

Company No 1478179

**VISTGATE LIMITED**  
**REPORT AND FINANCIAL STATEMENTS**  
**1 DECEMBER 2003 TO 30 NOVEMBER 2004**



**PHILLIPS FRITH**  
**CHARTERED ACCOUNTANTS**  
**REGISTERED AUDITORS**  
**9 TREGARNE TERRACE**  
**ST AUSTELL**  
**CORNWALL**

**VISTGATE LIMITED**

**CHAIRMAN**

J A Lakeman Esq

**DIRECTORS**

J A Lakeman Esq

E J Lakeman Esq

**COMPANY SECRETARY**

E J Lakeman Esq

**VISTGATE LIMITED**

**REPORT AND FINANCIAL STATEMENTS**

**FOR THE PERIOD 1 DECEMBER 2003 TO 30 NOVEMBER 2004**

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**VISTGATE LIMITED**

**DIRECTORS' REPORT**

**FOR THE PERIOD 1 DECEMBER 2003 TO 30 NOVEMBER 2004**

The directors have pleasure in presenting their report and the financial statements for the year ended 30 November 2004.

**ACTIVITIES**

The principal activity of the company continues to be the wholesaling of fish.

**REVIEW OF BUSINESS**

The business continues to trade well. The results for the year ahead will reflect the considerable investment in plant and machinery.

**DIRECTORS AND THEIR INTERESTS**

The directors of the company during the period and their interests in the share capital of the company were as follows:

	<b><u>Ordinary shares of £1 each</u></b>	
	<b><u>30 November 2004</u></b>	<b><u>1 December 2003</u></b>
J A Lakeman Esq	60	60
E J Lakeman Esq	40	40

**AUDITORS**

In accordance with section 385 of the Companies Act 1985 (as inserted by Section 119 of the Companies Act 1989), a resolution proposing the reappointment of Phillips Frith as auditors to the company will be put to the annual general meeting.

**By Order of the Board**

E. J. Lakeman Esq

**Secretary**

## **VISTGATE LIMITED**

### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the Company's state of affairs at the end of the year and of its profit or loss for that period. In preparing those 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to 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 or other irregularities.

## **INDEPENDENT AUDITORS' REPORT**

### **TO THE SHAREHOLDERS OF VISTGATE LIMITED**

We have audited the financial statements of Vistgate Limited for the year ended 30 November 2004 set out on pages 4 to 15. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 opinion we have formed.

#### **Respective responsibilities of directors and auditors**

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

#### **Basis of audit opinion**

We conducted our audit in accordance with United Kingdom 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 judgments 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 as at 30 November 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**9 Tregarne Terrace  
ST AUSTELL**

  
**PHILLIPS FRITH**  
**CHARTERED ACCOUNTANTS AND REGISTERED AUDITORS**

Date: 22nd March 2005

**VISTGATE LIMITED****PROFIT AND LOSS ACCOUNT****FOR THE PERIOD 1 DECEMBER 2003 TO 30 NOVEMBER 2004**

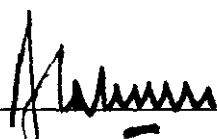
	<u>Notes</u>	<u>2004</u> <u>£</u>	<u>2003</u> <u>£</u>
<b>TURNOVER</b>	2	5,819,759	5,795,489
<b>OTHER OPERATING INCOME</b>		<u>48,959</u>	<u>36,918</u>
		<u>5,868,718</u>	<u>5,832,407</u>
Raw materials and consumables		(4,462,974)	(4,469,586)
Staff costs	3	(463,270)	(458,167)
Depreciation and other amounts written off tangible fixed assets		(118,947)	(37,262)
Other operating charges		<u>(607,022)</u>	<u>(585,115)</u>
		<u>(5,652,213)</u>	<u>(5,550,130)</u>
<b>OPERATING PROFIT</b>	4	216,505	282,277
Interest receivable		1,888	3,588
Interest payable and similar charges		<u>(6,529)</u>	<u>(3,165)</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		211,864	282,700
Tax on profit on ordinary activities	5	<u>(62,909)</u>	<u>(80,909)</u>
<b>RETAINED PROFIT FOR THE YEAR</b>		<u><u>148,955</u></u>	<u><u>201,791</u></u>

The profit and loss account contains all the gains and losses recognised in the year and in the previous year and the retained profit for the year represents the only movement in shareholders' funds.

