

MARINE DIESEL SERVICES LIMITED
DIRECTOR'S REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2002

Company No 2014088 (England and Wales)



Marine Diesel Services Limited

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Marine Diesel Services Limited

Director's Report

for the year ended 31 May 2002

The director presents his report and the accounts for the year ended 31 May 2002.

Principal Activities

The company's principal activity for the year under review continued to be that of Marine Engineers.

Director and Director's Interests

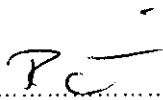
The director who served during the year and his beneficial interest in the company's issued ordinary share capital was as follows:-

	Number of shares	
	<u>2002</u>	<u>2001</u>
J Gavin	<u>5000</u>	<u>5000</u>

Mrs P Gavin, the wife of the director, also held 5000 shares throughout the year.

This report was approved by the board, and has been prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board of directors, 27 March 2003.


.....Secretary
P. GAVIN.

MARINE DIESEL SERVICES LIMITED

Accountants' Report
To the Director on the unaudited accounts of
Marine Diesel Services Limited

We report on the accounts for the year ended 31 May 2002 set out on pages 3 to 8.

Respective responsibilities of directors and reporting accountants

As described on the balance sheet the company's director is responsible for the preparation of the accounts and he considers that the company is exempt from an audit.

In order to assist you to fulfil your statutory responsibilities, you have instructed us to compile the annual accounts based on the accounting records maintained by the company and the information and explanations supplied to us.

Basis of engagement

We have a professional duty to compile accounts which conform with generally accepted accounting principles. We planned our work on the basis that no report is required by statute or regulation for the year. Our work as the compilers of the annual accounts is not an audit of the accounts in accordance with auditing standards. Consequently, our work does not provide assurance that the accounting records or accounts are free from material mis-statement, whether caused by fraud, other irregularities or error and, accordingly, no such assurance or opinion is given by us, whether implied or expressed.

Report

We report that, in accordance with your instructions and in order to assist you to fulfil your responsibilities, we have compiled, without carrying out an audit, the accounts from the accounting records of the company and from the information and explanations supplied to us.

FISCHER CROWNE
REPORTING ACCOUNTANTS
32-36 HANOVER STREET
LIVERPOOL
L1 4LN



27 March 2003

Marine Diesel Services Limited
Profit and Loss Account
For the year ended 31 May 2002

	<u>Notes</u>	<u>2002</u> £	<u>2001</u> £
Turnover	2	374,248	350,728
Cost of sales		(-)	(-)
Gross Profit		374,248	350,728
Administrative expenses		(342,927)	(293,230)
Operating profit	3	31,321	57,498
Other Income		-	-
Interest receivable		781	1,872
Interest payable		-	(1,491)
Loss on disposal of fixed assets		-	(18,197)
Profit on ordinary activities before taxation		32,102	39,682
Tax on profit on ordinary activities	4	(7,528)	(11,049)
Profit on ordinary activities after taxation		24,574	28,633
Dividends		(14,000)	(14,000)
Retained profit for the financial year	12	£10,574	£14,633

None of the company's activities were acquired or discontinued during the above two financial years.

There were no recognised gains or losses other than those included in the profit and loss account.

The profit on ordinary activities before taxation and the retained profit have been calculated on the historical cost basis.

The notes on pages 5 to 8 form part of these accounts.

Marine Diesel Services Limited

Balance Sheet


As at 31 May 2002

	Notes	2002		2001	
		£	£	£	£
Fixed assets					
Tangible assets	5		51,465		57,199
Current assets					
Debtors	6	79,434		44,194	
Cash at bank and in hand		<u>93,116</u>		<u>131,711</u>	
		172,550		175,905	
Creditors: amounts falling due within one year	7	(30,366)		(50,029)	
Net current assets			<u>142,184</u>		<u>125,876</u>
Total assets less current liabilities			193,649		183,075
Creditors: amounts falling due after more than one year	8		(-)		(-)
Provisions for liabilities and Charges	9		(3,973)		(3,973)
Accruals and Deferred Income	10		(-)		(-)
			<u>£189,676</u>		<u>£179,102</u>
Capital and reserves					
Called up share capital	11		10,000		10,000
Profit and loss account	12		<u>179,676</u>		<u>169,102</u>
Equity shareholders' funds	13		<u>£189,676</u>		<u>£179,102</u>

For the financial year ended 31 May 2002 the company was entitled to exemption from the requirement to have an audit under provision of Section 249 A (1) of the Companies Act 1985. Shareholders holding 10% or more of the company's share capital have not issued a notice requiring an audit. The director acknowledges his responsibility for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31 May 2002 and of its profit for the year then ended in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Approved by the board of directors on 27 March 2003

 Director
J GAVIN

The notes on pages 5 to 8 form part of these accounts.

Marine Diesel Services Limited

Notes to the accounts

for the year ended 31 May 2002

1 Accounting Policies

1.1 Basis of preparation of accounts

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities, and incorporate the results of the principal activity which is described in the Director's Report and which is continuing.

