for the Year Ended 30 April 2016

| | Note | 2016 £ | 2015 £ |
|--|------|------------------|------------------|
| Cash flows from operating activities | | | |
| Profit for the year | | 706,454 | 162,432 |
| Adjustments to cash flows from non-cash items | | | |
| Depreciation and amortisation | 6 | 361,814 | 333,671 |
| Loss on disposal of tangible assets | 5 | 781 | 22,636 |
| Finance income | | (163) | 11,726 |
| Finance costs | 8 | 22,969 | 26,964 |
| Income tax expense | 12 | 190,679 | 64,237 |
| | | <u>1,282,534</u> | <u>621,666</u> |
| Working capital adjustments | | | |
| Decrease/(increase) in stocks | 16 | 36,033 | (5,935) |
| (Increase)/decrease in trade debtors | 17 | (446,738) | 406,567 |
| Decrease in trade creditors | 18 | (48,465) | (243,551) |
| Decrease in provisions | | (14,821) | (15,850) |
| Decrease in deferred income, including government grants | | (294) | - |
| | | <u>808,249</u> | <u>762,897</u> |
| Cash generated from operations | | 808,249 | 762,897 |
| Income taxes paid | 12 | (15,166) | (182,575) |
| Net cash flow from operating activities | | <u>793,083</u> | <u>580,322</u> |
| Cash flows from investing activities | | | |
| Interest received | | 163 | 296 |
| Acquisition of subsidiaries | 15 | (105,200) | (30,156) |
| Proceeds from sale of subsidiaries | | - | 40 |
| Acquisitions of tangible assets | | (470,953) | (558,833) |
| Proceeds from sale of tangible assets | | 22,167 | 6,584 |
| Net cash flows from investing activities | | <u>(553,823)</u> | <u>(582,069)</u> |
| Cash flows from financing activities | | | |
| Interest paid | 8 | (22,969) | (26,964) |
| Proceeds from bank borrowing draw downs | | - | 300,000 |
| Repayment of bank borrowing | | (40,034) | (30,023) |
| Payments to finance lease creditors | | (27,799) | (19,827) |
| Proceeds from advance of government grants | | 28,767 | 127,450 |
| Dividends paid | | (300,006) | (150,003) |
| Net cash flows from financing activities | | <u>(362,041)</u> | <u>200,633</u> |
| Net (decrease)/increase in cash and cash equivalents | | (122,781) | 198,886 |
| Cash and cash equivalents at 1 May | | (447,322) | (646,208) |
| Cash and cash equivalents at 30 April | | <u>(570,103)</u> | <u>(447,322)</u> |

D. R. Collin & Son Ltd.

Consolidated Statement of Changes in Equity for the Year Ended 30 April 2016

| | Share capital £ | Share premium £ | Profit and loss account £ | Total £ | Non- controlling interests £ | Total Equity £ |
|-------------------------------|-----------------------|-----------------------|---------------------------------|------------|---------------------------------------|----------------------|
| At 1 May 2015 | 1,000 | 1,003,663 | 1,329,419 | 2,334,082 | 1,545 | 2,335,627 |
| Profit for the year | - | - | 574,049 | 574,049 | 31,622 | 605,671 |
| Total comprehensive income | - | - | 574,049 | 574,049 | 31,622 | 605,671 |
| Acquisitions/PY errors | - | - | 84 | 84 | 142,282 | 142,366 |
| Dividends | - | - | (300,006) | (300,006) | - | (300,006) |
| At 30 April 2016 | 1,000 | 1,003,663 | 1,603,546 | 2,608,209 | 175,449 | 2,783,658 |
| | Share capital £ | Share premium £ | Profit and loss account £ | Total £ | Non- controlling interests £ | Total Equity £ |
| At 1 May 2014 | 1,000 | 1,003,663 | 1,296,358 | 2,301,021 | - | 2,301,021 |
| Profit for the year | - | - | 183,064 | 183,064 | 1,605 | 184,669 |
| Total comprehensive income | - | - | 183,064 | 183,064 | 1,605 | 184,669 |
| Acquisitions | - | - | - | - | (60) | (60) |
| Dividends | - | - | (150,003) | (150,003) | - | (150,003) |
| At 30 April 2015 | 1,000 | 1,003,663 | 1,329,419 | 2,334,082 | 1,545 | 2,335,627 |