The notes on pages 7 to 15 form part of these financial statements.

**VISTGATE LIMITED****BALANCE SHEET****30 NOVEMBER 2004**

		<u>2004</u>		<u>2003</u>	
	<u>Notes</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<b>FIXED ASSETS</b>					
Intangible assets	7		22,000		-
Tangible assets	8		1,147,955		750,594
Investments - Shares	9		3,200		3,200
- Properties	10		169,277		169,277
<b>CURRENT ASSETS</b>					
Stocks	11	13,313		11,236	
Debtors	12	853,728		635,387	
Cash at bank and in hand		<u>1,672</u>		<u>251,170</u>	
		868,713		897,793	
<b>CREDITORS</b> - amounts falling due within one year					
	13	<u>(664,150)</u>		<u>(550,409)</u>	
<b>NET CURRENT ASSETS</b>			<u>204,563</u>		<u>347,384</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			1,546,995		1,270,455
<b>CREDITORS</b> - amounts falling due after more than one year					
	14		(99,746)		-
<b>PROVISION FOR LIABILITIES AND CHARGES</b>			<u>(67,095)</u>		<u>(39,256)</u>
<b>NET ASSETS</b>			<u>1,380,154</u>		<u>1,231,199</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	16		100		100
Profit and loss account			<u>1,380,054</u>		<u>1,231,099</u>
<b>SHAREHOLDERS' FUNDS</b>			1,380,154		1,231,199

Approved by the board on 22nd March 2005 and signed on its behalf by:

Director

The notes on pages 7 to 15 form part of these financial statements.



**VISTGATE LIMITED****CASH FLOW STATEMENT****FOR THE YEAR 1 DECEMBER 2003 TO 30 NOVEMBER 2004**

		<u>2004</u>		<u>2003</u>	
	<u>Notes</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<b>Operating Activities</b>					
Net cash (outflow)/inflow from operating activities	19		(27,000)		404,405
<b>Return on investments and servicing of finance</b>					
Interest paid		(6,529)		(3,165)	
Interest received		<u>1,888</u>		<u>3,588</u>	
<b>Net cash (outflow)/inflow from return on investments and servicing of finance</b>			(4,641)		423
<b>Taxation</b>					
Corporation tax paid			(64,242)		(92,527)
<b>Capital expenditure and financial investments</b>					
Payments to acquire:					
Intangible fixed assets		(22,000)		-	
Tangible fixed assets		(520,276)		(203,513)	
Investment assets		-		(128,765)	
Receipts from sales of:					
Tangible fixed assets		<u>1</u>		<u>-</u>	
<b>Net cash outflow from capital expenditure</b>			<u>(542,275)</u>		<u>(332,278)</u>
<b>Net cash (outflow) before financing</b>			(638,158)		(19,977)
Increase in hire purchase		147,746		-	
Increase in directors' loans		<u>138,695</u>		<u>21,285</u>	
<b>Net cash inflow from financing</b>			<u>286,441</u>		<u>21,285</u>
<b>(Decrease)/increase in cash in the period</b>	20		<u>(351,717)</u>		<u>1,308</u>
<b>Reconciliation of net cash flow to movement in net debt</b>					
	20				
(Decrease)/increase in cash		(351,717)		1,308	
Cash (outflow) on directors' loans		<u>(138,695)</u>		<u>(21,285)</u>	
<b>Movement in net debt in the period</b>			(490,412)		(19,977)
<b>Net debt at 30 November 2003</b>			<u>169,767</u>		<u>189,744</u>
<b>Net debt at 30 November 2004</b>			<u>(320,645)</u>		<u>169,767</u>

# **VISTGATE LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **FOR THE PERIOD 1 DECEMBER 2003 TO 30 NOVEMBER 2004**

#### **1 ACCOUNTING POLICIES**

##### **a) BASIS OF ACCOUNTING**

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

##### **b) INTANGIBLE FIXED ASSETS**

The fishing licence is included in the accounts at historical cost. The licence has no term and has an unlimited useful economic life to the company. An amortisation charge is not therefore appropriate.

