
GARELOCH SUPPORT SERVICES (PLANT) LIMITED

DIRECTOR'S REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2011

SATURDAY



SQALBYZL

SCT

05/11/2011

482

COMPANIES HOUSE

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

COMPANY INFORMATION

DIRECTORS	Jamie McGarry Donald Ferguson (resigned 10 June 2010) Colin Moore (resigned 10 June 2010)
COMPANY SECRETARY	Helen Gibson
COMPANY NUMBER	SC117613
REGISTERED OFFICE	Rhu Marina Rhu Helensburgh G84 8LH
AUDITORS	French Duncan LLP Chartered Accountants & Statutory Auditors 375 West George Street Glasgow G2 4LW
BANKERS	Royal Bank of Scotland 2 Colquhoun Square Helensburgh G84 8AP
SOLICITORS	Semple Fraser 130 St Vincent Street Glasgow G2 5HF

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

CONTENTS

	Page
Director's report	1 - 2
Independent auditors' report	3 - 4
Profit and loss account	5
Statement of total recognised gains and losses	6
Note of historical cost profits and losses	6
Balance sheet	7
Notes to the financial statements	8 - 18

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

DIRECTOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2011

The director presents his report and the financial statements for the year ended 31 March 2011.

DIRECTOR'S RESPONSIBILITIES STATEMENT

The director is responsible for preparing the Director's report and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is satisfied that they 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 these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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 director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

PRINCIPAL ACTIVITIES

The principal activity of the company continued to be that of marine and jetty based maintenance.

BUSINESS REVIEW AND FUTURE DEVELOPMENTS

The director is satisfied with the trading and results for the year with almost 20% increase in turnover on a pro rata basis on the previous period. On the same basis gross profit has risen 9%.

There was a slight erosion in the gross margin in the year with a 2% slippage caused in the main by two elements, being the additional cost of using agency crews to satisfy the increasing workload and the cost of hiring vessels in order to deliver contract commitments. Both elements have now been addressed by the replacement of agency crews with directly employed operatives and the replacement of hired vessels with owned assets.

The strength of the company's trading and performance enabled it to withstand the unfortunate collapse of a major client and the loss of a £189,000 bad debt. The company operates within its agreed overdraft facility with the bank and has not entered into any hedging arrangements in respect of risks relating to trade debtors or creditors. The company aims to mitigate credit risk by continuing to trade with key customers and by performing credit checks on its customers. The company aims to mitigate liquidity risk by managing cash generation from its operations and has strengthened its controls over collection of trade debtors.

The results reflect the growth strategy implemented by the directors with the continual re investment of profits and expansion of the fleet. The company is strongly positioned as one of the country's leading suppliers of workboats and is well placed to capitalise on opportunities in the market place, both domestically and further afield in a sector which is rapidly becoming global.

The company's commitment to growth is fundamental and is highlighted by our vessel acquisition to meet the

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**DIRECTOR'S REPORT
FOR THE YEAR ENDED 31 MARCH 2011**

continued demands of clients and sustained growth in the future. As a result of the increase in demand for the company's premium services there has also been significant investment in the infrastructure of the company with the addition of experienced and highly skilled operatives across all areas of the business. In keeping with the global nature of the business the company has also increased its presence in Europe.

RESULTS

The profit for the year, after taxation, amounted to £380,653 (2010 - £878,093).

DIRECTORS

The directors who served during the year were:

Jamie McGarry
Donald Ferguson (resigned 10 June 2010)
Colin Moore (resigned 10 June 2010)

PROVISION OF INFORMATION TO AUDITORS

The director at the time when this Director's report is approved has confirmed that:

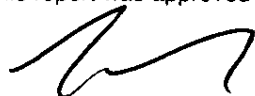
- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, French Duncan LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

This report was approved by the board on

and signed on its behalf.



21/10/11

Jamie McGarry
Director

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF GARELOCH SUPPORT SERVICES (PLANT) LIMITED

We have audited the financial statements of Gareloch Support Services (Plant) Limited for the year ended 31 March 2011, set out on pages 5 to 18. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTOR AND AUDITORS

As explained more fully in the Director's responsibilities statement, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the director; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Director's report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2011 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Director's report for the financial year for which the financial statements are prepared is consistent with the financial statements.

