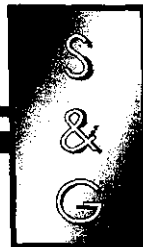


TANYARD FISHERIES & AQUATICS LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2000

SWINDELLS & GENTRY
CHARTERED ACCOUNTANTS
TAXATION CONSULTANTS BUSINESS ADVISORS



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Tanyard Fisheries & Aquatics Limited

Company Information

Directors	B. Brown Esq. W.G. Brown Esq. Mrs S.P. Brown
Secretary	B.Brown Esq.
Company Number	02597621
Registered Office	New Olives High Street Uckfield East Sussex TN22 1QE
Business Address	Tanyard Lane Furners Green Danehill East Sussex

Tanyard Fisheries & Aquatics Limited

Contents

	Page
Directors' Report	1
Profit and Loss Account	2
Balance Sheet	3 - 4
Notes to the Financial Statements	5 - 10
Accountants' Report	11

Tanyard Fisheries & Aquatics Limited

Directors' Report for the year ended 30 September 2000

The directors present their report and the financial statements for the year ended 30 September 2000.

Principal Activity

The principal activity of the company during the year was the operation of a fishery and the retail of aquatic plants.

Directors and their Interests

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares	
	2000	1999
B. Brown Esq.	800	800
W.G. Brown Esq.	100	100
Mrs S.P. Brown	-	-

Directors' Responsibilities

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

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements 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 to enable them to ensure that the financial statements 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.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 26 JULY 2001 and signed on its behalf by



**B. Brown Esq.
Director**

Tanyard Fisheries & Aquatics Limited

**Profit and Loss Account
for the year ended 30 September 2000**

		2000	1999
	Notes	£	£
Turnover	2	49,146	46,503
Cost of sales		(4,203)	(500)
Gross profit		<u>44,943</u>	<u>46,003</u>
Administrative expenses		(28,948)	(24,580)
Operating profit	3	<u>15,995</u>	<u>21,423</u>
Interest payable and similar charges		(4,789)	(6,199)
Profit on ordinary activities before taxation		11,206	15,224
Tax on profit on ordinary activities	5	(2,116)	(3,662)
Retained profit for the year		<u>9,090</u>	<u>11,562</u>
Retained profit brought forward		22,805	11,243
Retained profit carried forward		<u><u>31,895</u></u>	<u><u>22,805</u></u>

The notes on pages 5 to 10 form an integral part of these financial statements.

Tanyard Fisheries & Aquatics Limited

Balance Sheet
as at 30 September 2000

		2000		1999	
	Notes	£	£	£	£
Fixed Assets					
Tangible assets	6		198,598		197,323
Current Assets					
Stocks		25,000		25,000	
Cash at bank and in hand		1,061		-	
		<u>26,061</u>		<u>25,000</u>	
Creditors: amounts falling due within one year	7	<u>(50,839)</u>		<u>(51,671)</u>	
Net Current Liabilities			<u>(24,778)</u>		<u>(26,671)</u>
Total Assets Less Current Liabilities			173,820		170,652
Creditors: amounts falling due after more than one year	8		<u>(15,727)</u>		<u>(21,649)</u>
Net Assets			<u><u>£158,093</u></u>		<u><u>£149,003</u></u>
Capital and Reserves					
Called up share capital	9		1,000		1,000
Revaluation reserve	10		125,198		125,198
Profit and loss account	10		31,895		22,805
			<u><u>£158,093</u></u>		<u><u>£149,003</u></u>

The directors' statements required by Section 249B(4) of the Companies Act 1985 are shown on the following page which forms part of this Balance Sheet.

The notes on pages 5 to 10 form an integral part of these financial statements.

Tanyard Fisheries & Aquatics Limited

Balance Sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 30 September 2000**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) of the Companies Act 1985 requesting that an audit be conducted for the year ended 30 September 2000 and

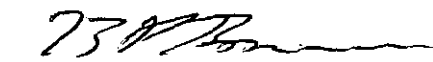
(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 of the Companies Act 1985 and which otherwise comply with the provisions of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements are 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).

The financial statements approved by the Board on 22 JULY 2001 and signed on its behalf by



B. Brown Esq.

Director

The notes on pages 5 to 10 form an integral part of these financial statements.

Tanyard Fisheries & Aquatics Limited

Notes to the Financial Statements for the year ended 30 September 2000

1. Accounting Policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of certain fixed assets.

1.2. Turnover

Turnover represents the total invoice value of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost or valuation less residual value of each asset over its expected useful life, as follows:

Plant and equipment - 20% Straight Line

1.4. Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

1.5. Stock

The stocks represent fish and plants in the lakes and there are no practical methods of valuing individual items. Stocks are valued at the original cost of stocking the lakes taking into account any appropriate changes.

1.6. Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit

Operating profit is stated after charging:

Depreciation of tangible assets

Loss on disposal of tangible fixed assets

	2000	1999
	£	£
	1,282	604
	177	110
	<u> </u>	<u> </u>

Tanyard Fisheries & Aquatics Limited

**Notes to the Financial Statements
for the year ended 30 September 2000**

..... continued

4. Directors' emoluments

	2000	1999
	£	£
Remuneration and other benefits	<u>6,990</u>	<u>4,217</u>

5. Taxation

	2000	1999
	£	£
UK current year taxation		
UK Corporation Tax	<u>2,116</u>	<u>3,662</u>

Deferred Taxation

If provision were to be made for deferred tax on the basis of the full potential liability, the tax charge for the year would increase by £20,442 (1999 - £21,003).

