
Golden Sea Produce Limited

Report and Accounts

31 December 1994

Company Registration Number 958001



Golden Sea Produce Limited

DIRECTORS

A Eide	(Chairman - appointed 1 February 1995)
J Refsnes	(Chairman - resigned 1 February 1995)
G W Mace	(Managing Director)
M Arnisson-Newgass	
D Rackham	
J G Speirs	
M Solberg	(appointed 1 January 1994)

SECRETARY

Bernard J Adkins	(appointed 26 May 1995)
Stephen J Warren	(resigned 26 May 1995)

AUDITORS

Ernst & Young
George House
50 George Square
Glasgow
G2 1RR

BANKERS

National Westminster Bank PLC
Feltham Branch
48 The Centre
Middlesex
TW13 4BD

SOLICITORS

McClure Naismith Anderson & Gardiner
192 St Vincent Street
Glasgow
G2 5TQ

REGISTERED OFFICE

Bridge House
69 London Road
Twickenham
Middlesex

COMPANY REGISTRATION NUMBER

958001

Golden Sea Produce Limited

DIRECTORS' REPORT

The directors present their report and accounts for the year ended 31 December 1994.

ACCOUNTS AND DIVIDENDS

The directors submit the audited accounts of the group for the year ended 31 December 1994. The profit for the period amounts to £3,915,918 and is dealt with as shown in the consolidated profit and loss account. A final dividend of £365,000 is proposed.

PRINCIPAL ACTIVITIES AND REVIEW OF BUSINESS DEVELOPMENTS

During the year the activities of the group consisted of the farming of various marine species.

FIXED ASSETS

Freehold and leasehold houses have not been depreciated as required by SSAP 12 as it is the opinion of the directors that the residual value of these properties as a whole will be at least equal to their cost.

DIRECTORS

The directors during the year were those listed on page 1.

DIRECTORS' INTERESTS

No directors had any interest in the share capital of the company or its subsidiaries throughout the year.

AUDITORS

In accordance with Section 386 of the Companies Act 1985, an elective resolution has been passed to dispense with the obligation to appoint auditors annually.

By order of the board



BERNARD J ADKINS

Secretary

25 September 1995

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the group and of the profit or loss of the group for that period. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;
- 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 group and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

REPORT OF THE AUDITORS
to the members of Golden Sea Produce Limited

We have audited the accounts on pages 5 to 18, which have been prepared under the historical cost convention and on the basis of the accounting policies set out on pages 8 and 9.

Respective responsibilities of directors and auditors

As described on page 3 the group's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

Basis of opinion

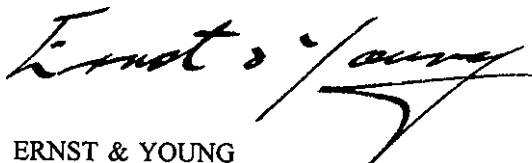
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the group's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

Qualified opinion arising from omission of cash flow statement

As explained in note 1, the financial statements do not contain a statement of cash flows as required by Financial Reporting Standard 1. Net cash flows for the year ended 31 December 1994 amounted to £1,152,569 and in our opinion information about the group's cash flows is necessary for a proper understanding of the group's state of affairs and profit.

Except for the failure to provide information about the group's cash flows, in our opinion the accounts give a true and fair view of the state of affairs of the company and of the group as at 31 December 1994 and of the profit of the group for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



ERNST & YOUNG

Chartered Accountants
Registered Auditor
Glasgow

25 September 1995

Golden Sea Produce Limited

CONSOLIDATED PROFIT AND LOSS ACCOUNT

for the year ended 31 December 1994

	Notes	Continuing operations 1994 £	Acquisitions 1994 £	Total 1994 £	1993 £
TURNOVER	2	21,493,234	4,396	21,497,630	13,699,480
Cost of sales		15,584,058	(8,413)	15,575,645	10,915,612
GROSS PROFIT		5,909,176	12,809	5,921,985	2,783,868
Distribution costs		855,165	-	855,165	560,179
Administrative expenses		752,491	31,098	783,589	629,199
		1,607,656	31,098	1,638,754	1,189,378
GROUP OPERATING PROFIT	3	4,301,520	(18,289)	4,283,231	1,594,490
Interest receivable	6			53,380	68,989
Interest payable	7			(635,693)	(741,765)
				(582,313)	(672,776)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION				3,700,918	921,714
Tax on profit on ordinary activities	8			(215,000)	528,000
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION				3,915,918	393,714
Dividends	9			365,000	-
PROFIT RETAINED FOR THE FINANCIAL YEAR	18 & 20			3,550,918	393,714

There are no recognised gains or losses other than the profit attributable to shareholders of the group of £3,915,918 in the year ended 31 December 1994 and a profit of £393,714 in the year ended 31 December 1993.

