

Score Marine Limited
Annual report and financial statements
for the 52 weeks ended 30 September 2004

Registered Number SC229821



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for the 52 weeks ended 30 September 2004
Contents

Company details, directors and advisors for the period ended 30 September 2004	1
Directors' report for the period ended 30 September 2004	2
Independent auditors' report to the members of Score Marine Limited	4
Profit and loss account for the period ended 30 September 2004.....	5
Balance sheet as at 30 September 2004.....	6
Notes to the financial statements for the period ended 30 September 2004	7

Score Marine Limited

Company details, directors and advisors for the period ended 30 September 2004

Directors

Alan B Ritchie Chairman
Ian Davidson (appointed 1 January 2004)
Kevin McFarlane
Moray Melhuish

Secretary

Kevin McFarlane

Auditors

PricewaterhouseCoopers LLP
32 Albyn Place
ABERDEEN
AB10 1YL

Solicitors

McClure Naismith
292 St Vincent Street
GLASGOW
G2 5TQ

Registered Office

Glenugie Engineering Works
PETERHEAD
AB42 0YX
Telephone: 01779 480000

Registered Number

SC229821

Insurers

Central Insurance Services Limited
9 Albert Street
ABERDEEN
AB25 1XX

Bankers

Royal Bank of Scotland
PO Box 90
12 Golden Square
ABERDEEN
AB9 8DU

Score Marine Limited

Directors' report for the period ended 30 September 2004

The directors present their report and the audited financial statements of the company for the period ended 30 September 2004.

Principal activities

The profit and loss account for the year is set out on page 5.

The principal activities of the company are that of naval engineering and of supply of naval engineering materials and labour.

Review of business and future developments

The company commenced trading in March 2004. Both the level of business and the year end financial position were satisfactory, and the directors expect that there will be an increase in the level of activity in the foreseeable future.

Results and dividends

The company's profit for the period is £20,288 (2003 : £nil). The company paid no interim dividend during the period (2003 : £nil) and the retained profit for the period of £20,288 (2003 : £nil) will be taken to reserves.

Directors

The directors of the company at 30 September 2004 and up to the date of this report are listed on page 1. In accordance with the Articles of Association the directors are not required to retire by rotation.

Directors' interests in shares of the company

None of the directors of the company at 30 September 2004 hold an interest in the shares of the company. However all directors hold an interest in the ultimate parent company, Score Group plc.

	Ordinary shares of £1 each			
	30 September 2004		2 October 2003	
	Number	Amount £	Number	Amount £
Ian Davidson	3,692	3,692	-	-
Moray Melhuish	192	192	100	100

At date of appointment as director, Ian Davidson held 1920 ordinary £1 shares. The other directors are also directors of Score Group plc and their interests are disclosed in the financial statements of that company.

Score Marine Limited

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year that 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. The directors are required to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

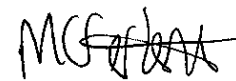
The directors confirm that suitable accounting policies have been used and applied consistently. They also confirm that reasonable and prudent judgements and estimates have been made in preparing the financial statements for the period ended 30 September 2004 and that applicable accounting standards have been followed.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and 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.

Auditors

PricewaterhouseCoopers LLP were appointed as auditors during the year and have indicated their willingness to continue in office. A resolution concerning their reappointment will be proposed at the annual general meeting.

By order of the Board

Secretary

Peterhead

5 November 2004

Score Marine Limited

Independent auditors' report to the members of Score Marine Limited

We have audited the financial statements on pages 5 to 13.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable United Kingdom law and accounting standards are set out in the statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom auditing standards issued by the Auditing Practices Board. This report, including the opinion, has been prepared for and only for the company's members as a body in accordance with section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion accept or assume responsibility for any other purpose or to any other person to whom this report is shown or in to whose hands it may come save where expressly agreed by our prior consent in writing.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions is not disclosed.

