

PORTHLEVEN HARBOUR AND DOCK COMPANY

A M E N D E D

REPORTS AND ACCOUNTS

30TH SEPTEMBER 1988

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PORTHLEVEN HARBOUR AND DOCK COMPANY**DIRECTORS**

T. Osborne
D. Parkes

REGISTERED OFFICE

Osprey House
Lower Square
Old Isleworth
Middlesex

SECRETARY

J. Summers

REGISTERED NUMBER

Registered in England
under the Porthleven
Harbour Act 1869
No. Z150

REPORT OF THE DIRECTORS

The directors present their report and the audited accounts for the year ended 30th September 1988.

Review of activities and post balance sheet events

The main activity of the company is unchanged since last year, and is principally the operation and maintenance of the harbour at Porthleven and the provision of building services to third parties.

The loss for the year after taxation amounted to £74068.

During the year the company disposed of five freehold properties, all to third parties.

Both the level of business and the year end financial position were satisfactory, and the directors expect that the present level of activity will be sustained for the foreseeable future.

The directors do not recommend the payment of a dividend and the loss has been deducted from reserves.

Fixed assets

The movements in fixed assets during the year are set out in note 8 to the accounts.

In the opinion of the directors the current open market value on the existing use basis of the freehold land and buildings is substantially in excess of the net book value shown in the accounts.

Donations

The company made charitable donations of £20 during the year. The company made no political donations.

Directors

The directors of the company during the year were as stated above.

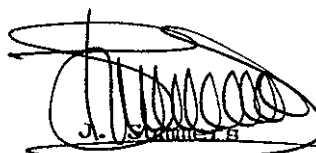
Both served on the board throughout the year.

PORTHLEVEN HARBOUR AND DOCK COMPANY
REPORT OF THE DIRECTORS (CONTINUED)

Auditors

Oswald Ling & Son changed their name on 1st May 1989 to Lings and have accordingly signed their report in their new name. Lings offer themselves for re-appointment as auditors in accordance with Section 384 (1) of the Companies Act 1985.

By order of the board



J. J. Stammers
Secretary

19th April 1997

REPORT OF THE AUDITORS TO THE MEMBERS OF

PORTHLEVEN HARBOUR AND DOCK COMPANY

We have audited the financial statements on pages 4 to 11 in accordance with Auditing Standards.

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 30th September 1988 and of its result and source and application of funds for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

A handwritten signature in cursive script, reading 'Lings', with a horizontal line underneath the name.

Lings
Chartered Accountants
Derby

19th April 1997

PORTHLEVEN HARBOUR AND DOCK COMPANY
 PROFIT AND LOSS ACCOUNT
 FOR THE YEAR ENDED 30TH SEPTEMBER 1988

	Note	1988 £	1987 £
Turnover	2	71965	68074
Cost of sales		(118291)	(63685)
Gross (loss)/profit		(46326)	4389
Net operating expenses	3	(36494)	(36773)
Operating loss	4	(82820)	(32384)
Interest receivable	5	956	443
Interest payable	6	(375)	(576)
Loss on ordinary activities before taxation		(82239)	(32517)
Tax on loss on ordinary activities	7	8171	19408
Loss on ordinary activities after taxation		(74068)	(13109)
Accumulated loss brought forward		(159909)	(146800)
Accumulated loss carried forward		(233977)	(159909)

PORTHLEVEN HARBOUR AND DOCK COMPANY
BALANCE SHEET AT 30TH SEPTEMBER 1988

5.

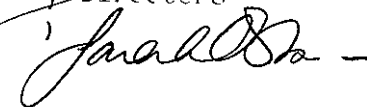
	Note	1988 £	1987 £
Fixed assets			
Tangible fixed assets	8	83513	70186
Current assets			
Developments in progress		43328	68698
Debtors	9	555526	463553
Cash at bank and in hand		32	63
		<u>598886</u>	<u>532314</u>
Creditors - Amounts falling due within one year	10	<u>59870</u>	<u>70132</u>
Net current assets		539016	462182
Total assets less current liabilities		<u>622529</u>	<u>532368</u>
Provisions for liabilities and charges		-	20
		<u>622529</u>	<u>532348</u>
Capital and reserves			
Called up share capital	12	18180	18180
Capital reserve	13	838326	674077
Profit and loss account	13	(233977)	(159909)
		<u>622529</u>	<u>532348</u>

