

Abbreviated Financial Statements
for the Year Ended 31 December 2000
for
SFF Services Limited



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COMPANIES HOUSE 08/10/01

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for the Year Ended 31 December 2000**

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SFF Services Limited

**Company Information
for the Year Ended 31 December 2000**

DIRECTORS:	A Smith H Morrison R H T Allen J H Brown A Coghill J Evans B N Isbister J J Parkhouse G P Sutherland A West
SECRETARY:	Michael J Sutherland
REGISTERED OFFICE:	14 Regent Quay Aberdeen AB11 5AE
REGISTERED NUMBER:	98563 (Scotland)
AUDITORS:	Shearer, Bruce & Paterson Chartered Accountants and Registered Auditors 59 Queen Street Peterhead Aberdeenshire AB42 1TU
SOLICITORS:	Paull & Williamson 6 Union Row Aberdeen AB10 1SA

SFF Services Limited

Report of the Directors for the Year Ended 31 December 2000

The directors present their report with the financial statements of the company for the year ended 31 December 2000.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of guardship and liaison services.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

DIVIDENDS

No interim dividend was paid during the year. The directors recommend a final dividend of £42500 per share.

The total distribution of dividends for the year ended 31 December 2000 will be £85,000.

DIRECTORS

The directors during the year under review were:

A Smith
H Morrison
R H T Allen
J H Brown
A Coghill
J Evans
B N Isbister
J J Parkhouse
G P Sutherland
A West

The beneficial interests of the directors holding office on 31 December 2000 in the issued share capital of the company were as follows:

	31.12.00	1.1.00
Ordinary £1 shares		
A Smith	1	1
H Morrison	1	1
R H T Allen	-	-
J H Brown	-	-
A Coghill	-	-
J Evans	-	-
B N Isbister	-	-
J J Parkhouse	-	-
G P Sutherland	-	-
A West	-	-

STATEMENT OF 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 affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then 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.

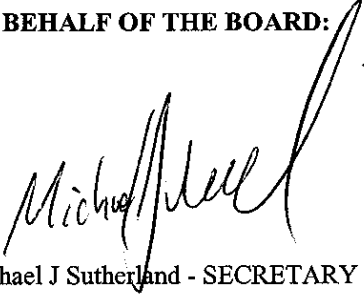
SFF Services Limited

**Report of the Directors
for the Year Ended 31 December 2000**

AUDITORS

The auditors, Shearer, Bruce & Paterson, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to read 'Michael J Sutherland', written over a horizontal line.

Michael J Sutherland - SECRETARY

Dated: 26 April 2001

SFF Services Limited

**Report of the Auditors to
SFF Services Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements on pages five to fourteen, together with the full financial statements of the company for the year ended 31 December 2000 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated financial statements on pages five to fourteen are properly prepared in accordance with that provision.



Shearer, Bruce & Paterson
Chartered Accountants
and Registered Auditors
59 Queen Street
Peterhead
Aberdeenshire
AB42 1TU

Dated: 26 April 2001

SFF Services Limited

**Abbreviated Profit and Loss Account
for the Year Ended 31 December 2000**

		31.12.00		31.12.99	
	Notes	£	£	£	£
GROSS PROFIT			509,128		639,707
Administrative expenses			365,527		391,346
OPERATING PROFIT	3		143,601		248,361
Income from investments		5,782		-	
Interest receivable and similar income		58,938		66,365	
			64,720		66,365
			208,321		314,726
Interest payable and similar charges	4		1,460		1,260
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			206,861		313,466
Tax on profit on ordinary activities	5		41,571		85,109
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			165,290		228,357
Dividends	6		85,000		85,000
			80,290		143,357
Retained profit brought forward			1,362,993		1,219,636
RETAINED PROFIT CARRIED FORWARD			£1,443,283		£1,362,993