D. R. Collin & Son Ltd.

Statement of Changes in Equity for the Year Ended 30 April 2016

| | Share capital £ | Share premium £ | Profit and loss account £ | Total £ |
|----------------------------|--------------------|--------------------|---------------------------------|------------|
| At 1 May 2015 | 1,000 | 1,003,663 | 1,269,005 | 2,273,668 |
| Profit for the year | - | - | 706,454 | 706,454 |
| Total comprehensive income | - | - | 706,454 | 706,454 |
| Dividends | - | - | (300,006) | (300,006) |
| At 30 April 2016 | 1,000 | 1,003,663 | 1,675,453 | 2,680,116 |

| | Share capital £ | Share premium £ | Profit and loss account £ | Total £ |
|----------------------------|--------------------|--------------------|---------------------------------|------------|
| At 1 May 2014 | 1,000 | 1,003,663 | 1,256,576 | 2,261,239 |
| Profit for the year | - | - | 162,432 | 162,432 |
| Total comprehensive income | - | - | 162,432 | 162,432 |
| Dividends | - | - | (150,003) | (150,003) |
| At 30 April 2015 | 1,000 | 1,003,663 | 1,269,005 | 2,273,668 |

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

1 General information

The company is a private company limited by share capital incorporated in Scotland.

The address of its registered office is:

34-36 Harbour Road
Eyemouth
Berwickshire
TD14 5HY

Registered number (parent company): SC388209

These financial statements were authorised for issue by the Board on 8 February 2017.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements were prepared in accordance with Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the Company and its subsidiary undertakings drawn up to 30 April 2016. The subsidiary undertakings comprise Boat Investments Limited, Sea Harvest Scotland Limited, D. R. Collin (Scotland) Limited (and its 60% subsidiary, Keltic Seafare (Scotland) Limited), D. R. Collin (Fish) Limited and Coquet Island Shellfish Limited made up to 30 April 2016 (2015: Boat Investments Limited, Sea Harvest Scotland Limited and D. R. Collin (Scotland) Limited made up to 30 April 2015).

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

A subsidiary is an entity controlled by the Company. Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the Profit and Loss Account from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the Group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the Group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the Company and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the Group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the Group's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts and after eliminating sales within the company.

The Group recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the Group's activities.

Government grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

Foreign currency transactions and balances

Transactions in foreign currencies are initially recorded at the functional currency rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the respective functional currency of the entity at the rates prevailing on the reporting period date.

Exchange differences are recognised in the profit and loss account in the period in which they arise.

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the statement of comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred income tax is recognised on all timing differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the Company. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

Property, plant and equipment

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

| Asset class | Depreciation method and rate |
|-----------------------------|--|
| Land and buildings freehold | 2% reducing balance (8% on improvements and integral features) |
| Plant and machinery | 15% (10% tanks, 2% fishing boats) reducing balance |
| Computer equipment | 15% reducing balance |
| Motor vehicles | 15% reducing balance |

Goodwill

Goodwill arising on an acquisition of a business is carried at cost less accumulated amortisation and impairment losses, if any.

Goodwill is amortised in equal instalments over its estimated useful economic life of 5/10 years.

Licences

Licences are valued at cost. Their estimated useful lives are considered to be infinite therefore they are not amortised.

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

Investments

Investments in equity shares which are not publicly traded and where fair value cannot be measured reliably are measured at cost less impairment.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities.

Trade receivables

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors with no stated interest rate are recognised initially at the transaction price. A provision for the impairment of trade debtors is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables.