The accounts were approved by the Board of directors on 19th April 1997

T. Osborne

S.C. Osborne

Directors



PORTHLEVEN HARBOUR AND DOCK COMPANY
STATEMENT OF SOURCE AND APPLICATION OF FUNDS
FOR THE YEAR ENDED 30TH SEPTEMBER 1988

Source of funds	1988		1987	
	£	£	£	£
Loss on ordinary activities before taxation		(82239)		(32517)
Items not involving the movement of funds				
Depreciation		2187		1907
Funds absorbed by operations		(80052)		(30610)
Funds from other sources				
Proceeds on sale of properties	179953		201940	
Proceeds on sale of fixed assets	-		150	
Tax repayment	-		1500	
		179953		203590
Total funds obtained		99901		172980
Application of funds				
Purchase of fixed assets	23067		-	
Tax paid	3500		-	
		26567		-
Net outflow of funds		73334		172980
Decrease in working capital				
(Decrease)/increase in developments	(25370)		28479	
Increase in debtors	88473		94851	
Decrease in creditors (excluding borrowings and taxation)	4545		36325	
Movement in net liquid funds		67648		159655
Cash and bank		5686		13325
		73334		172980

7.

PORTHLEVEN HARBOUR AND DOCK COMPANY
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1988

1. Accounting policies

There have been no changes in accounting policies during the year. The accounts have been prepared under the historical cost convention using the principal accounting policies listed below.

Turnover

Turnover, which excludes value added tax, represents rental income receivable for the year and the invoiced value of goods and services supplied by the company in the ordinary course of business.

Tangible fixed assets

Tangible fixed assets are stated at original cost less accumulated depreciation.

Depreciation is calculated to write down the cost, less estimated residual of all tangible fixed assets, except for harbour works and land and buildings over their expected useful lives.

The rates generally applicable are:-

	%
Plant and machinery	15
Motor vehicles	25
Office equipment	15
Harbour installations	15
Freehold buildings (see note below)	Nil

The freehold buildings were originally acquired with, or built on, the area of land needed to operate the harbour in Porthleven, and any rental income arising has been applied in the operation and maintenance of the harbour. As the freehold buildings have been used for the sole purpose of carrying on the company's principle activity, the directors do not consider it appropriate to revalue these properties in line with the requirements of Statement of Standard Accounting Practice No. 19 (dealing with investment properties).

It is the company's policy to maintain the properties to such a standard that it does not consider it appropriate to depreciate this asset.

Developments in progress

Developments in progress are stated at the lower of cost and net realisable value.

Deferred taxation

Deferred taxation is the taxation attributable to timing differences between profits computed for taxation purposes and profits as stated in the accounts.

Capital reserve

The original cost of certain properties being unknown, the company, on the advice of its legal advisors, treats the whole of the net proceeds of sales of such properties as being of a capital value.

PORTHLEVEN HARBOUR AND DOCK COMPANY
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1988

2. Turnover and loss on ordinary activities before taxation

The turnover and loss before taxation is attributable to the principal activity and the market is confined to the United Kingdom.

3. Net operating expenses

Net operating expenses are made up as follows:-

	1988 £	1987 £
Administrative costs	39471	39823
Less other operating income		
Sundry receipts	2977	3050
	<u>36494</u>	<u>36773</u>

4. Operating loss

Operating loss is stated after charging:-

	1988 £	1987 £
Auditors' remuneration	7550	3300
Depreciation	2187	1907
	<u>9737</u>	<u>5207</u>

5. Interest receivable

	1988 £	1987 £
Bank deposit interest	629	443
Other interest receivable	327	-
	<u>956</u>	<u>443</u>

6. Interest payable

	1988 £	1987 £
On loans repayable within five years :		
Bank loans and overdrafts	375	576
	<u>375</u>	<u>576</u>

PORTHLEVEN HARBOUR AND DOCK COMPANY
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1988

7. Tax on loss on ordinary activities

	1988 £	1987 £
U.K. corporation tax at 35% (1987 - 35%)	(8151)	(10793)
Transfer from deferred taxation	(20)	(439)
	<u>(8171)</u>	<u>(11232)</u>
Adjustments in respect of prior year:-		
Corporation tax	-	(8635)
Deferred tax	-	459
	<u>(8171)</u>	<u>(19408)</u>