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

The notes form part of these financial statements

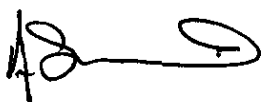
SFF Services Limited

**Abbreviated Balance Sheet
31 December 2000**

		<u>31.12.00</u>		<u>31.12.99</u>	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	7		25,507		36,560
CURRENT ASSETS:					
Stocks	8	174,142		44,654	
Debtors	9	410,061		339,716	
Investments	10	496,423		-	
Cash at bank and in hand		785,292		1,403,245	
		<u>1,865,918</u>		<u>1,787,615</u>	
CREDITORS: Amounts falling due within one year	11	<u>448,140</u>		<u>461,180</u>	
NET CURRENT ASSETS:			<u>1,417,778</u>		<u>1,326,435</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u><u>£1,443,285</u></u>		<u><u>£1,362,995</u></u>
CAPITAL AND RESERVES:					
Called up share capital	13		2		2
Profit and loss account			<u>1,443,283</u>		<u>1,362,993</u>
SHAREHOLDERS' FUNDS:	16		<u><u>£1,443,285</u></u>		<u><u>£1,362,995</u></u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

ON BEHALF OF THE BOARD:



- DIRECTOR

Approved by the Board on 26 April 2001

The notes form part of these financial statements

SFF Services Limited

**Cash Flow Statement
for the Year Ended 31 December 2000**

		31.12.00		31.12.99	
	Notes	£	£	£	£
Net cash inflow from operating activities	1		3,047		1,202,844
Returns on investments and servicing of finance	2		63,260		65,105
Taxation			(84,789)		(287,909)
Capital expenditure and financial investment	2		(497,898)		(2,077)
Equity dividends paid			(85,000)		(75,000)
			<u>(601,380)</u>		<u>902,963</u>
Financing	2		(16,573)		(16,328)
(Decrease)/Increase in cash in the period			<u>£(617,953)</u>		<u>£886,635</u>
Reconciliation of net cash flow to movement in net funds	3				
(Decrease)/Increase in cash in the period		(617,953)		886,635	
Cash outflow from increase in liquid resources		496,423		-	
Cash outflow from decrease in debt and lease financing		<u>16,573</u>		<u>13,656</u>	
Change in net funds resulting from cash flows			(104,957)		900,291
New finance leases			-		(30,229)
Movement in net funds in the period			(104,957)		870,062
Net funds at 1 January			<u>1,386,672</u>		<u>516,610</u>
Net funds at 31 December			<u>£1,281,715</u>		<u>£1,386,672</u>

The notes form part of these financial statements

SFF Services Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 December 2000**

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	31.12.00 £	31.12.99 £
Operating profit	143,601	248,361
Depreciation charges	12,528	10,009
Increase in stocks	(129,488)	(44,654)
(Increase)/Decrease in debtors	(70,345)	1,253,528
Increase/(Decrease) in creditors	46,751	(264,400)
Net cash inflow from operating activities	3,047	1,202,844

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	31.12.00 £	31.12.99 £
Returns on investments and servicing of finance		
Interest received	58,938	66,365
Interest paid	(174)	(28)
Interest element of hire purchase payments	(1,286)	(1,232)
Dividends received	5,782	-
Net cash inflow for returns on investments and servicing of finance	63,260	65,105
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(1,475)	(2,077)
Cash payments - investmt purch	(496,423)	-
Net cash outflow for capital expenditure	(497,898)	(2,077)
Financing		
Loan repayments in year	(16,573)	(16,328)
Net cash outflow from financing	(16,573)	(16,328)

The notes form part of these financial statements

SFF Services Limited

**Notes to the Cash Flow Statement
for the Year Ended 31 December 2000**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.00 £	Cash flow £	At 31.12.00 £
Net cash:			
Cash at bank and in hand	1,403,245	(617,953)	785,292
	<u>1,403,245</u>	<u>(617,953)</u>	<u>785,292</u>
Liquid resources:			
Current asset investments	-	496,423	496,423
	<u>-</u>	<u>496,423</u>	<u>496,423</u>
Debt:			
Hire purchase	(16,573)	16,573	-
	<u>(16,573)</u>	<u>16,573</u>	<u>-</u>
Total	<u>1,386,672</u>	<u>(104,957)</u>	<u>1,281,715</u>
Analysed in Balance Sheet			
Cash at bank and in hand	1,403,245		785,292
Current asset investments	-		496,423
Hire purchase within one year	(16,573)		-
	<u>1,386,672</u>		<u>1,281,715</u>

The notes form part of these financial statements

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 December 2000**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

Fixtures and fittings	- 10% on cost
Computer equipment	- 25% on cost

Stocks

Work in progress is valued at the lower of cost and net realisable value.

Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

2. STAFF COSTS

	31.12.00	31.12.99
	£	£
Wages and salaries	79,869	68,793
Social security costs	8,633	7,312
Other pension costs	3,410	2,916
	<u>91,912</u>	<u>79,021</u>

The average monthly number of employees during the year was as follows:

31.12.00	31.12.99
<u>3</u>	<u>3</u>

SFF Services Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 December 2000**

3. OPERATING PROFIT

The operating profit is stated after charging:

	31.12.00	31.12.99
	£	£
Hire of plant and machinery	3,921	3,473
Depreciation - owned assets	12,528	10,009
Auditors' remuneration	3,650	3,000
Property operating lease	12,400	11,942
	<u>20,950</u>	<u>18,680</u>
Directors' emoluments	<u>20,950</u>	<u>18,680</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	31.12.00	31.12.99
	£	£
Bank interest	174	28
Lease Interest	1,286	1,232
	<u>1,460</u>	<u>1,260</u>

5. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	31.12.00	31.12.99
	£	£
UK corporation tax	41,782	85,109
Overprovided in previous year	(211)	-
	<u>41,571</u>	<u>85,109</u>

UK corporation tax has been charged at 20% (1999 - 30.20%).

No provision for deferred tax is required (1999 - Nil)

6. DIVIDENDS

	31.12.00	31.12.99
	£	£
Equity shares:		
Proposed final dividend	85,000	85,000
	<u>85,000</u>	<u>85,000</u>

SFF Services Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 December 2000**

7. TANGIBLE FIXED ASSETS

	Fixtures and fittings	Computer equipment	Totals
	£	£	£
COST:			
At 1 January 2000	15,332	48,854	64,186
Additions	67	1,408	1,475
At 31 December 2000	15,399	50,262	65,661
DEPRECIATION:			
At 1 January 2000	10,828	16,798	27,626
Charge for year	509	12,019	12,528
At 31 December 2000	11,337	28,817	40,154
NET BOOK VALUE:			
At 31 December 2000	4,062	21,445	25,507
At 31 December 1999	4,504	32,056	36,560

8. STOCKS

	31.12.00	31.12.99
	£	£
Work in progress	174,142	44,654

**9. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.12.00	31.12.99
	£	£
V.A.T.	2,067	-
Trade debtors	384,189	328,636
Other debtors	15,534	3,613
Prepayments	2,848	7,467
AAM Capital account	5,423	-
	410,061	339,716

10. CURRENT ASSET INVESTMENTS

	31.12.00	31.12.99
	£	£
Listed investments	496,423	-

Market value of listed investments at 31 December 2000 - £426,954.

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 December 2000**

**11. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.12.00	31.12.99
	£	£
Hire purchase contracts (see note 12)	-	16,573
Trade creditors	143,805	87,863
Due to SFF	142,156	140,363
Other creditors	35,397	46,381
Dividend proposed	85,000	85,000
Taxation	41,782	85,000
	<u>448,140</u>	<u>461,180</u>

12. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

	31.12.00	31.12.99
	£	£
Gross obligations repayable: Within one year	-	16,573
	<u>-</u>	<u>16,573</u>
Net obligations repayable: Within one year	-	16,573
	<u>-</u>	<u>16,573</u>

13. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal	31.12.00	31.12.99
		value:	£	£
10,000	Ordinary	£1	10,000	10,000
			<u></u>	<u></u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal	31.12.00	31.12.99
		value:	£	£
2	Ordinary	£1	2	2
			<u></u>	<u></u>

14. PENSION COMMITMENTS

The company's employees are members of a defined contribution pension scheme operated by the Scottish Fishermens Federation. The pension cost charge for the period represents contributions payable by the company to the fund and amounted to £3410 (1999 £2916). There were no outstanding or prepaid contributions at the beginning or the end of the financial year.

15. RELATED PARTY DISCLOSURES

The company is controlled through nominees, by the Scottish Fishermens Federation which is an unincorporated body, part of its operation being to provide management services to this company. Management fees charged to the profit and loss account for the year ended 31 December 2000 amount to £140,000 (1999 £140,000) of which £140,000 (1999 £140,000) is included in creditors.

SFF Services Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 December 2000**

16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31.12.00	31.12.99
	£	£
Profit for the financial year	165,290	228,357
Dividends	(85,000)	(85,000)
Net addition to shareholders' funds	80,290	143,357
Opening shareholders' funds	1,362,995	1,219,638
Closing shareholders' funds	1,443,285	1,362,995
Equity interests	1,443,285	1,362,995