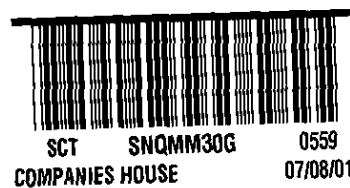


$A^2 + B$

LOCH DUART LIMITED
(Company Number: 195923)

ABBREVIATED ACCOUNTS

30 MARCH 2001



Anderson Anderson & Brown
Chartered Accountants

LOCH DUART LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES

$A^2 + B$

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 profit or loss of the company for that period. In preparing those accounts, the directors are required to:

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) state whether or not applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and,
- (d) 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 company and which enable them to ensure that the accounts comply with the Companies Act 1985. 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.

A²+B

ANDERSON
ANDERSON
& BROWN

CHARTERED
ACCOUNTANTS

**AUDITORS' REPORT TO THE DIRECTORS OF LOCH DUART LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on page 3 to 7 together with the full accounts to the company prepared under Section 226 of the Companies Act 1985 for the year ended 30 March 2001.

Respective responsibilities of directors and auditors

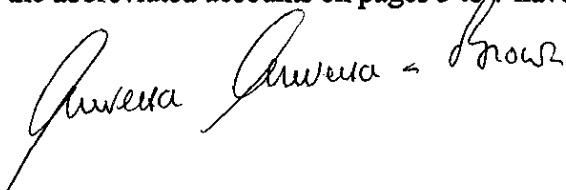
The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts and whether or not the abbreviated accounts have been properly prepared in accordance with those provisions.

Basis of opinion

We have carried out the procedures we considered necessary to discharge our responsibilities set out above. The scope of our work for the purpose of this report does not include examining or dealing with the events after the date of our report on the full accounts.

Opinion on the abbreviated accounts

In the opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246(5) and (6) of the Companies Act 1985 in respect of the year ended 30 March 2001 and the abbreviated accounts on pages 3 to 7 have been properly prepared in accordance therewith.



Registered Auditors
Aberdeen

1 August 2001

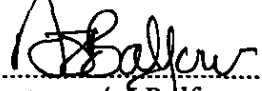
LOCH DUART LIMITED
ABBREVIATED BALANCE SHEET – 30 MARCH 2001

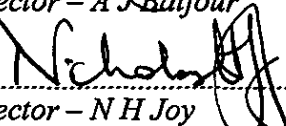
²
A + B

	Note	2001 £	2000 £
FIXED ASSETS			
Tangible assets	2	721,059	674,231
Investments	3	5	3
		<u>721,064</u>	<u>674,234</u>
CURRENT ASSETS			
Stocks		1,473,307	1,162,417
Debtors		663,843	540,439
Cash at bank and in hand		482	27
		<u>2,137,632</u>	<u>1,702,883</u>
CREDITORS: amounts falling due within one year	4	<u>1,640,542</u>	<u>1,633,764</u>
NET CURRENT ASSETS		<u>497,090</u>	<u>69,119</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,218,154</u>	<u>743,353</u>
CREDITORS: amounts falling due after more than one year		146,297	18,857
PROVISION FOR LIABILITIES AND CHARGES		53,035	29,396
DEFERRED INCOME		<u>58,884</u>	<u>67,117</u>
		<u>£ 959,938</u>	<u>£ 627,983</u>
CAPITAL AND RESERVES			
Called up share capital	5	166,666	166,666
Share premium account		283,334	283,334
Profit and loss account		<u>509,938</u>	<u>177,983</u>
SHAREHOLDERS' FUNDS		<u>£ 959,938</u>	<u>£ 627,983</u>

The accounts have been prepared in accordance with the special provision of Part VII of the Companies Act 1985 application to small companies.

Signed on behalf of the board of directors


 Director – A J Balfour


 Director – N H Joy

1. 8. 2001

Date

LOCH DUART LIMITED

NOTES ON THE ABBREVIATED ACCOUNTS – 30 MARCH 2001

A²+B

1. ACCOUNTING POLICIES

(a) *Basis of accounts preparation*

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards. The company and its subsidiary comprise a small group and as such have not prepared consolidated accounts as exempted by Section 248 of the Companies Act 1985.