Inventories

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

Trade payables

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors with no stated interest rate are recognised at the transaction price.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Profit and Loss Account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the Group has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Revenue

The analysis of the group's revenue for the year from continuing operations is as follows:

| | 2016 | 2015 |
|----------------------|-------------------|-------------------|
| | £ | £ |
| Sale of goods | 19,305,045 | 16,045,072 |
| Commissions received | 5,719 | - |
| | <u>19,310,764</u> | <u>16,045,072</u> |

| | 2016 | 2015 |
|----------------------|-------------------|-------------------|
| | £ | £ |
| Sale of goods, UK | 5,921,690 | 3,180,357 |
| Sale of good, Europe | 13,389,074 | 12,864,715 |
| | <u>19,310,764</u> | <u>16,045,072</u> |

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

4 Other operating income

The analysis of the group's other operating income for the year is as follows:

| | 2016 £ | 2015 £ |
|--------------------------------------|----------------|---------------|
| Government grants | 18,308 | 15,850 |
| Miscellaneous other operating income | 94,500 | 53,124 |
| | <u>112,808</u> | <u>68,974</u> |

5 Other gains and losses

The analysis of the group's other gains and losses for the year is as follows:

| | 2016 £ | 2015 £ |
|--|----------------|-----------------|
| Gain (loss) on disposal of property, plant and equipment | <u>(5,615)</u> | <u>(26,719)</u> |

6 Operating profit

Arrived at after charging/(crediting)

| | 2016 £ | 2015 £ |
|---|--------------|---------------|
| Depreciation expense | 287,940 | 249,128 |
| Amortisation expense | 261,850 | 89,646 |
| Foreign exchange (losses)/gains | (55,836) | 106,228 |
| Operating lease expense - property | 91,907 | 106,062 |
| Operating lease expense - plant and machinery | 78,190 | 79,412 |
| Loss on disposal of property, plant and equipment | <u>5,615</u> | <u>26,719</u> |

7 Other interest receivable and similar income

| | 2016 £ | 2015 £ |
|-------------------------------------|------------|------------|
| Interest income on financial assets | <u>163</u> | <u>296</u> |

8 Interest payable and similar charges

| | 2016 £ | 2015 £ |
|--|---------------|---------------|
| Interest on bank overdrafts and borrowings | 9,898 | 4,237 |
| Interest on obligations under finance leases and hire purchase contracts | 7,410 | 15,061 |
| Interest expense on other finance liabilities | <u>2,886</u> | <u>7,666</u> |
| | <u>20,194</u> | <u>26,964</u> |

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

9 Staff costs

The aggregate payroll costs (including directors' remuneration) were as follows:

| | 2016 | 2015 |
|--|------------------|------------------|
| | £ | £ |
| Wages and salaries | 1,877,676 | 1,601,456 |
| Pension costs, defined contribution scheme | 32,783 | 26,000 |
| | <u>1,910,459</u> | <u>1,627,456</u> |

The average number of persons employed by the group (including directors) during the year, analysed by category was as follows:

| | 2016 | 2015 |
|-----------------------------------|-------------|-------------|
| | No. | No. |
| Sales, marketing and distribution | <u>147</u> | <u>67</u> |

10 Directors' remuneration

The directors' remuneration for the year was as follows:

| | 2016 | 2015 |
|--|----------------|----------------|
| | £ | £ |
| Remuneration | 395,370 | 314,931 |
| Contributions paid to money purchase schemes | 26,000 | 26,000 |
| | <u>421,370</u> | <u>340,931</u> |

In respect of the highest paid director:

| | 2016 | 2015 |
|--|---------------|---------------|
| | £ | £ |
| Remuneration | 109,853 | 117,248 |
| Contributions paid to money purchase schemes | <u>10,400</u> | <u>10,400</u> |

During the year, the number of directors who were receiving benefits and share incentives was as follows:

| | 2016 | 2015 |
|---|-------------|-------------|
| | No. | No. |
| Accruing benefits under money purchase pension scheme | <u>5</u> | <u>5</u> |

11 Auditors' remuneration

| | 2016 | 2015 |
|-------------------------------------|---------------|---------------|
| | £ | £ |
| Audit of these financial statements | 9,250 | 9,000 |
| Audit of subsidiaries | 8,100 | 2,000 |
| | <u>17,350</u> | <u>11,000</u> |

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

12 Taxation

Tax charged/(credited) in the income statement

| | 2016 £ | 2015 £ |
|---|----------------|---------------|
| Current taxation | | |
| UK corporation tax | 213,002 | 16,365 |
| Deferred taxation | | |
| Arising from origination and reversal of timing differences | 10,143 | 51,582 |
| Tax expense in the income statement | <u>223,145</u> | <u>67,947</u> |

The tax on profit before tax for the year is higher than the standard rate of corporation tax in the UK (2015 – higher than the standard rate of corporation tax in the UK) of 20% (2015 – 20.63%).