No provision is required for deferred taxation in respect of the tax that would be payable if revalued properties were sold at their revalued amounts because there is no intention currently to dispose of the properties.

Tanyard Fisheries & Aquatics Limited

Notes to the Financial Statements for the year ended 30 September 2000

..... continued

6. Tangible fixed assets

	Land and buildings £	Plant and equipment etc. £	Total £
Cost/valuation			
At 1 October 1999	195,510	11,908	207,418
Additions	-	2,734	2,734
Disposals	-	(1,117)	(1,117)
At 30 September 2000	195,510	13,525	209,035
Depreciation			
At 1 October 1999	-	10,095	10,095
On disposals	-	(940)	(940)
Charge for the year	-	1,282	1,282
At 30 September 2000	-	10,437	10,437
Net book values			
At 30 September 2000	£195,510	£3,088	£198,598
At 30 September 1999	£195,510	£1,813	£197,323

Included in land and buildings above is non depreciable freehold land of £195,510. This freehold land was subject to the following revaluations:-

September 1992	£105,450
September 1993	£147,450
January 1995	£190,000

All of the revaluations were undertaken by a firm of Chartered Surveyors at open market value.

The separate historical costs and the accumulated depreciation to date, had the assets not been revalued, are as follows:

	Land £	Buildings £	Total £
Historical cost	70,312	-	70,312
Accumulated depreciation to date	-	-	-

Tanyard Fisheries & Aquatics Limited

Notes to the Financial Statements for the year ended 30 September 2000

..... continued

A policy of revaluation has not been adopted but the carrying amount of the freehold property reflects previous revaluations and those amounts are retained. This is in accordance with the transitional provisions of the FRSSSE and the valuation has not been updated since the last valuation made in 1995.

7. Creditors: amounts falling due within one year	2000 £	1999 £
Bank loans and overdrafts	6,594	7,973
Less deferred bank loan interest due within one year	(970)	(1,396)
Hire purchase liability	2,448	2,448
Trade creditors	-	630
Corporation tax	2,116	3,662
Other taxes and social security costs	379	217
Directors' accounts	20,770	21,103
Other creditors	372	405
Accruals	19,130	16,629
	<u>£50,839</u>	<u>£51,671</u>

Bank loans and overdrafts less deferred interest above totalling £5,624 (1999 - £6,577) are secured.

8. Creditors: amounts falling due after more than one year	2000 £	1999 £
Bank loan	12,639	19,234
Less deferred bank loan interest due after more than one year	(1,566)	(3,501)
Hire purchase liability	4,654	5,916
	<u>£15,727</u>	<u>£21,649</u>

Included in bank loans is a secured liability of £11,073 (1999 - £15,733)

9. Share capital	2000 £	1999 £
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Tanyard Fisheries & Aquatics Limited

Notes to the Financial Statements for the year ended 30 September 2000

..... continued

10. Reserves

	Revaluation reserve £	Profit and loss account £	Total £
At 1 October 1999	125,198	22,805	148,003
Retained profit for the year	-	9,090	9,090
At 30 September 2000	<u>£125,198</u>	<u>£31,895</u>	<u>£157,093</u>

11. Transactions with directors

During the year ended 30th September 2000 the company continued to receive loans from B. Brown Esq. and Mrs S.P. Brown , directors of the company. The balances of these loans are included within note 7 above.

	Amount Owing	
	2000 £	1999 £
B. Brown Esq.	19,470	19,803
Mrs S.P. Brown	<u>1,300</u>	<u>1,300</u>

As at 30th September 2000 B. Brown Esq. was owed the principle of £19,470 (1999 - £19,803) and interest of £17,537 (1999 - £15,229). There are no principal terms attached to this loan and the interest is payable at 12% per annum.

As at 30th September 2000 Mrs S.P. Brown was owed £1,300 (1999 - £1,300) . There are no principal terms attached to this loan and interest is not being charged.

The hire purchase liability of £7,102 (1999 - £8,364) is secured against an asset belonging to B. Brown Esq. , a director of the company.

B. Brown Esq. provides a personal guarantee against borrowings of the company of £90,000.

Tanyard Fisheries & Aquatics Limited

Notes to the Financial Statements for the year ended 30 September 2000

..... continued

12. Related party transactions

During the year the company allowed Tanyards Ornamental Fish Limited, of which B. Brown Esq. and Mrs S. P. Brown are directors, to use a property, owned by the company, rent free.

The company also allowed Mrs S.P. Brown, a director of the company, to use Tanyards Lodge, a property owned by the company, rent free.

During the year, B. Brown Esq., son of director B. Brown Esq., provided services to the company amounting to £3,300 (1999 - nil).

13. Controlling Party

The company is under the control of B. Brown Esq. , a director who holds 80% of the shareholding.

14. Financial Support

The company continues to be supported by its bankers and the company's continued existence is dependent on this support. The directors consider that this support will not be withdrawn in the foreseeable future.

Tanyard Fisheries & Aquatics Limited

**Accountants' Report on the Unaudited Financial Statements to the Directors of
Tanyard Fisheries & Aquatics Limited**

As described on the Balance Sheet you are responsible for the preparation of the financial statements for the year ended 30 September 2000 set out on pages 2 to 10 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

Swindells & Gentry

**Swindells & Gentry
Chartered Accountants
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27 JULY 2001