Golden Sea Produce Limited

CONSOLIDATED BALANCE SHEET

at 31 December 1994

	Notes	1994 £	1993 £
FIXED ASSETS			
Tangible assets	10	5,166,565	2,890,805
CURRENT ASSETS			
Stocks	12	13,115,766	10,875,281
Debtors	13	2,967,734	3,859,370
Cash at bank and in hand		97,397	1,249,966
		16,180,897	15,984,617
CREDITORS - amounts falling due within one year			
Ship mortgage finance	14	72,900	72,900
Amounts owed to parent and fellow subsidiary undertakings		13,782,298	14,627,724
Proposed final dividend		365,000	-
Group relief creditor		-	528,000
Trade and other creditors	15	2,094,713	2,104,616
		16,314,911	17,333,240
NET CURRENT LIABILITIES		(134,014)	(1,348,623)
TOTAL ASSETS LESS CURRENT LIABILITIES		5,032,551	1,542,182
CREDITORS - amounts falling due after more than one year			
	16	325,178	385,727
		4,707,373	1,156,455
CAPITAL AND RESERVES			
Called up share capital	17 & 20	3,500,000	3,500,000
Profit and loss account	18 & 20	1,207,373	(2,348,944)
Revaluation reserve	19 & 20	-	5,399
		4,707,373	1,156,455
ALLOCATED AS REQUIRED BY FRS4			
Equity shares - ordinary share capital		4,707,373	1,156,455

JOHN G SPEIRS

Director

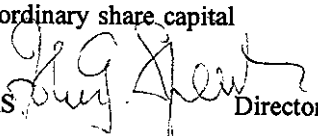
25 September 1995

Golden Sea Produce Limited

BALANCE SHEET

at 31 December 1994

	Notes	1994 £	1993 £
FIXED ASSETS			
Tangible assets	10	4,300,532	2,890,805
Investments	11	1,580,902	-
		<u>5,881,434</u>	<u>2,890,805</u>
CURRENT ASSETS			
Stocks	12	11,305,744	10,875,281
Debtors	13	3,687,129	3,920,295
Cash at bank and in hand		97,395	1,249,966
		<u>15,090,268</u>	<u>16,045,542</u>
CREDITORS - amounts falling due within one year			
Ship mortgage finance	14	72,900	72,900
Amounts owed to parent and fellow subsidiary undertakings		13,782,298	14,627,724
Proposed final dividend		365,000	-
Group relief creditor		-	528,000
Trade and other creditors	15	1,693,269	2,104,616
		<u>15,913,467</u>	<u>17,333,240</u>
NET CURRENT LIABILITIES		<u>(823,199)</u>	<u>(1,287,698)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,058,235</u>	<u>1,603,107</u>
CREDITORS - amounts falling due after more than one year			
	16	271,648	385,727
		<u>4,786,587</u>	<u>1,217,380</u>
CAPITAL AND RESERVES			
Called up share capital	17 & 20	3,500,000	3,500,000
Profit and loss account	18 & 20	1,286,587	(2,288,019)
Revaluation reserve	19 & 20	-	5,399
		<u>4,786,587</u>	<u>1,217,380</u>
ALLOCATED AS REQUIRED BY FRS4			
Equity shares - ordinary share capital		<u>4,786,587</u>	<u>1,217,380</u>

JOHN G SPEIRS  Director

25 September 1995

NOTES ON THE ACCOUNTS

at 31 December 1994

1 ACCOUNTING POLICIES

Fundamental accounting concept

The accounts have been prepared under the going concern concept because the parent company has undertaken to continue to support the ongoing operational activities of the company.

Accounting convention

The accounts are prepared under the historical cost convention, modified to include the revaluation of freehold land and buildings and machinery and equipment.

The accounts are prepared in accordance with applicable accounting standards.