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF GARELOCH SUPPORT SERVICES
(PLANT) LIMITED**

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Antony J Sinclair (Senior statutory auditor)

for and on behalf of
French Duncan LLP

Chartered Accountants & Statutory Auditors

375 West George Street
Glasgow
G2 4LW

Date: 21/10/11

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2011**

		31 March 2011 £	18 months ended 31 March 2010 £
	Note		
TURNOVER	1,2	10,473,578	13,223,223
Cost of sales		(8,104,104)	(9,966,988)
GROSS PROFIT		<u>2,369,474</u>	<u>3,256,235</u>
Administrative expenses		(1,671,185)	(1,643,233)
Other operating income	4	<u>16,939</u>	<u>2,155</u>
OPERATING PROFIT	3	715,228	1,615,157
Interest receivable and similar income		137	1,014
Interest payable and similar charges	7	<u>(227,493)</u>	<u>(220,891)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		487,872	1,395,280
Tax on profit on ordinary activities	8	<u>(107,219)</u>	<u>(517,187)</u>
PROFIT FOR THE FINANCIAL YEAR	16	<u><u>380,653</u></u>	<u><u>878,093</u></u>

All amounts relate to continuing operations.

The notes on pages 8 to 18 form part of these financial statements.

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 MARCH 2011**

	31 March 2011 £	<i>18 months ended 31 March 2010 £</i>
PROFIT FOR THE FINANCIAL YEAR	380,653	878,093
Unrealised surplus on revaluation of tangible fixed assets	-	2,132,301
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	380,653	3,010,394

**NOTE OF HISTORICAL COST PROFITS AND LOSSES
FOR THE YEAR ENDED 31 MARCH 2011**

	31 March 2011 £	<i>18 months ended 31 March 2010 £</i>
REPORTED PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	487,872	1,395,280
Realisation of valuation gains of previous periods	165,005	45,817
HISTORICAL COST PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	652,877	1,441,097
HISTORICAL PROFIT FOR THE YEAR AFTER TAXATION	545,658	923,910

The notes on pages 8 to 18 form part of these financial statements.

GARELOCH SUPPORT SERVICES (PLANT) LIMITED
REGISTERED NUMBER: SC117613

BALANCE SHEET
AS AT 31 MARCH 2011

	Note	£	2011 £	£	2010 £
FIXED ASSETS					
Tangible assets	9		12,365,089		9,154,348
CURRENT ASSETS					
Stocks	10	425,850		425,850	
Debtors	11	2,893,155		3,302,457	
Cash at bank and in hand		737,980		454,693	
		<u>4,056,985</u>		<u>4,183,000</u>	
CREDITORS: amounts falling due within one year	12	<u>(2,983,612)</u>		<u>(2,556,570)</u>	
NET CURRENT ASSETS			<u>1,073,373</u>		<u>1,626,430</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>13,438,462</u>		<u>10,780,778</u>
CREDITORS: amounts falling due after more than one year	13		<u>(6,660,012)</u>		<u>(4,573,678)</u>
PROVISIONS FOR LIABILITIES					
Deferred tax	14		<u>(1,088,275)</u>		<u>(897,578)</u>
NET ASSETS			<u>5,690,175</u>		<u>5,309,522</u>
CAPITAL AND RESERVES					
Called up share capital	15		30,000		30,000
Revaluation reserve	16		2,578,202		2,743,207
Profit and loss account	16		3,081,973		2,536,315
SHAREHOLDERS' FUNDS	17		<u>5,690,175</u>		<u>5,309,522</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

21/10/11



Jamie McGarry
Director

The notes on pages 8 to 18 form part of these financial statements.

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2011

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of workboats and in accordance with applicable accounting standards.

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

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

Workboats	-	4% and 20% Straight Line
Plant & machinery	-	4% and 10% Straight Line
Motor vehicles	-	25% Straight Line
Fixtures & fittings	-	15% Straight Line

1.4 Revaluation of tangible fixed assets

Workboats are carried at current year value at the balance sheet date. A full valuation is obtained from a qualified valuer for each workboat every five years, with an interim valuation three years after the previous full valuation, and in any year where it is likely that there has been a material change in value. On an annual basis an amount equivalent to the depreciation on the revalued element of workboats is transferred from revaluation reserve to profit and loss reserve.