##### **c) DEPRECIATION OF TANGIBLE FIXED ASSETS**

Depreciation is provided on all tangible fixed assets in use, at rates and bases calculated to write off the cost (net of grants received) less estimated residual value, of each asset over its expected useful life, as follows:-

Freehold property (excluding land and

Investment properties)	- 2% per annum using the straight line method
Property improvements	-10% per annum using the reducing balance method
Mobile shop	-15% per annum using the reducing balance method
Fish boxes	-25% per annum using the straight line method
Plant & machinery	-15% per annum using the reducing balance method
Fixtures & fittings	-15% per annum using the reducing balance method
Office equipment	-15% per annum using the reducing balance method
Motor vehicles	-25% per annum using the reducing balance method

##### **d) DEFERRED TAXATION**

Deferred taxation arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the company's accounts. Deferred tax is provided in full on timing differences which results in an obligation to pay more (or less) tax at a future date, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws.

##### **e) STOCK**

Stock is valued at the lower of cost and net realisable value.

##### **f) PENSION COSTS**

Contributions in respect of the company's defined contribution pension scheme are charged to the profit and loss account for the year in which they are payable to the scheme.

Differences between contributions payable and contributions actually paid in the year are shown as either accruals or prepayments at the year end.

**VISTGATE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

**FOR THE PERIOD 1 DECEMBER 2003 TO 30 NOVEMBER 2004**

**g) LEASES AND HIRE PURCHASE CONTRACTS**

Where assets are acquired by leasing arrangements, and hire purchase contracts which are of a financing nature, which give rights approximating to ownership the amount representing the outright purchase price of such assets is included in tangible fixed assets. Depreciation is provided at rates designed to write off this cost in equal amounts over the shorter of the estimated useful lives of the assets or the period of the leases. Assets acquired on hire purchase contracts which are of a financing nature are written off over the estimated useful lives.

The capital element of future payments is treated as a liability and the interest element is charged to the profit and loss account over the period of the leases in proportion to the balances outstanding.

Expenditure on leases and hire purchase contracts other than those defined above are charged to the profit and loss account in the period to which they relate.

**h) FOREIGN CURRENCIES**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange prevailing on the transaction date. Exchange differences are taken into account in arriving at the operating result.

**VISTGATE LIMITED****NOTES TO THE FINANCIAL STATEMENTS (continued)****FOR THE PERIOD 1 DECEMBER 2003 TO 30 NOVEMBER 2004****2 TURNOVER**

Turnover represents the net amount invoiced to customers less trade discounts, excluding value added tax and sales of fixed assets. The analysis of turnover is as follows:-

	<b><u>2004</u></b> <b><u>£</u></b>	<b><u>2003</u></b> <b><u>£</u></b>
Wholesale sales - UK	2,677,233	2,647,557
- EC Countries	2,514,010	2,353,611
- Other European Countries	628,516	794,321
	<u>5,819,759</u>	<u>5,795,489</u>

**3 STAFF COSTS (including directors)**

	<b><u>2004</u></b> <b><u>£</u></b>	<b><u>2003</u></b> <b><u>£</u></b>
Wages and salaries	417,563	412,189
Social Security costs	39,453	39,443
Other pension costs	6,254	6,535
	<u>463,270</u>	<u>458,167</u>

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

	<b><u>No.</u></b>	<b><u>No.</u></b>
Productive	21	20
Administration	6	6
	<u>27</u>	<u>26</u>

**4 OPERATING PROFIT**

	<b><u>2004</u></b> <b><u>£</u></b>	<b><u>2003</u></b> <b><u>£</u></b>
This is stated after charging:		
Depreciation on tangible fixed assets	118,947	37,262
Directors' remuneration	40,000	40,000
Auditors' remuneration	2,450	2,450
	<u></u>	<u></u>

**5 TAX ON PROFIT ON ORDINARY ACTIVITIES**

	<b><u>2004</u></b> <b><u>£</u></b>	<b><u>2003</u></b> <b><u>£</u></b>
Based on the profit for the year:		
Corporation Tax at 30% (2003 - 30%)	35,070	64,242
Deferred taxation at 30% (2003 - 30%)	27,839	16,667
	<u>62,909</u>	<u>80,909</u>

**VISTGATE LIMITED****NOTES TO THE FINANCIAL STATEMENTS (continued)****FOR THE PERIOD 1 DECEMBER 2003 TO 30 NOVEMBER 2004****6 FACTORS AFFECTING THE TAX CHARGE FOR THE PERIOD**