Basis of consolidation

The consolidated accounts incorporate the accounts of the company and its subsidiary undertakings for the year ended 31 December 1994.

Depreciation

Depreciation is provided on all tangible fixed assets, other than freehold land and houses, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Leasehold property	- 10 years or over the period of the lease if shorter
Machinery and equipment	- 2.5 - 15 years
Motor vehicles	- 3 - 4 years
Wellboat	- 20 years

Stocks

Stocks are valued at the lower of cost and net realisable value. In the case of ongrown fish, costs include direct labour, feed and direct overheads attributable to fish production.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

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. No provision for deferred taxation is required.

Government grants

Grants are credited to reserves and released to the profit and loss account over the useful life of the assets by equal annual instalments.

Leased assets

Assets held on finance leases are shown as part of the company's fixed assets.

Golden Sea Produce Limited

NOTES ON THE ACCOUNTS

at 31 December 1994

1 ACCOUNTING POLICIES (continued)

Pensions

The expected cost of pensions in respect of the group's defined benefit pension scheme in which the company's employees participate is charged to the profit and loss account so as to spread the cost of pensions over the service lives of employees in the scheme. Variations from the regular cost are spread over the expected remaining service lives of current employees in the scheme. Contributions made by each subsidiary are based on pension cost across the scheme as a whole.

Cash flow statement

The directors have decided not to prepare a cash flow statement.

2 TURNOVER

Turnover comprises the invoice value of goods and services supplied by the group exclusive of VAT and intra-group transactions.

Turnover is attributable to one continuing activity, the farming of various marine species.

A geographical analysis is as follows:

	1994 £	1993 £
United Kingdom	14,410,888	10,326,480
Other European countries	7,010,453	3,368,547
United States of America	18,044	4,453
Japan	58,245	-
	<hr/>	<hr/>
	21,497,630	13,699,480
	<hr/>	<hr/>

3 GROUP OPERATING PROFIT

This is stated after charging/(crediting):

	1994 £	1993 £
Auditors' remuneration		
- audit services	20,750	15,750
- non audit services	31,624	9,003
Depreciation of owned assets	777,098	947,700
Depreciation of assets held under finance leases	183	31,653
Hire of plant and equipment	843,656	439,484
Government grants	(39,706)	(34,236)
	<hr/>	<hr/>

Golden Sea Produce Limited

NOTES ON THE ACCOUNTS

at 31 December 1994

4 DIRECTORS' REMUNERATION

	1994 £	1993 £
Fees	2,000	2,000
Other emoluments (including pension contributions)	101,005	83,902
	<u>103,005</u>	<u>85,902</u>
	1994 £	1993 £
Emoluments (excluding pension contributions) of the Chairman	2,000	2,000
Emoluments (excluding pension contributions) of the highest paid director	88,272	69,550

Directors' emoluments, (excluding pension contributions), fell within the following ranges:

	1994 No	1993 No
Not more than £5,000	5	5
£65,001 - £70,000	-	1
£85,001 - £90,000	1	-

5 STAFF COSTS

	1994 £	1993 £
Wages and salaries	2,349,674	2,054,898
Social security costs	200,005	166,914
Other pension costs	76,736	119,988
	<u>2,626,415</u>	<u>2,341,800</u>

Golden Sea Produce Limited

NOTES ON THE ACCOUNTS

at 31 December 1994

5 STAFF COSTS (continued)

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

	1994 No	1993 No
Management	25	20
Administration	9	10
Fish farming and ancillary activities	142	121
	<u>176</u>	<u>151</u>

6 INTEREST RECEIVABLE AND OTHER INCOME

	1994 £	1993 £
Interest from group companies	-	-
Other interest	53,380	68,989
	<u>53,380</u>	<u>68,989</u>

7 INTEREST PAYABLE

	1994 £	1993 £
Group loans	316,049	466,073
FELOS account	306,635	257,821
Ship mortgage finance	13,009	17,871
	<u>635,693</u>	<u>741,765</u>

8 TAXATION

	1994 £	1993 £
Taxation based on the result for the year comprises:		
UK corporation tax - group relief given/(receivable):		
Current year	(215,000)	537,000
Prior year adjustment	-	(9,000)
	<u>(215,000)</u>	<u>528,000</u>

Credit for group relief has been provided at 33% (1993 - 33%).