(b) *Depreciation*

Depreciation is provided at the following annual rates in order to write off the cost of each asset over its estimated useful life:

Land and buildings	50 years
Plant and equipment	4-6 years
Motor vehicles	4 years

(c) *Stock*

Stocks are valued at the lower of cost and net realisable value with due allowance being made for estimated stock losses due to weather, predation and disease. Cost includes fish purchases, feed, direct labour and all other costs directly associated with the rearing of fish. An element of indirect overheads has also been included within the stock valuation.

(d) *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.

(e) *Leasing and hire purchase commitments*

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and are depreciated over their useful lives. The interest element of the rental obligations is charged to the profit and loss account over the term of the agreement and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight-line basis over the lease term.

LOCH DUART LIMITED

NOTES ON THE ABBREVIATED ACCOUNTS – 30 MARCH 2001

A²+B**1. ACCOUNTING POLICIES (continued)****(f) Grants**

Government and other grants in respect of capital expenditure are credited to a deferred income account and are released to profit over the expected useful lives of the relevant assets.

Grants of a revenue nature are credited to income in the period to which they relate.

(g) Pensions

The company makes contributions to a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable.

2. TANGIBLE FIXED ASSETS

	£
COST	
At 30 March 2000	711,779
Additions	178,308
Disposals	(24,700)
	<hr/>
At 30 March 2001	865,387
	<hr/>
DEPRECIATION	
At 30 March 2000	37,548
Charge for the year	116,557
Relating to disposals	(9,777)
	<hr/>
At 30 March 2001	144,328
	<hr/>
Net book amounts at:	
30 March 2001	£ 721,059
	<hr/>
30 March 2000	£ 674,231
	<hr/>

LOCH DUART LIMITED

NOTES ON THE ABBREVIATED ACCOUNTS – 30 MARCH 2001

A²+B**3. INVESTMENTS**

	2001	2000
Investment in subsidiaries	<u>£ 5</u>	<u>£ 3</u>

The subsidiary undertakings are:

The Sustainable Salmon Company Limited*Country of incorporation:* Scotland*Nature of business:* Dormant*Proportion of shares held:* 100%**The Sustainable Food Company Limited***Country of incorporation:* Scotland*Nature of business:* Dormant*Proportion of shares held:* 100%**4. CREDITORS: amounts falling due within one year**

The bank overdraft is secured by a bond and floating charge over the assets of the company in favour of the HSBC Bank plc.

5. CALLED UP SHARE CAPITAL

	2001 & 2000 £
Authorised share capital:	
Ordinary shares of £1 each	100,000
'A' ordinary shares of £1 each	<u>66,666</u>
	<u>£ 166,666</u>
Allotted, called up and fully paid:	
Ordinary shares of £1 each	100,000
'A' ordinary shares of £1 each	<u>66,666</u>
	<u>£ 166,666</u>

LOCH DUART LIMITED

NOTES ON THE ABBREVIATED ACCOUNTS – 30 MARCH 2001

A²+B**6. SECURITIES**

The HSBC Bank plc and HSBC Invoice Finance (UK) Limited hold a floating charge over the assets of the company.

The various properties owned by the company are subject to a standard security in favour of HSBC Bank plc.

Gerald Cavendish, Sixth Duke of Westminster, holds a floating charge over the assets of the company in respect of an amount of £45,000 included within deferred income.

Trouw (UK) Limited hold a floating charge over the assets of the company in respect of an amount of £66,400 included within other loans.

The securities are subject to a ranking agreement.

7. TRANSACTIONS WITH DIRECTORS**Control**

Throughout the year the company was controlled by the directors. Details of the directors' interests in the share capital are set out in the directors' report.

Transactions

During the year the company had the following transaction with a director.

Related Party	Transaction	£	Balance at year end £
N Joy, director	Sale of motor vehicle	6,450	6,450