Revaluation gains and losses are recognised in the statement of total recognised gains and losses unless losses exceed the previously recognised gains or reflect a clear consumption of economic benefits, in which case the losses are recognised in the Profit and loss account.

1.5 Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. 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 a constant periodic rate of charge on the net obligation outstanding in each period.

1.6 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**

1. ACCOUNTING POLICIES (continued)

1.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

1.8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets in the financial statements.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

1.9 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

1.10 Government grants

Government grants relating to tangible fixed assets are treated as deferred income and released to the Profit and loss account over the expected useful lives of the assets concerned. Other grants are credited to the Profit and loss account as the related expenditure is incurred.

1.11 Pensions

The company has arranged individual pension policies on a money purchase basis for certain employees and make regular contributions. Contributions are charged to the profit and loss account in the year they are payable.

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**

1. ACCOUNTING POLICIES (continued)

1.12 Revenue recognition

Turnover represents revenue earned under a wide variety of contracts. Revenue is recognised as earned when, and to the extent that, the firm obtains the right to consideration in exchange for its performance under these contracts. It is measured at the fair value of the right to consideration, which represents amounts chargeable to clients, including expenses and disbursements but excluding value added tax.

Revenue is generally recognised as contract activity progresses so that for incomplete contracts it reflects the partial performance of the contractual obligations. For such contracts the amount of revenue reflects the accrual of the right to consideration by reference to the value of work performed. Revenue not billed to clients is included in debtors and payments on account in excess of the relevant amount of revenue are included in creditors. Revenue that is contingent on events outside the control of the firm is recognised when the contingent event occurs.

1.13 Cash Flow Statement

Under Financial Reporting Standard 1, the company is exempt from the requirement to prepare a cash flow statement on the basis that it is a wholly owned subsidiary of a company that prepares consolidated accounts that are publicly available.

2. TURNOVER

During the year to 31 March 2011 33.28% (2010 - 7.2%) of the company's turnover was to markets outside the United Kingdom.

3. OPERATING PROFIT

The operating profit is stated after charging:

	31 March 2011 £	<i>18 months ended 31 March 2010 £</i>
Depreciation of tangible fixed assets:		
- owned by the company	572,774	425,874
- held under finance leases and hire purchase contracts	5,491	-
Auditors' remuneration	7,500	7,200
Operating lease rentals:		
- plant and machinery	32,509	23,569
Difference on foreign exchange	72,423	228,350

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**

4. OTHER OPERATING INCOME

	31 March 2011 £	<i>18 months ended 31 March 2010 £</i>
Government grants receivable	14,228	563
Sundry income	2,711	1,592
	<u>16,939</u>	<u>2,155</u>

5. STAFF COSTS

Staff costs, including director's remuneration, were as follows:

	31 March 2011 £	<i>18 months ended 31 March 2010 £</i>
Wages and salaries	2,083,020	2,506,463
Social security costs	226,465	229,380
Other pension costs	16,385	23,535
	<u>2,325,870</u>	<u>2,759,378</u>

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

	31 March 2011 No.	<i>18 months ended 31 March 2010 No.</i>
Operational	48	40
Administration	7	8
	<u>55</u>	<u>48</u>

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**

6. DIRECTOR'S REMUNERATION

	31 March 2011 £	18 months ended 31 March 2010 £
Emoluments	<u>92,788</u>	<u>205,030</u>
Company pension contributions to defined contribution pension schemes	<u>8,435</u>	<u>11,494</u>

During the year retirement benefits were accruing to 1 director (2010 - 1) in respect of defined contribution pension schemes.