9 DIVIDENDS

	1994 £	1993 £
Ordinary - final proposed	<u>365,000</u>	<u>-</u>

Golden Sea Produce Limited

NOTES ON THE ACCOUNTS

at 31 December 1994

10 TANGIBLE ASSETS

	<i>At 1 January 1994 £</i>	<i>Additions and reclassifications £</i>	<i>Disposals and transfers £</i>	<i>At 31 December 1994 £</i>
<i>Group</i>				
Non leased assets				
At cost or valuation				
Freehold land and buildings	537,681	41,860	-	579,541
Buildings on leasehold land	1,025,488	174,589	(236,672)	963,405
Machinery and equipment	8,542,111	3,763,408	(912,440)	11,393,079
Motor vehicles	315,697	30,917	(94,135)	252,479
	<u>10,420,977</u>	<u>4,010,774</u>	<u>(1,243,247)</u>	<u>13,188,504</u>
Depreciation				
Freehold land and buildings	217,049	42,154	-	259,203
Buildings on leasehold land	646,735	60,910	(213,259)	494,386
Machinery and equipment	6,431,013	1,545,659	(901,303)	7,075,369
Motor vehicles	237,221	46,566	(90,806)	192,981
	<u>7,532,018</u>	<u>1,695,289</u>	<u>(1,205,368)</u>	<u>8,021,939</u>
Net book value				
At 31 December 1994				<u>5,166,565</u>
Leased assets				
At cost				
Buildings on leasehold land	85,167	-	(85,167)	-
Machinery and equipment	476,175	-	(249,760)	226,415
	<u>561,342</u>	<u>-</u>	<u>(334,927)</u>	<u>226,415</u>
Depreciation				
Buildings on leasehold land	85,167	-	(85,167)	-
Machinery and equipment	474,329	183	(248,097)	226,415
	<u>559,496</u>	<u>183</u>	<u>(333,264)</u>	<u>226,415</u>
Net book value				
At 31 December 1994				<u>-</u>
TOTAL ASSETS				
Net book value				
At 31 December 1994				<u>5,166,565</u>
At 31 December 1993				<u>2,890,805</u>

Golden Sea Produce Limited

NOTES ON THE ACCOUNTS

at 31 December 1994

10 TANGIBLE ASSETS (continued)

<i>Company</i>	<i>At 1 January 1994 £</i>	<i>Additions and reclassifications £</i>	<i>Disposals and transfers £</i>	<i>At 31 December 1994 £</i>
Non leased assets				
At cost or valuation				
Freehold land and buildings	537,681	21,860	-	559,541
Buildings on leasehold land	1,025,488	111,589	(236,672)	900,405
Machinery and equipment	8,542,111	2,058,132	(907,440)	9,692,803
Motor vehicles	315,697	13,104	(94,135)	234,666
	<u>10,420,977</u>	<u>2,204,685</u>	<u>(1,238,247)</u>	<u>11,387,415</u>
Depreciation				
Freehold land and buildings	217,049	41,635	-	258,684
Buildings on leasehold land	646,735	49,816	(213,259)	483,292
Machinery and equipment	6,431,013	627,009	(896,928)	6,161,094
Motor vehicles	237,221	37,398	(90,806)	183,813
	<u>7,532,018</u>	<u>755,858</u>	<u>(1,200,993)</u>	<u>7,086,883</u>
Net book value				
At 31 December 1994				<u>4,300,532</u>
Leased assets				
At cost or valuation				
Buildings on leasehold land	85,167	-	(85,167)	-
Machinery and equipment	476,175	-	(249,760)	226,415
	<u>561,342</u>	<u>-</u>	<u>(334,927)</u>	<u>226,415</u>
Depreciation				
Buildings on leasehold land	85,167	-	(85,167)	-
Machinery and equipment	474,329	183	(248,097)	226,415
	<u>559,496</u>	<u>183</u>	<u>(333,264)</u>	<u>226,415</u>
Net book value				
At 31 December 1994				<u>-</u>
TOTAL ASSETS				<u><u>4,300,532</u></u>
Net book value				
At 31 December 1994				<u>4,300,532</u>
At 31 December 1993				<u>2,890,805</u>

