FLTC Services Limited

Directors' report and financial statements
Registered number SC348751
For the year ended 31 December 2011



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Directors' report

The directors present their report and audited financial statements for the period from 1 January 2011 to 31 December 2011. The financial statements have been prepared on the basis of the accounting policies set out in note 1 to the financial statements and comply with the FLTC Services Limited ("FLTCS") Memorandum and Articles of Association and applicable laws.

Results and dividends

FLTCS reported a profit of nil at 31 December 2011. No dividends were paid or are payable.

Business review and future developments

FLTCS is a wholly owned subsidiary of U.K. Fisheries Offshore Oil and Gas Legacy Trust Fund Limited and carries on trading activities. In the period of these financial statements FLTCS supported the Kingfisher Information Services UK Continental Shelf (KIS-UKCS) Programme. The Programme provides fishermen with detailed information about oil and gas related surface and sub sea hazards in waters above the UK Continental Shelf. FLTCS contributed significant funding for the KIS-UKCS Programme which was delivered through the Sea Fish Industry Authority. FLTCS also provided management services to support delivery and development of the Programme. The KIS-UKCS Programme came to an end in December 2011. In November 2011 FLTCS secured a grant of up to £413,250 from the European Fisheries Fund and the Scottish Ministers to support the FishSAFE Information Project (FSIP). The FSIP is a project which will increase the scope of the KIS-UKCS Programme. In 2012 the directors will work with stakeholders to extend the areas covered by the FSIP to enhance processes to capture and disseminate information provided to fishermen through the FSIP and to develop a proposal to capture and disseminate data relating to oil and gas structures in the waters of other northern European countries and Norway.

FLTCS continued to supply fishermen with new FishSAFE units. A FishSAFE Unit provides an audible and visual warning of oil and gas related surface and sub sea hazards in UK waters.

FLTCS also finance and promote the Fish SAFE web site www.fishsafe.eu. This innovative multi lingual site provides detailed information about oil and gas related assets in UK waters. During the year use of the site increased significantly.

Directors

The directors who served during the period are as follows:

IC McCombie
WD Hill (appointed 10/01/11)
JN Scott
J C Skipper
A West

Disclosure of information to auditor

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware; and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Auditors

Pursuant to section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By order of the board

PF Dymond
Company Secretary

24 Rubislaw Terrace
Aberdeen
AB10 1XE

12 June 2012

Company registered number: SC348751

Statement of Directors' responsibilities in respect of the Directors' Report and the financial statements

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have are required to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the excess of income over expenditure for that period. In preparing these 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue its activities.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the charitable company and to prevent and detect fraud and other irregularities.

KPMG LLP
37 Albyn Place
Aberdeen
AB10 1JB
United Kingdom

Independent auditor's report to the members of FLTC Services Limited

We have audited the financial statements of FLTC Services Limited for the year ended 31 December 2011 set out on pages 4 to 9. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK 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 auditor's 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 directors and auditor

As explained more fully in the Statement of Directors' Responsibilities set out on page 2, the directors are 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 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 (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

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 December 2011 and of its loss for the year then ended;
- have been properly prepared in accordance with UK 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

DJ Watt (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants

15 June 2012

Profit and loss account

for the year ended 31 December 2011

	Note	**2011** £	2010 £
Turnover		**207,745**	568,532
Cost of sales		**(190,095)**	(529,647)
Gross profit		**17,650**	38,885
Administrative expenses		**(17,650)**	(38,885)
Result from ordinary activities before taxation		**-**	-
Tax on result on ordinary activities	*5*	**-**	-
Result for the financial year		**-**	-

All items dealt with in arriving at the above results relate to continuing operations.

There were no recognised gains or losses in the year other than the above result for the financial year.

Company registered number: SC348751

Balance sheet
at 31 December 2011

	Note	2011 £	£	2010 £	£
Current assets					
Stock	6	**93,062**		135,161	
Debtors	7	**9,826**		10,867	
Cash at bank and in hand		**67,882**		93,105	
		170,770		239,133	
Creditors: amounts falling due within one year	8	**(170,670)**		(239,033)	
Net current assets			**100**		100
Net assets			**100**		100
Capital and reserves					
Called up share capital	9		**100**		100
Profit and loss account	10		**-**		-
Shareholders' funds	11		**100**		100

These financial statements were approved by the board of directors on 12 June 2012 and were signed on its behalf by:

X

Iain McCombie
Director

Company registered number: SC348751

Notes

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's financial statements.