The differences are reconciled below:

| | 2016 £ | 2015 £ |
|--|----------------|----------------|
| Profit before tax | <u>828,816</u> | <u>252,616</u> |
| Corporation tax at standard rate | 165,763 | 52,115 |
| Deferred tax expense relating to changes in tax rates or laws | 10,143 | 51,582 |
| Tax increase (decrease) from effect of capital allowances and depreciation | 3,785 | (33,290) |
| Other tax effects for reconciliation between accounting profit and tax expenses (income) | <u>43,454</u> | <u>(2,460)</u> |
| Total tax charge | <u>223,145</u> | <u>67,947</u> |

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

Deferred tax

Group

Deferred tax assets and liabilities

| | Liability £ |
|--|------------------------|
| 2016 | |
| Origination and reversal of timing differences | 10,143 |
| | <hr/> |
| 2015 | |
| Origination and reversal of timing differences | 51,582 |
| | <hr/> |

Company

Deferred tax assets and liabilities

| | Liability £ |
|--|------------------------|
| 2016 | |
| Origination and reversal of timing differences | 9,023 |
| | <hr/> |
| 2015 | |
| Origination and reversal of timing differences | 49,072 |
| | <hr/> |

13 Intangible assets

Group

| | Goodwill £ | Trademarks, patents and licenses £ | Total £ |
|--|-----------------------|---|--------------------|
| Cost or valuation | | | |
| At 1 May 2015 | 896,463 | 15,000 | 911,463 |
| Acquired through business combinations | 277,490 | - | 277,490 |
| | <hr/> | <hr/> | <hr/> |
| At 30 April 2016 | 1,173,953 | 15,000 | 1,188,953 |
| Amortisation | | | |
| At 1 May 2015 | 350,127 | - | 350,127 |
| Amortisation charge | 261,850 | - | 261,850 |
| | <hr/> | <hr/> | <hr/> |
| At 30 April 2016 | 611,977 | - | 611,977 |
| Carrying amount | | | |
| At 30 April 2016 | 561,976 | 15,000 | 576,976 |
| | <hr/> | <hr/> | <hr/> |
| At 30 April 2015 | 546,336 | 15,000 | 561,336 |

The goodwill is being amortised evenly over the directors' estimate of its useful life.

Licences are not being amortised as the directors consider their estimated useful lives to be infinite.

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

Company

| | Goodwill £ | Total £ |
|--------------------------|-----------------------|--------------------|
| Cost or valuation | | |
| At 1 May 2015 | 868,270 | 868,270 |
| At 30 April 2016 | 868,270 | 868,270 |
| Amortisation | | |
| At 1 May 2015 | 347,308 | 347,308 |
| Amortisation charge | 86,827 | 86,827 |
| At 30 April 2016 | 434,135 | 434,135 |
| Carrying amount | | |
| At 30 April 2016 | 434,135 | 434,135 |
| At 30 April 2015 | 520,962 | 520,962 |

The goodwill is being amortised evenly over the directors' estimate of its useful life.

14 Property, plant and equipment

Group

| | Land and buildings: freehold £ | Computer equipment £ | Motor vehicles £ | Other plant and machinery £ | Total £ |
|---------------------------|---|-------------------------------------|-----------------------------|--|--------------------|
| Cost or valuation | | | | | |
| At 1 May 2015 | 841,528 | 41,824 | 1,338,581 | 710,042 | 2,931,975 |
| Additions | 61,721 | 14,659 | 218,858 | 190,179 | 485,417 |
| Acquisition of subsidiary | 312,782 | 24,071 | 86,522 | 153,635 | 577,010 |
| Disposals | (3,587) | - | (43,961) | (4,747) | (52,295) |
| At 30 April 2016 | 1,212,444 | 80,554 | 1,600,000 | 1,049,109 | 3,942,107 |
| Depreciation | | | | | |
| At 1 May 2015 | 57,589 | 14,145 | 505,915 | 185,055 | 762,704 |
| Charge for the year | 33,463 | 7,310 | 156,699 | 90,471 | 287,943 |
| Eliminated on disposal | - | - | (21,013) | - | (21,013) |
| At 30 April 2016 | 91,052 | 21,455 | 641,601 | 275,526 | 1,029,634 |
| Carrying amount | | | | | |
| At 30 April 2016 | 1,121,392 | 59,099 | 958,399 | 773,583 | 2,912,473 |
| At 30 April 2015 | 783,939 | 27,679 | 832,666 | 524,987 | 2,169,271 |