Golden Sea Produce Limited

NOTES ON THE ACCOUNTS

at 31 December 1994

11 INVESTMENTS

Shares at cost	£
Investment during the year	1
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At 31 December 1994	1
	<hr/>
Loans	
Advanced during the year	3,000,000
Less: adjustment to reflect net liabilities of subsidiary at date of acquisition	(1,419,099)
	<hr/>
At 31 December 1994	1,580,901
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Total	1,580,902
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Subsidiary undertakings

	Class of shares	Country of incorporation	Proportion held
Scottish Sea Farms Limited	Ordinary £1	Scotland	100%
Seafresh Farms Limited	Ordinary £1	Scotland	100%
Seafresh Salmon Limited	Ordinary £1	Scotland	100%
Lismore Salmon Limited	Ordinary £1	Scotland	100%
Kerrera Fisheries Limited	Ordinary £1	Scotland	100%

On 7 December 1994, the company acquired the business and certain net assets of Kiltarlity Limited.

On the same date, the company acquired the whole of the share capital of Kerrera Fisheries Limited.

Both transactions were with the same vendor, who received a total consideration of £37,271.

Details of the acquisitions are set out in the table below:-

	Book value £	Fair value adjustments £	Fair value £	£
Kiltarlity Limited				
Tangible fixed assets	1,014,660	100,000	1,114,660	
Stocks	457,710	40,000	497,710	
Creditors	(156,000)	-	(156,000)	
			<hr/>	
c/fwd				1,456,370

Golden Sea Produce Limited

NOTES ON THE ACCOUNTS

at 31 December 1994

11 INVESTMENTS (continued)

	<i>Book value</i>	<i>Fair value</i>	<i>Fair value</i>	
	£	adjustments	£	£
b/fwd				1,456,370
Kerrera Fisheries Limited				
Tangible fixed assets	734,365	100,000	834,365	
Stocks	1,614,400	40,000	1,654,400	
Current assets	283,050	-	283,050	
Other liabilities	(1,190,914)	-	(1,190,914)	
Bank loan	(3,000,000)	-	(3,000,000)	
				(1,419,099)
Consideration paid by the company				37,271

12 STOCKS

	<i>1994</i>	<i>Group</i>	<i>1994</i>	<i>Company</i>
	£	1993	£	1993
		£		£
Materials and feed	468,826	330,969	388,861	330,969
Ongrowing fish	12,646,940	10,544,312	10,916,883	10,544,312
	13,115,766	10,875,281	11,305,744	10,875,281

13 DEBTORS

	<i>1994</i>	<i>Group</i>	<i>1994</i>	<i>Company</i>
	£	1993	£	1993
		£		£
Trade debtors	2,305,320	2,357,390	2,305,320	2,357,390
Prepayments and accrued income	326,815	243,387	283,482	243,387
Amounts owed by subsidiary undertakings	-	-	767,333	60,925
Amounts owed by parent and fellow subsidiary undertakings	4,623	2,047	4,623	2,047
Other debtors	115,976	1,256,546	111,371	1,256,546
Group relief debtor	215,000	-	215,000	-
	2,967,734	3,859,370	3,687,129	3,920,295

Golden Sea Produce Limited

NOTES ON THE ACCOUNTS

at 31 December 1994

14 SHIP MORTGAGE FINANCE

Group and Company

	1994 £	1993 £
Due within one year	72,900	72,900
Within two to five years (see note 16)	72,900	145,800
	<u>145,800</u>	<u>218,700</u>

15 TRADE AND OTHER CREDITORS

	1994 £	Group 1993 £	1994 £	Company 1993 £
Trade creditors	1,113,519	779,332	767,347	779,332
Social security	67,215	56,229	62,405	56,229
Accruals and deferred income	913,979	1,269,055	863,517	1,269,055
	<u>2,094,713</u>	<u>2,104,616</u>	<u>1,693,269</u>	<u>2,104,616</u>

16 CREDITORS: amounts falling due after more than one year

	1994 £	Group 1993 £	1994 £	Company 1993 £
Ship mortgage finance (see note 14)	72,900	145,800	72,900	145,800
Deferred grants	252,278	239,927	198,748	239,927
	<u>325,178</u>	<u>385,727</u>	<u>271,648</u>	<u>385,727</u>

The ship mortgage is payable to the Bank of Scotland twice yearly and interest is charged at 7½%. The amount included under current liabilities is £72,900.