1.2 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor vehicles	25% reducing balance basis
Fixtures & fittings	15% reducing balance basis
Tools & equipment	15% reducing balance basis

1.3 Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

1.4 Grants

Revenue grants are credited to the Profit and Loss Account. Capital grants are credited to Deferred Income and released to the Profit and Loss Account in equal instalments over a period of five years from the date of receipt of the grant monies.

Marine Diesel Services Limited
Notes to the accounts (continued)
for the year ended 31 May 2002

2 Turnover

All turnover has been included net of value added tax and is attributable to the principal activity of the company carried out wholly in the United Kingdom.

3 Operating profit	<u>2002</u>	<u>2001</u>
	£	£
Operating profit is stated after charging / (crediting)		
Release of Government Grants	-	(7,936)
Depreciation of tangible fixed assets		
- owned by the company	10,709	11,483
Operating lease rentals		
- hire of plant and machinery	-	1,529
Directors' emoluments (including pension contributions)	<u>13,695</u>	<u>13,435</u>
 4 Tax on profit on ordinary activities	 <u>2002</u>	 <u>2001</u>
	£	£
UK current year taxation		
UK corporation tax at 20% (2001 – 20%)	5,544	11,029
Underprovision previous year	1,984	20
Deferred Tax	-	-
	<u>7,528</u>	<u>11,049</u>

Marine Diesel Services Limited

Notes to the accounts (continued)

For the year ended 31 May 2002

5 Tangible fixed assets

	<u>Motor Vehicles</u> £	<u>Tools & Equipment</u> £	<u>Fixtures & Fittings</u> £	<u>Total</u>
Cost				
At 1 June 2001	17,450	102,899	32,627	152,976
Additions	4,975	-	-	4,975
Disposals	-	-	-	-
At 31 May 2002	<u>22,425</u>	<u>102,899</u>	<u>32,627</u>	<u>157,951</u>
Depreciation				
At 1 June 2001	8,595	67,387	19,795	95,777
Charge for year	3,457	5,327	1,925	10,709
Disposals	-	-	-	-
At 31 May 2002	<u>12,052</u>	<u>72,714</u>	<u>21,720</u>	<u>106,486</u>
Net book amount				
At 31 May 2002	<u>10,373</u>	<u>30,185</u>	<u>10,907</u>	<u>51,465</u>
At 31 May 2001	<u>8,855</u>	<u>35,512</u>	<u>12,832</u>	<u>57,199</u>

6 Debtors	<u>2002</u>	<u>2001</u>
	£	£
Trade Debtors	62,333	28,906
Other Debtors	<u>17,101</u>	<u>15,288</u>
	<u>79,434</u>	<u>44,194</u>
7 Creditors: amounts falling due within one year	<u>2002</u>	<u>2001</u>
Bank Loan	-	-
Trade Creditors	504	384
Corporation tax	5,544	11,029
Other taxation and social security	3,000	3,500
Directors' current account	-	-
Other creditors	18,078	32,356
Accruals and deferred income	<u>3,240</u>	<u>2,760</u>
	<u>30,366</u>	<u>50,029</u>
8 Creditors: amounts falling due after more than one year	<u>2002</u>	<u>2001</u>
Bank Loan	-	-
Debt due after more than one year		
-repayable between 2-5 years	-	-
-repayable in 5 years or more	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

Marine Diesel Services Limited

Notes to the accounts (continued)

for the year ended 31 May 2002

9 Deferred taxation

	Provided for		Maximum potential liability	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
	£	£	£	£
Accelerated capital allowances	<u>3,973</u>	<u>3,973</u>	<u>3,973</u>	<u>3,973</u>

10 Accruals and Deferred Income

	<u>2002</u>	<u>2001</u>
	£	£
Unamortised grants received at 1 June 2000	-	7,936
Grants received in year	-	-
Released to Profit and Loss Account	<u>-</u>	<u>(7,936)</u>
Unamortised grants received at 31 May 2001	<u>-</u>	<u>-</u>

11 Called up share capital

	<u>2002</u>	<u>2001</u>
	£	£
Authorised		
Ordinary shares of £1 each	<u>10000</u>	<u>10000</u>
Allotted and fully paid		
Ordinary shares of £1 each	<u>10000</u>	<u>10000</u>

12 Profit and loss account

	<u>2002</u>	<u>2001</u>
Balance brought forward	169,102	154,469
Retained profit for the year	<u>10,574</u>	<u>14,633</u>
Balance carried forward	<u>179,676</u>	<u>169,102</u>

13 Reconciliation of movements in shareholders' funds

	<u>2002</u>	<u>2001</u>
	£	£
Profit for the financial year	24,574	28,633
Dividends	(14,000)	(14,000)
Shareholders' funds brought forward	<u>179,102</u>	<u>164,469</u>
Shareholders' funds carried forward	<u>189,676</u>	<u>179,102</u>