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

Assets held under finance leases and hire purchase contracts

The net carrying amount of tangible assets includes the following amounts in respect of assets held under finance leases and hire purchase contracts:

Group

| | 2016 £ | 2015 £ |
|----------------|-----------|-----------|
| Motor vehicles | 413,127 | 463,555 |

14 Property, plant and equipment

Company

| | Land and buildings: freehold £ | Furniture, fittings and equipment £ | Motor vehicles £ | Other property, plant and equipment £ | Total £ |
|--------------------------|---|--|---------------------|--|------------|
| Cost or valuation | | | | | |
| At 1 May 2015 | 841,528 | 41,824 | 1,338,581 | 590,390 | 2,812,323 |
| Additions | 60,581 | 6,911 | 218,858 | 184,603 | 470,953 |
| Disposals | - | - | (43,961) | - | (43,961) |
| At 30 April 2016 | 902,109 | 48,735 | 1,513,478 | 774,993 | 3,239,315 |
| Depreciation | | | | | |
| At 1 May 2015 | 57,589 | 14,145 | 505,915 | 178,059 | 755,708 |
| Charge for the year | 32,863 | 5,189 | 154,287 | 82,650 | 274,989 |
| Eliminated on disposal | - | - | (21,013) | - | (21,013) |
| At 30 April 2016 | 90,452 | 19,334 | 639,189 | 260,709 | 1,009,684 |
| Carrying amount | | | | | |
| At 30 April 2016 | 811,657 | 29,401 | 874,289 | 514,284 | 2,229,631 |
| At 30 April 2015 | 783,939 | 27,679 | 832,666 | 412,331 | 2,056,615 |

Assets held under finance leases and hire purchase contracts

The net carrying amount of tangible assets includes the following amounts in respect of assets held under finance leases and hire purchase contracts:

Company

| | 2016 £ | 2015 £ |
|----------------|-----------|-----------|
| Motor vehicles | 354,824 | 463,555 |

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

15 Investments

Group

Details of investments in which the group and the parent company hold 20% or more of the nominal value of any class of share capital are as follows:

| Name of Company | Holding | Proportion of voting rights and shares held | Nature of business |
|-----------------------------------|-----------------|--|--------------------------------|
| Boat Investments Limited | Ordinary shares | 100% | Fishing |
| Sea Harvest Scotland Limited | Ordinary shares | 60% | Shellfish & seafood processing |
| D.R. Collin (Scotland) Limited | Ordinary shares | 100% | Non-trading |
| D.R. Collin (Fish) Limited | Ordinary shares | 100% | Fish retail and wholesale |
| Coquet Island Shellfish Limited | Ordinary shares | 75% | Shellfish & seafood processing |
| Keltic Seafare (Scotland) Limited | Ordinary Shares | 60% | Fish retail and wholesale |

Acquisition of subsidiaries

D. R. Collin (Fish) Limited was acquired on 08/01/16 and the consideration paid was £200 for 200 Ordinary £1 shares. The net assets at acquisition were: fixed assets £24,480, stocks £15,000, debtors £50,353, cash and bank £29,784 and creditors £265,300. Goodwill arising on acquisition amounted to £145,883.

Coquet Island Shellfish Limited was acquired on 15/04/16 and the consideration paid was £105,000 for 60,375 Ordinary £1 shares. The net assets at acquisition were: fixed assets £6,979, stocks £16,696, debtors £972,954, cash and bank £34,517 and creditors £1,066,622. Goodwill arising on acquisition amounted to £131,607.