17 CALLED UP SHARE CAPITAL

	1994 No	Authorised 1993 No	Allotted, called up and fully paid 1994 £	1993 £
Ordinary shares of £1 each	3,500,000	3,500,000	3,500,000	3,500,000

Golden Sea Produce Limited

NOTES ON THE ACCOUNTS

at 31 December 1994

18 PROFIT AND LOSS ACCOUNT

	<i>Group</i> £	<i>Company</i> £	<i>Subsidiaries</i> £
As at 31 December 1993 - as previously reported	(2,348,944)	(2,288,019)	(60,925)
Profit for the year	3,550,918	3,569,207	(18,289)
	<hr/>	<hr/>	<hr/>
Transfer from revaluation reserve	1,201,974	1,281,188	(79,214)
	5,399	5,399	-
	<hr/>	<hr/>	<hr/>
	1,207,373	1,286,587	(79,214)
	<hr/>	<hr/>	<hr/>

The company has not presented its own profit and loss account for the year ended 31 December 1994. Of the group profit for the financial year, £3,569,207 has been dealt with in the accounts of the company.

19 REVALUATION SURPLUS

	<i>Group and Company</i> £
As at 31 December 1993	5,399
Amount included in depreciation charges to date transferred to retained profits	5,399
	<hr/>
As at 31 December 1994	-
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20 RECONCILIATION OF SHAREHOLDERS' FUNDS AND MOVEMENTS ON RESERVES

<i>Group</i>	<i>Share capital</i> £	<i>Profit & loss account</i> £	<i>Revaluation reserves</i> £	<i>Total</i> £
At 1 January 1994	3,500,000	(2,348,944)	5,399	1,156,455
Profit for year	-	3,915,918	-	3,915,918
Dividend	-	(365,000)	-	(365,000)
Transfer	-	5,399	(5,399)	-
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 1994	3,500,000	1,207,373	-	4,707,373
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Company</i>				
At 1 January 1994	3,500,000	(2,288,019)	5,399	1,217,380
Profit for year	-	3,934,207	-	3,934,207
Dividend	-	(365,000)	-	(365,000)
Transfer	-	5,399	(5,399)	-
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 1994	3,500,000	1,286,587	-	4,786,587
	<hr/>	<hr/>	<hr/>	<hr/>

Golden Sea Produce Limited

NOTES ON THE ACCOUNTS

at 31 December 1994

21 FINANCIAL COMMITMENTS

At 31 December authorised future capital expenditure before deduction of available government grants amounted to:-

	<i>Group and Company</i>	
	<i>1994</i>	<i>1993</i>
	£	£
Contracted	73,390	21,000
Not contracted	5,000	36,000

22 HOLDING COMPANY

The parent undertaking of the largest group of undertakings for which group accounts are drawn up and of which the company is a member is Norsk Hydro a.s., the ultimate parent company, incorporated in Norway, and the parent undertaking of the smallest group is Norsk Hydro (UK) Limited, incorporated in England. Copies of the Norsk Hydro a.s. and the Norsk Hydro (UK) Limited accounts can be obtained from the Registered Office of the company.

23 PENSION SCHEME

The company's employees participate in the Norsk Hydro UK 1988 Pension Scheme, which is a funded scheme of the defined benefit type with assets held in trust separately from the company.

Contributions to the scheme are made on the advice of the Scheme's consulting actuaries, Bacon & Woodrow. The aim is for benefits to be fully funded during the Scheme members' working lives. For accounting purposes, the regular pension cost is assessed under the Projected Unit Method. The latest actuarial assessment was as at 31 March 1993.

The most significant actuarial assumptions were that the annual rate of return on investments would be 2.5% higher than the general level of increases in pensionable earnings and 4.2% higher than the annual rate of increase in present and future pensions. Dividend growth was assumed to be 4.5% per annum.

The variation from regular cost, which recognises the excess of assets over liabilities in the Scheme, has been spread over 15 years, being the average remaining working life.

At the most recent actuarial assessment as at 31 March 1993, the Scheme had assets with a total market value of about £7.7 million. After allowing for the impact of the benefit changes introduced with the effect from 1 May 1994, the actuarial value of the assets as at 31 March 1993 represented 120% of the benefits that had accrued to members after allowing for expected future increases in pensionable earnings.

The pension cost for the year was £76,736 (1993 - £119,988). A provision of £47,507 (1993 - £46,679) is included in creditors.