7. INTEREST PAYABLE

	31 March 2011 £	18 months ended 31 March 2010 £
On bank loans and overdrafts	226,506	220,891
On finance leases and hire purchase contracts	987	-
	<u>227,493</u>	<u>220,891</u>

8. TAXATION

	31 March 2011 £	18 months ended 31 March 2010 £
Analysis of tax (credit)/charge in the year/period		
Current tax (see note below)		
UK corporation tax charge on profit for the year/period	-	82,233
Adjustments in respect of prior periods	(83,478)	-
Total current tax	<u>(83,478)</u>	<u>82,233</u>
Deferred tax (see note 14)		
Origination and reversal of timing differences	190,697	434,954
Tax on profit on ordinary activities	<u>107,219</u>	<u>517,187</u>

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**

8. TAXATION (continued)

Factors affecting tax charge for the year/period

The tax assessed for the year/period is lower than (2010 - lower than) the standard rate of corporation tax in the UK of 28% (2010 - 28%). The differences are explained below:

	31 March 2011 £	<i>18 months ended 31 March 2010 £</i>
Profit on ordinary activities before tax	487,872	<i>1,395,280</i>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 28% (2010 - 28%)	136,604	<i>390,678</i>
Effects of:		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	50,976	<i>5,475</i>
Capital allowances for year/period in excess of depreciation	(288,353)	<i>(265,556)</i>
Adjustments to tax charge in respect of prior periods	(83,478)	<i>-</i>
Non-taxable income less expenses not deductible for tax purposes, other than goodwill and impairment	-	<i>(18,064)</i>
Non-taxable income	-	<i>(10,160)</i>
Tax credits	-	<i>(4,199)</i>
Utilisation of tax losses and other deductions	47,176	<i>(15,941)</i>
Unrelieved losses and other deductions arising in the period	53,597	<i>-</i>
Current tax (credit)/charge for the year/period (see note above)	(83,478)	<i>82,233</i>

Factors that may affect future tax charges

If the workboats were sold for their revalued amounts a potential tax liability of £439,561 would arise. In accordance with accounting standards, no provision has been made at the period end for this amount.

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**

9. TANGIBLE FIXED ASSETS

	Workboats £	Plant & machinery £	Motor vehicles £	Fixtures & fittings £	Total £
Cost or valuation					
At 1 April 2010	8,943,732	519,607	84,018	55,314	9,602,671
Additions	3,712,124	61,980	23,962	4,340	3,802,406
Disposals	-	(15,000)	-	-	(15,000)
At 31 March 2011	12,655,856	566,587	107,980	59,654	13,390,077
Depreciation					
At 1 April 2010	-	343,748	68,585	35,990	448,323
Charge for the year	540,472	21,533	10,385	5,875	578,265
On disposals	-	(1,600)	-	-	(1,600)
At 31 March 2011	540,472	363,681	78,970	41,865	1,024,988
Net book value					
At 31 March 2011	12,115,384	202,906	29,010	17,789	12,365,089
At 31 March 2010	8,943,732	175,859	15,433	19,324	9,154,348

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2011 £	2010 £
Motor vehicles	18,471	-

The workboats were valued on 30 April 2010 on an open market basis by DSB Offshore Limited and these values were included in last years accounts. DSB Offshore Limited are specialists in marine surveying and naval architecture. The Directors are not aware of any material change in the valuation of workboats.

If the workboats had not been included at valuation they would have been included under the historical cost convention as follows:

	2011 £	2010 £
Cost	10,950,541	7,238,418
Accumulated depreciation	(1,435,070)	(1,037,893)
Net book value	9,515,471	6,200,525

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**

10. STOCKS

	2011 £	2010 £
Finished goods and goods for resale	425,850	425,850

11. DEBTORS

	2011 £	2010 £
Trade debtors	1,381,385	1,732,699
Amounts owed by group undertakings	1,163,527	1,163,527
Other debtors	280,306	329,160
Prepayments and accrued income	67,937	77,071
	<u>2,893,155</u>	<u>3,302,457</u>

**12. CREDITORS:
Amounts falling due within one year**

	2011 £	2010 £
Bank loans and overdrafts	1,356,969	808,440
Net obligations under finance leases and hire purchase contracts	5,334	-
Trade creditors	980,509	1,213,358
Corporation tax	-	82,233
Social security and other taxes	251,409	139,589
Other creditors	31,899	28,406
Accruals and deferred income	357,492	284,544
	<u>2,983,612</u>	<u>2,556,570</u>

Included above is a bank overdraft of £584,830 (2010 - £201,253) which is secured by a bond and floating charge in favour of the bank and an inter-company guarantee. Bank loans are secured by mortgage charges over the workboats.