Basis of preparation

The financial statements have been prepared under the historical cost accounting rules and in accordance with applicable accounting standards.

The Company does not employ any staff and does not have any financial liabilities or commitments that are not covered by current assets at 31 December 2011. The nature of the company's activities are such that it has no ongoing costs. Expenditure, in respect of staff time or costs of sales, is only incurred when the Company has an agreement with a third party to provide services. The costs of providing these services is and will continue to be factored into an agreement with a third party so that income generated will match, or exceed, costs incurred. Accordingly, the Directors continue to adopt the going concern basis in preparing the financial statements.

Under Financial Reporting Standard 1, the Company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the Company in its own published consolidated financial statements.

As the Company is a wholly owned subsidiary of U.K. Fisheries Offshore Oil and Gas Legacy Trust Fund Limited, the Company has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed transactions or balances with entities which form part of the group. The consolidated financial statements of U.K. Fisheries Offshore Oil and Gas Legacy Trust Fund Limited, within which this company is included, can be obtained from the address given in note 13.

Turnover

Turnover is recognised in the year to which it relates and includes government grants and subsidies receivable.

Cost of sales

Cost of sales represent the cost of finished goods purchased for resale and associated expenditure. Costs of sales are recognised in line with turnover.

Administrative expenses

Administrative expenses include the costs of the running the Company, together with non-revenue generating expenditure on development programmes.

Stocks

Stocks, comprising goods held for resale, are stated at the lower of cost and net realisable value.

Taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the profit and loss account, except to the extent that it relates to items recognised directly in reserves. In this case, the tax is also recognised in reserves.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the balance sheet date in the countries where the Company operates and generates taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Notes *(continued)*

Deferred tax

In accordance with FRS 19 *Deferred tax*, full provision is made for tax assets and liabilities arising from timing differences between recognition of gains and losses in the financial statements and their recognition in the tax computation.

Deferred tax is measured at the average tax rates that are expected to apply in the years in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non discounted basis.

Value Added Tax

Irrecoverable VAT is charged to the relevant expenditure category. Where output tax is charged or input VAT is recoverable, the amounts are stated net of VAT.

2 Result on ordinary activities before taxation

	2011 £000	2010 £000
Result on ordinary activities before taxation is stated after charging:		
Auditors' remuneration:		
Audit of these financial statements	**2,750**	3,000
Amounts receivable by the auditors and their associates in respect of:		
Other services relating to taxation	**2,350**	1,500

3 Personnel costs

The Company does not employ any members of staff for its operations. Administration expenses include amounts recharged by The Scottish Fishermen's Federation ("SFF"), in respect of the provision of financial and administration services to the Company and the parent company.

4 Directors' remuneration

Niall Scott, highest paid director, received £33,452 *(2010: £16,680)* for his management position. This is included in administration expenses. No other directors received any remuneration in respect of their role as a director.

Directors were reimbursed for travel costs incurred during the year. This amounted to £1,300 *(2010: £2,885)* in respect of Niall Scott.

5 Tax on result on ordinary activities

	2011 £000	2010 £000
Current tax		
Result on ordinary activities	-	-
UK corporation tax at 21%	-	-

There is no difference between the tax charge for the year and the applicable standard UK corporation tax rate.

Notes *(continued)*

6 Stock and work in progress

	2011 £	2010 £
Finished goods	93,062	135,161

7 Debtors

	2011 £	2010 £
Trade debtors	5,910	3,655
VAT receivable	3,916	2,363
Accrued income	-	4,849
	9,826	10,867

8 Creditors: amounts falling due within one year

	2011 £	2010 £
Trade creditors	42,854	46,224
Amounts due to parent company	29,892	51,776
VAT payable	-	-
Accruals and deferred income	97,924	141,033
	170,670	239,033

9 Called up share capital

	2011 £	2010 £
Authorised		
100 ordinary shares of £1 each	100	100
Allotted, called up and fully paid		
100 ordinary shares of £1 each	100	100

10 Profit and loss account

	2011 £	2010 £
Balance at beginning of year	100	-
Result for the financial year	-	-
Balance at end of year	100	-

Notes *(continued)*

11 Reconciliation of movement in shareholders' funds

	2011 £	2010 £
Share capital on incorporation	100	100
Result for the financial year	-	-
Closing shareholders' funds	100	100

12 Ultimate parent company

The company is a trading subsidiary of U.K. Fisheries Offshore Oil and Gas Legacy Trust Fund Limited a charitable company registered in Scotland. Group financial statements are available from 24 Rubislaw Terrace, Aberdeen, AB10 1XE.