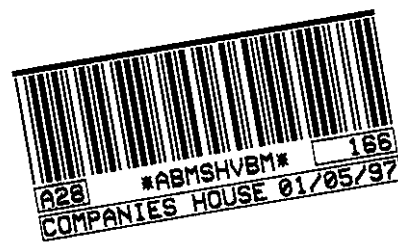


PORTRLEVEN HARBOUR AND DOCK COMPANY

A M E N D E D

DIRECTORS REPORT AND ACCOUNTSFOR THE YEAR ENDED 30TH SEPTEMBER 1986CONTENTS

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PORHLEVEN HARBOUR AND DOCK COMPANY

DIRECTORS:

T. Osborne  
D. Parkes

REGISTERED OFFICE:

Osprey House,  
Lower Square,  
Old Isleworth,  
Middlesex

SECRETARY:

P.S. Mycroft

REGISTERED NUMBER:

Incorporated in England  
under the Porthleven Harbour  
Act 1869

No. 2150

REPORT OF THE DIRECTORS

Accounts

The directors present their report and the audited accounts for the year ended 30th September 1986.

Review of activities and post balance sheet events

The profit and loss account for the year is set out on page 3 together with transfers to and from revenue reserves.

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.

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.

There have been no events since the balance sheet date which materially affect the position of the company.

Dividends

The directors do not recommend the payment of a dividend for the year ended 30th September 1986.

Fixed assets

The movements in fixed assets during the year are set out in note 7 to the accounts.

Directors

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

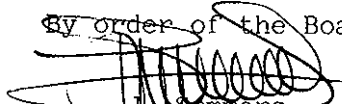
Taxation status

In the opinion of the directors the company is a close company within the meaning of the Income and Corporation Taxes Act 1970, as amended.

Auditors

Oswald Ling & Son have expressed their willingness to continue in office as auditors and a resolution to re-appoint them will be proposed at the annual general meeting.

By order of the Board

  
J. Summers  
Secretary

19th April 1997

REPORT OF THE AUDITORS TO THE MEMBERS OF

PORTHLEVEN HARBOUR AND DOCK COMPANY

We have audited the accounts set out on pages 3 to 9 in accordance with approved Auditing Standards.

In our opinion the accounts, which have been prepared in accordance with the accounting policies set out on page 6, give a true and fair view of the state of affairs of the company at 30th September 1986 and of the loss and source and application of funds for the year then ended and comply with the Companies Act 1985.



Oswald Ling & Son  
Chartered Accountants  
Derby

19th April 1997

PORHLEVEN HARBOUR AND DOCK COMPANY  
PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 30TH SEPTEMBER 1986

	<u>Notes</u>	<u>1986</u>	<u>1985</u>
		£	£
Turnover	2	412605	65854
Cost of sales		391210	62777
Gross profit		21395	3077
Net operating expenses	3	30724	32095
Operating loss	4	( 9329)	(29018)
Interest receivable	5	416	1068
Interest payable	6	( 605)	( 230)
Loss on ordinary activities before taxation		( 9518)	(28180)
Tax on loss on ordinary activities		-	-
Loss on ordinary activities after taxation retained for year		( 9518)	(28180)
Losses brought forward		(137282)	(109102)
Losses carried forward		(146800)	(137282)

PORHLEVEN HARBOUR AND DOCK COMPANY  
BALANCE SHEET AS AT 30TH SEPTEMBER 1986

	<u>Notes</u>	<u>1986</u>	<u>1985</u>
		£	£
FIXED ASSETS			
Tangible assets	7	81065	83677
CURRENT ASSETS			
Stocks and developments in progress	8	40219	118871
Debtors	9	370202	246838
Cash at bank and in hand		61	61
		<u>410482</u>	<u>365470</u>
CREDITORS			
Accounts falling due within one year	10	<u>119780</u>	<u>77454</u>
NET CURRENT ASSETS		290702	288016
		<u>371767</u>	<u>371693</u>
CAPITAL AND RESERVES			
Called up share capital	11	18180	18180
Capital reserve	12	500387	490795
Profit and loss account		(146800)	(137282)
		<u>371767</u>	<u>371693</u>

T. OSBORNE ..... )  
 S.C. OSBORNE ..... )

Directors

PORTHLEVEN HARBOUR AND DOCK COMPANY  
STATEMENT OF SOURCE AND APPLICATION OF FUNDS  
FOR THE YEAR ENDED 30TH SEPTEMBER 1986

	<u>1986</u>		<u>1985</u>	
	£	£	£	£
SOURCE OF FUNDS				
Loss on ordinary activities before tax		( 9518)		(28180)
Items not involving a movement of funds :				
Depreciation		2612		2941
Funds absorbed by operations		( 6906)		(25239)
Sale proceeds of tangible fixed assets	-		1800	
Sale proceeds of properties	-	-	54347	56147
	<u>-</u>	<u>-</u>	<u>54347</u>	<u>56147</u>
TOTAL FUNDS OBTAINED		( 6906)		30908
APPLICATION OF FUNDS				
Stock and developments in progress	(78352)		26415	
Debtors	123364		9670	
Creditors	(35434)		(15775)	
	<u>9578</u>		<u>20310</u>	
Increase in working capital	9578		20310	
Purchase of tangible fixed assets	-	9578	5704	26014
	<u>-</u>	<u>9578</u>	<u>5704</u>	<u>26014</u>
NET CASH FLOW		<u>(16484)</u>		<u>4894</u>
FINANCED BY				
Reduction/(Increase) in bank overdraft		(16484)		4847
Increase in bank and cash		-		47
TOTAL FINANCING		<u>(16484)</u>		<u>4894</u>

PORThLEVEN HARBOUR AND DOCK COMPANY  
NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 30TH SEPTEMBER 1986

NOTE 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 the invoiced value of goods and services supplied.