The tax assessed for the period is higher than the standard rate of corporation tax in the UK (30%). The differences are explained below:-

	<b><u>2004</u></b> <b>£</b>	<b><u>2003</u></b> <b>£</b>
Profit on ordinary activities before tax	<u>211,864</u>	<u>282,700</u>
Profit on ordinary activities multiplied by standard rate of Corporation tax in the UK of 30% (2003: 30%).	63,559	84,810
Effects of:		
Expenses not deductible for tax purposes	11,013	3,598
Income not chargeable to tax	(42)	(30)
Capital allowances for period in excess of depreciation	(23,529)	(10,645)
Marginal rate relief	<u>(15,931)</u>	<u>(13,491)</u>
Current tax charge for period (note 5)	<u>35,070</u>	<u>64,242</u>

**7 INTANGIBLE FIXED ASSETS**

	<b><u>Fishing</u></b> <b><u>Licence</u></b> <b>£</b>
<b>Cost:</b>	
Addition and at 30 November 2004	<u>22,000</u>
<b>Amortisation:</b>	
Charge for year and at 30 November 2004	<u>-</u>
<b>Net book value:</b>	
30 November 2004	<u>22,000</u>

**VISTGATE LIMITED****NOTES TO THE FINANCIAL STATEMENTS (continued)****FOR THE PERIOD 1 DECEMBER 2003 TO 30 NOVEMBER 2004****8 TANGIBLE FIXED ASSETS**

	<u>Freehold land &amp; property</u>	<u>Property improve- ments</u>	<u>Fishing boat</u>	<u>Fish boxes</u>	<u>Plant &amp; machinery</u>	<u>Fixtures, fittings &amp; office equipment</u>	<u>Motor vehicles</u>	<u>Total</u>
	£	£	£	£	£	£	£	£
<b>Cost:</b>								
01.12.2003	424,087	53,015	-	25,734	405,383	35,618	58,655	1,002,492
Additions	-	3,944	163,778	6,800	302,936	5,586	37,232	520,276
Disposals	-	-	-	-	-	(9,442)	(24,055)	(33,497)
30.11.2004	424,087	56,959	163,778	32,534	708,319	31,762	71,832	1,489,271
<b>Depreciation:</b>								
01.12.2003	11,486	10,529	-	22,514	144,087	19,022	44,260	251,898
Provision for year	5,545	4,643	10,000	2,681	84,461	2,947	8,670	118,947
Disposals	-	-	-	-	-	(6,910)	(22,619)	(29,529)
30.11.2004	17,031	15,172	10,000	25,195	228,548	15,059	30,311	341,316
<b>Net book values:</b>								
30.11.2004	407,056	41,787	153,778	7,339	479,771	16,703	41,521	1,147,955
01.12.2003	412,601	42,486	-	3,220	261,296	16,596	14,395	750,594

The net book value of plant and machinery includes £180,000 in respect of assets held under a lease purchase contract. The depreciation charge in respect of such assets amounted to £27,000 for the year.

**9 INVESTMENTS**

	<u>2004</u>	<u>2003</u>
	£	£
Unlisted shares at cost	3,200	3,200

**10 INVESTMENT PROPERTIES**

	<u>Land and Buildings</u>	<u>2003</u>
	<u>2004</u>	£
	£	
	169,277	169,277

Investment properties are included in the accounts at a valuation provided by the directors.

**VISTGATE LIMITED****NOTES TO THE FINANCIAL STATEMENTS (continued)****FOR THE PERIOD 1 DECEMBER 2003 TO 30 NOVEMBER 2004**

<b>11 STOCK</b>	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>
Fish	11,550	8,422
Diesel	1,763	2,814
	<u>13,313</u>	<u>11,236</u>

<b>12 DEBTORS</b>	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>
Trade debtors	830,530	547,029
Other debtors	23,198	88,358
	<u>853,728</u>	<u>635,387</u>

**13 CREDITORS – AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>
Bank overdraft	102,219	-
Trade creditors	189,408	301,887
Obligations under finance leases	48,000	-
Directors' current accounts	220,098	81,403
Corporation tax	35,070	64,242
Other taxes and social security	13,069	9,500
Other creditors and accruals	56,286	93,377
	<u>664,150</u>	<u>550,409</u>

Included in trade creditors is an amount of £Nil (2003: £100,000) representing trade debtors outstanding under a factoring agreement at the balance sheet date. Securities given are a mortgage over the company's freehold property, a fixed charge over book debt and a floating charge over all other assets.