**13. CREDITORS:
Amounts falling due after more than one year**

	2011 £	2010 £
Bank loans	6,648,010	4,573,678
Net obligations under finance leases and hire purchase contracts	12,002	-
	<u>6,660,012</u>	<u>4,573,678</u>

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**

13. CREDITORS:
Amounts falling due after more than one year (continued)

Creditors include amounts not wholly repayable within 5 years as follows:

	2011 £	2010 £
Repayable by instalments	460,271	-
Repayable other than by instalments	2,945,621	3,150,000
	<u>3,405,892</u>	<u>3,150,000</u>

Each of the above loans are repayable over a defined period of time with a balloon payment on each of the loans in relation to the workboats. Interest is being charged at varying rates above Libor. The balloon payments fall due for payment between August 2015 and November 2017. Bank loans are secured by mortgage charges over the workboats.

Obligations under finance leases and hire purchase contracts, included above, are payable as follows:

	2011 £	2010 £
Between one and five years	<u>12,002</u>	<u>-</u>

14. DEFERRED TAXATION

	2011 £	2010 £
At beginning of year/period	897,578	462,624
Charge for year/period	190,697	434,954
	<u>1,088,275</u>	<u>897,578</u>

The provision for deferred taxation is made up as follows:

	2011 £	2010 £
Accelerated capital allowances	1,150,188	910,996
Tax losses carried forward	(61,913)	(13,418)
	<u>1,088,275</u>	<u>897,578</u>

15. SHARE CAPITAL

	2011 £	2010 £
Allotted, called up and fully paid		
30,000 Ordinary shares of £1 each	<u>30,000</u>	<u>30,000</u>

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**

16. RESERVES

	Revaluation reserve £	Profit and loss account £
At 1 April 2010	2,743,207	2,536,315
Profit for the year		380,653
Transfer between Revaluation reserve and P/L account	(165,005)	165,005
At 31 March 2011	<u>2,578,202</u>	<u>3,081,973</u>

17. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2011 £	2010 £
Opening shareholders' funds	5,309,522	2,449,128
Profit for the year/period	380,653	878,093
Dividends (Note 18)	-	(150,000)
Other recognised gains and losses during the year/period	-	2,132,301
Closing shareholders' funds	<u>5,690,175</u>	<u>5,309,522</u>

18. DIVIDENDS

	31 March 2011 £	18 months ended 31 March 2010 £
Dividends paid on equity capital	<u>-</u>	<u>150,000</u>

19. CONTINGENT LIABILITIES

There is in place a bond and floating charge in favour of the Royal Bank of Scotland in respect of any borrowings of the company and its parent company, SF 2004 Limited.

As disclosed in note 8, there is a potential tax liability if the revalued assets were to be sold.

20. CAPITAL COMMITMENTS

At 31 March 2011 the company had capital commitments as follows:

	2011 £	2010 £
Contracted for but not provided in these financial statements	<u>-</u>	<u>4,105,592</u>

GARELOCH SUPPORT SERVICES (PLANT) LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**

21. PENSION COMMITMENTS

The company has arranged individual pension policies on a money purchase basis for certain employees and make regular contributions. Contributions are charged to the profit and loss account in the year they are payable. There were no prepaid or accrued contributions as at 31 March 2011 or 2010. Contributions payable by the company for the year are £16,385 (2010 - £23,535).

22. OPERATING LEASE COMMITMENTS

At 31 March 2011 the company had annual commitments under non-cancellable operating leases as follows:

	2011 £	2010 £
Expiry date:		
Within 1 year	10,111	6,471
Between 2 and 5 years	12,182	22,294

23. RELATED PARTY TRANSACTIONS

During the period the company received goods amounting to £4,249 (2010 - £38,700) from Dickie & Moore Limited, a company in which Donald Ferguson and Colin Moore are directors. The amount owed to Dickie & Moore Limited at 31 March 2011 was £nil (2010 - £nil). These transactions were carried out on an arms length basis.

During the period the company received services amounting to £75,096 (2010 - £nil) from CDC Partnership, a company in which Donald Ferguson and Colin Moore are partners. The amount owed to CDC Partnership Limited at 31 March 2011 was £nil (2010 - £nil). These transactions were carried out on an arms length basis.

24. CONTROLLING PARTY

The issued share capital is wholly owned by its parent company SF 2004 Limited, a company registered in Scotland.