Tangible fixed assets

Fixed assets are stated at original cost less accumulated depreciation.

Depreciation is calculated to write off the cost less estimated residual value of all fixed assets, except for Harbour Works, Land and Buildings, over their expected useful lives. The principal annual rates used for this purpose which are consistent with those of last year are :

	%
Plant and machinery	15
Motor vehicles	25
Office equipment	15
Harbour installations	15

Stocks and developments in progress

Stocks and developments in progress are stated at the lower of cost or net realisable value.

Capital reserve

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

NOTE 2 Turnover

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

NOTE 3 Net operating expenses

Net operating expenses are made up as follows :

	<u>1986</u>	<u>1985</u>
	£	£
Administrative costs	33102	34047
<u>Less other operating income</u>	<u>2378</u>	<u>1952</u>
Net operating expenses	<u>30724</u>	<u>32095</u>

PORTHLEVEN HARBOUR AND DOCK COMPANY  
NOTES TO THE ACCOUNTS (CONTINUED)  
FOR THE YEAR ENDED 30TH SEPTEMBER 1986

NOTE 4 Operating profit

Operating profit is stated after charging :

	<u>1986</u>	<u>1985</u>
	£	£
Auditors remuneration	3160	4300
Depreciation of tangible fixed assets	2612	3025
Profit on sale	-	( 84)
	<u>          </u>	<u>          </u>

NOTE 5 Interest receivable

	<u>1986</u>	<u>1985</u>
	£	£
Bank deposit interest	416	1068
	<u>          </u>	<u>          </u>

NOTE 6 Interest payable

	<u>1986</u>	<u>1985</u>
	£	£
Interest payable on sums wholly repayable within five years	605	230
	<u>          </u>	<u>          </u>

NOTE 7 Tangible fixed assets

	Freehold land and buildings	Harbour equipment and installations	Plant and machinery	Motor vehicles	Fixtures and fittings	Total
COST	£	£	£	£	£	£
At 30.9.85	70339	2136	14801	5704	4857	97837
At 30.9.86	70339	2136	14801	5704	4857	97837
DEPRECIATION						
At 30.9.85	NIL	2136	7316	1426	3282	14160
Charge for year			1123	1070	419	2612
At 30.9.86		2136	8439	2496	3701	16772
NET BOOK VALUE 30.9.86	70339	NIL	6362	3208	1156	81065
NET BOOK VALUE 30.9.85	70339	NIL	7485	4278	1575	83677



PORTRILEVEN HARBOUR AND DOCK COMPANY  
NOTES TO THE ACCOUNTS (CONTINUED)  
FOR THE YEAR ENDED 30TH SEPTEMBER 1986

NOTE 8 Stocks and developments in progress

	<u>1986</u>	<u>1985</u>
	£	£
Developments in progress	39814	118166
Finished goods and goods for resale	405	405
	<u>40219</u>	<u>118571</u>

NOTE 9 Debtors

	<u>1986</u>	<u>1985</u>
	£	£
Trade debtors	353228	41481
Amounts owed by group companies	-	197289
Other debtors	11156	4108
Corporation tax	1500	-
Prepayments and accrued income	4318	3960
	<u>370202</u>	<u>246838</u>

NOTE 10 Creditors - amounts falling due within one year

	<u>1986</u>	<u>1985</u>
	£	£
Amounts owed to group companies	31662	-
Bank loans and overdrafts	19330	2846
Trade creditors	42390	31729
Other creditors	1540	14768
Other taxes and social security	350	385
Accruals and deferred income	24508	27726
	<u>119780</u>	<u>77454</u>

NOTE 11 Called up share capital

ORDINARY SHARES OF  
£100 EACH

	<u>1986</u>	<u>1985</u>
	£	£
Authorised	20000	20000
Issued, called up and partly paid	<u>18180</u>	<u>18180</u>

NOTE 12 Capital reserve

	<u>1986</u>	<u>1985</u>
	£	£
Balance brought forward	490795	436448
Net proceeds on properties sold in year	9592	54347
	<u>500387</u>	<u>490795</u>

PORTHLEVEN HARBOUR AND DOCK COMPANY  
NOTES TO THE ACCOUNTS (CONTINUED)  
FOR THE YEAR ENDED 30TH SEPTEMBER 1986

NOTE 13 Ultimate holding company

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

NOTE 14 Approval of accounts

These accounts were approved at a directors' meeting held on 6th November 1987.

NOTE 15 Information regarding directors

Share interests

The interests of the directors (and their families) in the shares of the company at 30th September 1986 were as stated below. The interests are beneficial unless otherwise stated.

	ORDINARY SHARES OF £100 EACH			
	30th September 1986		30th September 1985	
	Number	Nominal value	Number	Nominal value
		£		£
T. Osborne	5	500	5	500
D. Parkes *	5	500	5	500
	<u>10</u>	<u>1000</u>	<u>10</u>	<u>1000</u>
	<u><u>10</u></u>	<u><u>1000</u></u>	<u><u>10</u></u>	<u><u>1000</u></u>

\* Shares held as nominee of Saracen House Limited

Remuneration

The directors received no emoluments during the year (1985 Nil)

Financial transactions

On 9th August 1986 the company achieved practical completion on a property constructed for Mr. Osborne. At that date a credit transaction subsisted between the company and Mr. Osborne in the sum of £328762, and the balance remained outstanding at the year end. No losses were incurred by the company in the performance of this contract.

NOTE 16 Contingent liability

Barclays Bank plc hold an indemnity in respect of a Bond given to Cornwall County Council in the sum of £10000.