Keltic Seafare (Scotland) Limited was acquired on 26/04/16 and the consideration paid was £120,000 for 150 Ordinary £1 shares. The net assets at acquisition were: fixed assets £545,551, stocks £104,303, debtors £589,315, cash and bank £Nil, creditors £1,046,006 and deferred taxation of £42,012. Goodwill arising on acquisition amounted to £Nil.

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

Company

| | 2016 £ | 2015 £ |
|-----------------------------|-----------|-----------|
| Investments in subsidiaries | 123,295 | 18,095 |
| Subsidiaries | | £ |
| Cost or valuation | | |
| At 1 May 2015 | | 18,095 |
| Additions | | 105,200 |
| At 30 April 2016 | | 123,295 |
| Provision | | |
| Carrying amount | | |
| At 30 April 2016 | | 123,295 |
| At 30 April 2015 | | 18,095 |

16 Inventories

| | Group | | Company | |
|-------------|--------------|-----------|----------------|-----------|
| | 2016 £ | 2015 £ | 2016 £ | 2015 £ |
| Inventories | 348,688 | 225,332 | 189,299 | 225,332 |

17 Debtors

| | Group | | Company | |
|---------------------------------------|--------------|-----------|----------------|-----------|
| Note | 2016 £ | 2015 £ | 2016 £ | 2015 £ |
| Trade debtors | 2,830,595 | 1,286,531 | 1,142,444 | 1,212,444 |
| Amounts owed by group undertaking | - | - | 296,666 | 82,182 |
| Other debtors | 793,398 | 201,093 | 511,210 | 202,676 |
| Prepayments | 39,939 | 35,698 | 26,196 | 32,476 |
| Total current trade and other debtors | 3,663,932 | 1,523,322 | 1,976,516 | 1,529,778 |

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

18 Creditors

| | | Group | | Company | |
|--|------|------------------|------------------|------------------|------------------|
| | Note | 2016 £ | 2015 £ | 2016 £ | 2015 £ |
| Due within one year | | | | | |
| Loans and borrowings | 21 | 1,632,937 | 617,055 | 725,556 | 617,055 |
| Trade creditors | | 1,186,996 | 467,856 | 356,531 | 395,693 |
| Amounts due to group undertakings | | - | - | - | - |
| Social security and other taxes | | 55,272 | 38,397 | 30,465 | 38,160 |
| Outstanding defined contribution pension costs | | 883 | - | 701 | - |
| Other payables | | 604,380 | 263,051 | 275,072 | 246,509 |
| Accrued expenses | | 194,282 | 192,925 | 158,148 | 189,025 |
| Income tax liability | 12 | 213,953 | 16,366 | 181,656 | 15,166 |
| | | <u>3,888,703</u> | <u>1,595,650</u> | <u>1,728,129</u> | <u>1,501,608</u> |
| Due after one year | | | | | |
| Loans and borrowings | 21 | 501,875 | 356,556 | 305,086 | 356,556 |
| Deferred income | | 226,552 | 111,600 | 125,252 | 111,600 |
| | | <u>728,427</u> | <u>468,156</u> | <u>430,338</u> | <u>468,156</u> |

The loan is secured by a fixed and floating charge over the assets of the group.

19 Deferred tax and other provisions

Group

| | Deferred tax £ |
|--|-------------------|
| At 1 May 2015 | 133,062 |
| Increase (decrease) in existing provisions | <u>52,154</u> |
| At 30 April 2016 | <u>185,216</u> |

Company

| | Deferred tax £ |
|--|-------------------|
| At 1 May 2015 | 124,178 |
| Increase (decrease) in existing provisions | <u>9,024</u> |
| At 30 April 2016 | <u>133,202</u> |

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

20 Pension and other schemes

Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £32,783 (2015 - £26,000).

Contributions totalling £(883) (2015 - £Nil) were payable to the scheme at the end of the year and are included in creditors.

21 Share capital and reserves

Allotted, called up and fully paid shares

| | 2016 | | 2015 | |
|------------------------------|--------------|--------------|--------------|--------------|
| | No. | £ | No. | £ |
| Ordinary A shares of £1 each | 700 | 700 | 700 | 700 |
| Ordinary B shares of £1 each | 300 | 300 | 300 | 300 |
| | <u>1,000</u> | <u>1,000</u> | <u>1,000</u> | <u>1,000</u> |

The share premium account contains the premium arising on issue of equity shares, net of issue expense.

