

Company Registration No SC249331 (Scotland)

THE EUROPEAN MARINE ENERGY CENTRE LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2007



THE EUROPEAN MARINE ENERGY CENTRE LIMITED

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THE EUROPEAN MARINE ENERGY CENTRE LIMITED

INDEPENDENT AUDITORS' REPORT TO THE EUROPEAN MARINE ENERGY CENTRE LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

I have examined the abbreviated accounts set out on pages 2 to 4, together with the financial statements of The European Marine Energy Centre Limited for the year ended 30 June 2007 prepared under section 226 of the Companies Act 1985

This report is made solely to the company in accordance with Section 247B of the Companies Act 1985. My audit work has been undertaken so that I might state to the company those matters I am required to state to them in an auditor's report on abbreviated accounts and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company, for my audit work, for this report, or for the opinions I have formed.

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 my responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with those provisions and to report my opinion to you.

Basis of audit opinion

I conducted my work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin I have carried out the procedures I consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In my opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with those provisions.

A J B Scholes

Chartered Accountant
Registered Auditor



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Kirkwall
Orkney
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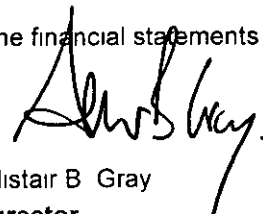
THE EUROPEAN MARINE ENERGY CENTRE LIMITED

ABBREVIATED BALANCE SHEET AS AT 30 JUNE 2007

	Notes	2007 £	£	2006 £	£
Fixed assets					
Intangible assets	2	215,872		157,392	
Tangible assets	2	157,139		145,541	
			373,011		302,933
Current assets					
Debtors		171,711		132,902	
Cash at bank and in hand		172,939		366,069	
		344,650		498,971	
Creditors amounts falling due within one year		(230,811)		(209,516)	
Net current assets			113,839		289,455
Total assets less current liabilities			486,850		592,388
Provisions for liabilities and charges					(14,480)
Accruals and deferred income			(349,684)		(284,565)
			137,166		293,343
Capital and reserves					
Other reserves		950,000		800,000	
Profit and loss account		(812,834)		(506,657)	
Reserves			137,166		293,343

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

The financial statements were approved by the Board on 20th November 2007


Alistair B. Gray
Director

THE EUROPEAN MARINE ENERGY CENTRE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2007

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts

1.4 Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred

1.5 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

Land and buildings Freehold	2% straight line basis
Plant and machinery	20% straight line basis
Computer equipment	33% straight line basis
Fixtures, fittings & equipment	20% straight line basis

1.6 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term

1.7 Pensions

The company contributes to personal pension plans for the benefit of some employees at a rate of 10% of salary. Contributions payable are charged to the profit and loss account in the year they are payable

1.8 Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance is £ nil (2005 £ nil)

1.9 Government grants

Grants towards capital are credited to deferred revenue and released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are credited to the profit and loss account as the related expenditure is incurred

THE EUROPEAN MARINE ENERGY CENTRE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2007

2 Fixed assets

	Intangible assets £	Tangible assets £	Total £
Cost			
At 1 July 2006	332,222	204,874	537,096
Additions	188,714	68,109	256,823
At 30 June 2007	520,936	272,983	793,919
Depreciation			
At 1 July 2006	174,830	59,333	234,163
Charge for the year	130,234	56,511	186,745
At 30 June 2007	305,064	115,844	420,908
Net book value			
At 30 June 2007	215,872	157,139	373,011
At 30 June 2006	157,392	145,541	302,933

3 Transactions with directors

JWG Consulting Limited, a company controlled by John W Griffiths, supplied services, additional to his directorship, to the value of £29,763 (2006 £41,215) to the company

Creditors at the balance sheet date include £3,865 (2006 £nil) due to JWG Consulting Limited

4 Ultimate parent company

The company is controlled by the directors