Company Registration No. SC249331 (Scotland)

THE EUROPEAN MARINE ENERGY CENTRE LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 30 JUNE 2008

SATURDAY
SPW4U60H
SCT
27/12/2008
COMPANIES HOUSE
1666

THE EUROPEAN MARINE ENERGY CENTRE LIMITED

CONTENTS

	Page
Independent auditors' report	1
Abbreviated balance sheet	2
Notes to the abbreviated accounts	3 - 4

THE EUROPEAN MARINE ENERGY CENTRE LIMITED

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

We 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 2008 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. Our work has been undertaken so that we might state to the company those matters we are 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, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we 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 our 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 our opinion to you.

Basis of audit opinion

We conducted our 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 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 accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our 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 Limited

Chartered Accountant
Registered Auditor

8 Albert Street
Kirkwall
Orkney
KW15 1HP

THE EUROPEAN MARINE ENERGY CENTRE LIMITED

ABBREVIATED BALANCE SHEET
AS AT 30 JUNE 2008

	Notes	2008 £	2008 £	2007 £	2007 £
Fixed assets					
Intangible assets	2		285,629		215,872
Tangible assets	2		172,736		157,139
			458,365		373,011
Current assets					
Debtors		239,527		171,711	
Cash at bank and in hand		201,357		172,939	
		440,884		344,650	
Creditors: amounts falling due within one year		(269,172)		(230,811)	
Net current assets			171,712		113,839
Total assets less current liabilities			630,077		486,850
Accruals and deferred income			(428,354)		(349,684)
			201,723		137,166
Capital and reserves					
Other reserves			1,400,000		950,000
Profit and loss account			(1,198,277)		(812,834)
Reserves			201,723		137,166

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 25/11/2008

.....
Alistair B Gray
Director

THE EUROPEAN MARINE ENERGY CENTRE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2008

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 (2007: £ 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.

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2008

1 Accounting policies **(continued)**

1.10 Change of accounting policy

Costs directly relating to the provision of services to individual developers, formerly classified as administrative expenses, have this year been re-classified as cost of sales to better reflect the substance of these transactions. The effects of this change in policy are an increase in cost of sales and a corresponding reduction in administrative expenses of £54,736 (2007: £20,761). There is no effect on the operating loss reported in either financial year.

The comparatives have been restated.

2 Fixed assets

	Intangible assets	Tangible assets	Total
	£	£	£
Cost			
At 1 July 2007	520,936	272,982	793,918
Additions	241,199	90,266	331,465
At 30 June 2008	762,135	363,248	1,125,383
Depreciation			
At 1 July 2007	305,064	115,844	420,908
Charge for the year	171,442	74,668	246,110
At 30 June 2008	476,506	190,512	667,018
Net book value			
At 30 June 2008	285,629	172,736	458,365
At 30 June 2007	215,872	157,139	373,011

3 Transactions with directors

JWG Consulting Limited, a company controlled by John W Griffiths, supplied services, additional to his directorship, to the value of £27,395 (2007: £29,763) to the company.

Creditors at the balance sheet date include £1,917 (2007: £3,865) due to JWG Consulting Limited.