The profit and loss account represents cumulative profits or losses, net of dividends paid and other adjustments.

22 Loans and borrowings

| | Group | | Company | |
|---|------------------|----------------|----------------|----------------|
| | 2016 | 2015 | 2016 | 2015 |
| | £ | £ | £ | £ |
| Non-current loans and borrowings | | | | |
| Bank borrowings | 382,259 | 222,649 | 188,625 | 222,649 |
| Finance lease liabilities | 119,616 | 133,907 | 116,461 | 133,907 |
| | <u>501,875</u> | <u>356,556</u> | <u>305,086</u> | <u>356,556</u> |
| | Group | | Company | |
| | 2016 | 2015 | 2016 | 2015 |
| | £ | £ | £ | £ |
| Current loans and borrowings | | | | |
| Bank borrowings | 66,231 | 47,328 | 41,318 | 47,328 |
| Bank overdrafts | 1,451,221 | 464,150 | 589,012 | 464,150 |
| Finance lease liabilities | 115,485 | 105,577 | 95,224 | 105,577 |
| | <u>1,632,937</u> | <u>617,055</u> | <u>725,554</u> | <u>617,055</u> |

The loan is secured by a fixed and floating charge over the assets of the group.

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

23 Obligations under leases and hire purchase contracts

Group

Operating leases

The total of future minimum lease payments is as follows:

| | 2016 | 2015 |
|---|----------------|---------------|
| | £ | £ |
| Not later than one year | 38,986 | 25,316 |
| Later than one year and not later than five years | 94,523 | 3,073 |
| | <u>133,509</u> | <u>28,389</u> |

Company

Operating leases

The total of future minimum lease payments is as follows:

| | 2016 | 2015 |
|---|--------------|---------------|
| | £ | £ |
| Not later than one year | 3,073 | 25,316 |
| Later than one year and not later than five years | - | 3,073 |
| | <u>3,073</u> | <u>28,389</u> |

24 Dividends

| | 2016 | 2015 |
|---|----------------|----------------|
| | £ | £ |
| Final dividend of £142.86 (2015 - £142.86) per ordinary share | 150,003 | 150,003 |
| Interim dividend of £142.86 (2015 - £Nil) per ordinary share | 150,003 | - |
| | <u>300,006</u> | <u>150,003</u> |

25 Related party transactions

Group

Transactions with directors

At the year-end, there was a loan due from the group to the director Mr. J C Cook of £317,997 (2015: £98,624). This amount was unsecured, interest free and with no fixed date for repayment.

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

The group had an interest in the following transactions:

Director of Coquet Island Shellfish Limited, Mr. T Newton owed £70,540 to the company at the date of acquisition. This amount was repaid in April and the balance as at 30 April 2016 was £Nil.

Directors of Keltic Seafare (Scotland) Limited, Mrs. M Watkins, Mr. L Watkins, Mr. A Hughson and Mrs. A Thomson were owed amounts of £10,000, £10,000, £5,000 and £5,000, respectively, by the company at the date of acquisition. As at 30 April 2016 the amounts owed to the directors were £12,750, £12,750, £7,750 and £7,750, respectively.

Directors of Sea Harvest Scotland Limited, Ms. J Bromley and Mr. J G Callander were owed sums of £10,000 each by the company at the date of acquisition in the previous year. These balances remained at £10,000 each as at 30 April 2016.

Company

Transactions with directors

Mr. J C Cook, director had an interest in the company's transactions with the following:

Joe Russell International Transport Ltd. (the company) - balance of loan at 01.05.15 owed to the company £27,588 (2015: £18,814) and at 30.04.16 balance of loan owed by the company £16,699 (2015: £27,588 owed to the company); during the year goods and services were purchased from the company amounting to £167,000 (2015: £108,690) and sales were made to the company amounting to £74,000 (2015: £92,000).

Seafresh (the business) - balance of loan at 01.05.15 owed by the business £20,943 (2015: £29,629) and at 30.04.16 £21,183 (2015: £20,943); during the year goods were sold to the business amounting to £240 (2015: £31,009) and services were purchased from the business amounting to £Nil (2015: £1,325).