8. Tangible fixed assets

	Freehold Land and Buildings	Plant and Machinery	Fixtures and Fittings	Motor Vehicles	Harbour Equipment	Total
Cost	£	£	£	£	£	£
At 1st October 1987	61517	14501	4857	5704	2136	88715
Additions	14483	-	154	8430	-	23067
Disposals	(7553)	-	-	-	-	(7553)
	<u>68447</u>	<u>14501</u>	<u>5011</u>	<u>14134</u>	<u>2136</u>	<u>104229</u>
At 30th September 1988	68447	14501	5011	14134	2136	104229
Depreciation						
At 1st October 1987	-	9221	3874	3298	2136	18529
Charge for year	-	792	170	1225	-	2187
	<u>-</u>	<u>10013</u>	<u>4044</u>	<u>4523</u>	<u>2136</u>	<u>20716</u>
At 30th September 1988	-	10013	4044	4523	2136	20716
Net book value						
At 30th September 1988	<u>68447</u>	<u>4488</u>	<u>967</u>	<u>9611</u>	<u>-</u>	<u>83513</u>
Net book value						
At 30th September 1987	<u>61517</u>	<u>5280</u>	<u>983</u>	<u>2406</u>	<u>-</u>	<u>70186</u>

9. Debtors

	1988 £	1987 £
Trade debtors	86496	340209
Amounts owed by group companies	452815	111145
Other debtors	11954	7896
Prepayments and accrued income	4261	4303
	<u>555526</u>	<u>463553</u>

PORTHLEVEN HARBOUR AND DOCK COMPANY
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1988

10. Creditors - Amounts falling due within one year

	1988 £	1987 £
Bank overdraft	290	6007
Trade creditors	26592	27381
Amounts owed to group companies	-	48
Other creditors	2284	11371
Other taxes and social security	463	868
Accruals and deferred income	30241	24457
	<u>59870</u>	<u>70132</u>

11. Deferred taxation

	1988		1987	
	Potential £	Provided £	Potential £	Provided £
Accelerated capital allowances	2360	2360	2192	2192
Trading losses	(19820)	(2360)	(2172)	(2172)
	<u>(17460)</u>	<u>-</u>	<u>20</u>	<u>20</u>

12. Share capital

	1988 £	1987 £
Authorised		
Ordinary shares of £100 each	<u>20000</u>	<u>20000</u>
Allotted and partly paid		
Ordinary shares of £100 each	<u>18180</u>	<u>18180</u>

13. Reserves

	Capital reserve £
Balance at 1st October 1987	674077
Net proceeds on properties sold in the year	<u>164249</u>
Balance at 30th September 1988	<u>838326</u>

14. Capital commitments

The company had no capital commitments at 30th September 1988 or 30th September 1987.

PORTHLEVEN HARBOUR AND DOCK COMPANY
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 30TH SEPTEMBER 1988

15. Contingent liabilities

At 30th September 1988 and 30th September 1987 the company had given a bond to Cornwall County Council in the sum of £10000, which would be released on the completion and adoption of the new road at Ocean View.

16. Ultimate holding company

The directors regard Saracen House Limited, a company registered in England, as the ultimate holding company.

17. Information regarding directors

Share interests

The interests of the directors in the shares of the company at 30th September 1987 were as stated below. The interests are beneficial unless otherwise stated.

Ordinary shares of £1 each			
30th September 1988		30th September 1987	
Number	Nominal Value £	Number	Nominal Value £
T. Osborne	5	5	500
D. Parkes *	5	5	500
10	1000	10	1000

* Shares held as nominee of Saracen House Limited.

Remuneration

The directors received no emoluments during the year (1987 Nil).

Financial transactions

A credit transaction subsisted throughout the year between Mr. Osborne and the company. Mr. Osborne's liability at 30th September 1988 amounted to £9835 (1987 - £304387) and the maximum liability during the year amounted to £313671.

18. Particulars of employees

The average number of employees of the company (including directors) during the year was 5 (1987 - 5).

Their total remuneration was:-

	1988 £	1987 £
Wages and salaries	19236	18319
Social security costs	1477	1386
Other pension costs	558	769
	21271	20474