We read the other information contained in the annual report and financial statements and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. The other information comprises the management operational review statement and the directors' report.

Basis of audit opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 30 September 2004 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



PricewaterhouseCoopers LLP

Chartered Accountants and Registered Auditors

Aberdeen, 5 November 2004

Score Marine Limited

Profit and loss account for the period ended 30 September 2004

	Note	2004 £	2003 £
Turnover		104,261	-
Cost of sales		<u>(41,427)</u>	-
Gross profit		62,834	-
Net operating expenses	2	<u>(36,186)</u>	-
Operating profit	3	26,648	-
Interest payable and similar charges	5	<u>(33)</u>	-
Profit on ordinary activities before taxation		26,615	-
Tax on profit on ordinary activities	6	<u>(6,327)</u>	-
Profit for the financial period	13	<u>20,288</u>	-

The above results all relate to continuing operations.

There is no difference between the profit on ordinary activities before taxation and the retained profit for the financial period stated above and their historical cost equivalents.

The company has no recognised gains and losses other than those included in the results above and therefore no separate statement of total recognised gains and losses has been presented.

Score Marine Limited

Balance sheet as at 30 September 2004

	Note	2004 £	2004 £	2003 £	2003 £
Fixed assets					
Tangible assets	7		17,340		-
Current assets					
Debtors	8	41,577		-	
Cash at bank and in hand		807		100	
		42,384		100	
Creditors: amounts falling due within one year	9	(38,434)		-	
Net current assets			3,950		100
Total assets less current liabilities			21,290		100
Provisions for liabilities and charges	10		(902)		-
Net assets			20,388		100
Capital and reserves					
Called up share capital	11		100		100
Profit and loss account	12		20,288		-
Equity shareholder's funds	13		20,388		100

The financial statements on pages 5 to 13 were approved by the board of directors on 5 November 2004 and were signed on its behalf by:



Director

Score Marine Limited

Notes to the financial statements for the period ended 30 September 2004

1 Principal Accounting policies

The financial statements have been prepared in accordance with the Companies Act 1985 and applicable accounting standards in the United Kingdom. A summary of the most appropriate accounting policies, which have been applied consistently, is set out below.

Basis of accounting

The financial statements are prepared in accordance with the historical cost convention.

Tangible fixed assets

The cost of tangible fixed assets is their purchase cost, together with any other costs that are directly attributable to bringing the asset into working condition for its intended use.

Depreciation

Depreciation is calculated so as to write off the cost of tangible fixed assets, less their estimated residual values, on a straight-line basis over the expected useful economic lives of the assets concerned. The principal annual rates used for this purpose are:

Fixtures, fittings and office equipment	25 – 50%
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Cash flow statement

The company is a wholly owned subsidiary of Score Group plc and the cash flows of the company are included in the consolidated group cash flow statement of Score Group plc. Consequently the company is exempt under the terms of Financial Reporting Standard No. 1 from publishing a cash flow statement.

Warranty provision

Provision is made, based on an assessment of historical claims made, in respect of the estimated cost of settling claims that may arise on goods sold and services provided, that are still in the warranty period.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, 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 difference can be deducted. Deferred tax is measured on a non-discounted basis.

Score Marine Limited

Foreign currencies

Transactions in foreign currencies are translated into sterling at the rates of exchange ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currency at the balance sheet date are translated at the rates of exchange ruling at that date. These translation differences are dealt with in the profit and loss account.

Turnover

Turnover, which excludes value added tax and trade discounts, represents the invoiced value of goods and services supplied. All sales originate in the United Kingdom.

2 Net operating expenses

Net operating expenses are analysed as follows:	2004	2003
	£	£
Distribution costs	542	-
Administrative expenses	35,644	-
Net operating expenses	36,186	-

3 Operating profit

Operating profit is stated after charging:	2004	2003
	£	£
Depreciation of tangible fixed assets	2,960	-
Auditors' remuneration for:-		
Audit	1,700	-

4 Employee information and directors' emoluments

The company has no employees.