J. & D. Cook Properties Ltd. (the company) - balance of loan owed to the company at 01.05.15 £72,416 (2015: £78,557) and at 30.04.16 £58,208 (2015: £72,416); during the year goods and services were purchased from the company amounting to £44,886 (2015: £47,587) and sold to the company amounting to £5,808 (2015: £4,333).

Freya (the business) - balance of loan at 01.05.15 owed by the business £47,705 (2015: £47,705) and at 30.04.16 £Nil (2015: £47,705); during the year sales of good and services to the business amounted to £23 (2015: £Nil) and purchased from the business £4,511 (2015: £720).

Mr. J C Cook, Mr. S F Aitchison, Mr. P J Virtue and Mr. W K McRobbie, directors, had an interest in transactions with Ship 2 Shore 24 Ltd. (the company) - balance of loan owed by the company at 01.05.15 £2,318 (2015: £2,305) and at 30.04.16 £2,331 (2015: £2,318); during the year payments were made on behalf of the company amounting to £13 (2015: £13).

At the year-end, there was a loan due from the company to the director J C Cook of £199,451 (2015: £98,624). This amount was unsecured, interest free and with no fixed date for repayment.

Summary of transactions with subsidiaries

The balance owed to the company by its 100% subsidiary Boat Investments Ltd. was £51,992 at 30/04/16 (2015: £52,169). The highest balance during the year was £65,052 (2015: £75,380). Sales to Boat Investments Ltd. were £57. Purchases from Boat Investments Ltd. were £41,914 (2015: £69,411).

D. R. Collin & Son Ltd.

Notes to the Financial Statements for the Year Ended 30 April 2016

The balance owed to the company by its 100% subsidiary D. R. Collin (Scotland) Ltd. was £50,229 at 30/04/2016, the highest balance during the year (2015: £Nil). The balance owed to D. R. Collin (Scotland) Ltd. by its 60% subsidiary Keltic Seafare (Scotland) Ltd at 30/04/2016 was £50,000, the highest balance during the year. Sales to Keltic Seafare (Scotland) Ltd. by D. R. Collin & Son Ltd during the period from acquisition (by D. R. Collin (Scotland) Ltd. to 30/04/16 were £Nil (2015: £Nil). Purchases from Keltic Seafare (Scotland) Ltd. by D. R. Collin & Son Ltd during the period from acquisition (by D. R. Collin (Scotland) Ltd. to 30/04/16 £31,371 (2015: £Nil). The balance owed by Keltic Seafare to D. R. Collin & Son Ltd. at 30/04/2016 was £3,680.

The balance owed to the company by its 100% subsidiary D. R. Collin (Fish) Ltd. at 30/04/16 was £78,853 (2015: £62,488 as a related party), this was the highest balance during the year. Sales to D. R. Collin (Fish) Ltd. during the period from acquisition to 30/04/16 were £149,450 (2015: £150,110, as related party). Purchases from D. R. Collin (Fish) Ltd. during the period from acquisition to 30/04/16 were £5,754 (2015: £5,748, as related party).

The balance owed to the company by its 60% subsidiary Sea Harvest (Scotland) Ltd. at 30/04/16 was £111,912, the highest balance during the year (2015: £30,013 owed by the company to the subsidiary). Sales to Sea Harvest (Scotland) Ltd. were £442,139 (2015: £18,911). Purchases from Sea Harvest (Scotland) Ltd. were £12,897 (2015: £14,876).

The balance owed to the company by its 75% subsidiary Coquet Island Shellfish Ltd. at 30/04/16 was £Nil (2015: £Nil), the highest balance during the year. Sales to Coquet Island Shellfish Ltd. during the period from acquisition to 30/04/16 were £Nil (2015: £Nil). Purchases from Coquet Island Shellfish Ltd. during the period from acquisition to 30/04/16 were £2,404 (2015: £Nil).

26 Transition to FRS 102

This is the first year the group has presented its results under FRS102. The last financial statements under previous UK GAAP were for the year ended 30/04/2015 and the date of transition to FRS102 was 01/05/2014. There are no transition adjustments in these financial statements.