Two directors are remunerated by Score (Europe) Limited and an amount of £8,330 has been recharged in respect of their services to the company.

5 Interest payable and similar items

	2004	2003
	£	£
On amounts due to group undertakings (note 9)	33	-

Score Marine Limited

6 Taxation

	2004 £	2003 £
United Kingdom corporation tax at 30%		
Current	6,200	-
Deferred taxation		
- origination and reversal of timing differences	127	-
	6,327	-
	2004 £	2003 £
Reconciliation of tax charged to statutory rate		
Profit on ordinary activities before tax	26,615	-
Statutory tax rate	30%	30%
Expected tax charge	7,984	-
Actual current tax charge	6,200	-
Difference to reconcile	(1,784)	-
Permanent differences		
Expenses not deductible for tax purposes	80	-
Capital allowances in excess of depreciation	(127)	-
Tax at marginal rates	(1,737)	-
	(1,784)	-

Score Marine Limited

7 Tangible assets

	Fixtures, fittings and office equipment £
Cost	
At 3 October 2003	-
Additions	20,300
30 September 2004	20,300
Depreciation	
At 3 October 2003	-
Charge for the year	2,960
30 September 2004	2,960
Net book amount	
30 September 2004	17,340
2 October 2003	-

8 Debtors

Amounts falling due within one year:-	2004 £	2003 £
Trade debtors	23,500	-
Amounts owed by group undertakings	18,077	-
	41,577	-

Score Marine Limited

9 Creditors – Amounts falling due within one year

	2004 £	2003 £
Trade creditors	916	-
Accruals and deferred income	3,873	-
Amounts owed to group undertakings	22,363	-
Taxation and social security	8,082	-
Group relief payable	3,200	-
	38,434	-

Taxation and social security is made up as follows:

	2004 £	2003 £
United Kingdom corporation tax payable	3,000	-
VAT	5,082	-
	8,082	-

Interest is charged on outstanding intercompany balances greater than six months old at a rate of base rate plus 2.25%.

10 Provisions for liabilities and charges

	Deferred taxation £	Warranty provisions £	Total £
At 3 October 2003	-	-	-
Provided in the period	127	775	902
30 September 2004	127	775	902

The warranty provision is in respect of sales potentially subject to claims and it is expected that most of these costs will be incurred in the next financial year.

The deferred tax provision comprises accelerated capital allowances.

Score Marine Limited

11 Called up share capital

	2004 £	2003 £
Authorised		
50,000 ordinary shares of £1 each	50,000	50,000
Allotted, called up and fully paid		
100 ordinary shares of £1 each	100	100

12 Reserves

	Profit and loss account £
At 3 October 2003	-
Retained profit for the financial year	20,288
30 September 2004	20,288

13 Reconciliation of movements in shareholder's funds

	2004 £	2003 £
Profit for the financial period	20,288	-
Shares issued	-	100
Opening shareholder's funds	100	-
Closing shareholder's funds	20,388	100

14 Contingent liabilities and financial commitments

The assets of the company are secured by a bond and floating charge against the borrowings of the ultimate parent company.

Score Marine Limited

15 Related party transactions

As the company is a wholly owned subsidiary undertaking, it has taken advantage of the exemption in FRS 8: "Related Party Disclosures" not to disclose those transactions with other group companies that are eliminated on consolidation.

16 Immediate and ultimate parent company and controlling party

Score (Europe) Ltd, a company registered in Scotland, is the immediate parent company. Score Group plc, a company registered in Scotland, is the ultimate parent company. Copies of Score Group plc consolidated financial statements can be obtained from the company secretary at Glenugie Engineering Works, Peterhead, AB42 0YX. The directors regard Mr C B Ritchie as the ultimate controlling party by virtue of his controlling interest in the equity capital of Score Group plc.