**14 CREDITORS – AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>
Obligations under finance leases and hire purchase contracts	<u>99,746</u>	<u>-</u>
<b>Debt due after more than one year:</b>		
repayable between one and five years	99,746	-
repayable in five years or more	-	-
	<u>99,746</u>	<u>-</u>

**VISTGATE LIMITED****NOTES TO THE FINANCIAL STATEMENTS (continued)****FOR THE PERIOD 1 DECEMBER 2003 TO 30 NOVEMBER 2004****15 PROVISION FOR LIABILITIES AND CHARGES**

Deferred taxation provided in the financial statements, and the total potential liability including the amounts for which provision has been made, is as follows:-

	<b><u>Full potential liability</u></b>		<b><u>Provided in Financial Statements</u></b>	
	<b><u>2004</u></b>	<b><u>2003</u></b>	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>	<b><u>£</u></b>	<b><u>£</u></b>
Accelerated capital allowances	<u>67,095</u>	<u>39,256</u>	<u>67,095</u>	<u>39,256</u>
			<b><u>£</u></b>	
Balance at 1 December 2003			39,256	
Transfer from profit and loss account			<u>27,839</u>	
Balance at 30 November 2004			<u>67,095</u>	

**16 SHARE CAPITAL**

	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>
Authorised:		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid:		
Ordinary shares of £1 each	<u>100</u>	<u>100</u>

**17 SHAREHOLDERS FUNDS**

	<b><u>Share Capital</u></b>	<b><u>Profit &amp; Loss Account</u></b>	<b><u>Total</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>	<b><u>£</u></b>
At 30 November 2002	100	1,029,308	1,029,408
Profit retained	<u>-</u>	<u>201,791</u>	<u>201,791</u>
At 30 November 2003	100	1,231,099	1,231,199
Profit retained	<u>-</u>	<u>148,955</u>	<u>148,955</u>
At 30 November 2004	<u>100</u>	<u>1,380,054</u>	<u>1,380,154</u>



**VISTGATE LIMITED****NOTES TO THE FINANCIAL STATEMENTS (continued)****FOR THE PERIOD 1 DECEMBER 2003 TO 30 NOVEMBER 2004****18 RELATED PARTIES****Control**

Throughout the period the Company was controlled by the Directors who are all members of the same family. The interests of the directors in the share capital of the company are set out in the Directors' Report.

<b>Transactions</b>	<b><u>2004</u></b> <b>£</b>	<b><u>2003</u></b> <b>£</b>
Atlantic Aggregates Ltd, a company of which E J Lakeman Esq and J A Lakeman Esq are directors and J A Lakeman is the 51% owner of the issued ordinary £1 shares.		
Sales to Atlantic Aggregates Ltd on normal commercial terms	<u>37,422</u>	<u>42,233</u>
Balance owed by Atlantic Aggregates Ltd at 30 November 2004	<u>1,601</u>	<u>2,938</u>
Transactions in which the directors had a material interest were: Stone Haul Ltd, a company controlled by E J Lakeman:		
	<b><u>2004</u></b> <b>£</b>	<b><u>2003</u></b> <b>£</b>
Sales to Stone Haul Ltd on normal commercial terms	<u>158,625</u>	<u>110,280</u>
Balance owed by Stone Haul Ltd at 30 November 2004	<u>18,216</u>	<u>25,733</u>

**19 RECONCILIATION OF OPERATING PROFIT TO NET CASH (OUTFLOW)/  
INFLOW FROM OPERATING ACTIVITIES**

	<b><u>2004</u></b> <b>£</b>	<b><u>2003</u></b> <b>£</b>
Operating profit	211,864	282,700
Depreciation charges and other amounts written off fixed assets	118,947	37,262
Interest payable	6,529	3,165
Interest receivable	(1,888)	(3,588)
Adjustment on disposal of tangible fixed assets	3,967	-
Increase in stock	(2,077)	(3,947)
(Increase) in debtors	(218,341)	(5,944)
(Decrease)/increase in trade creditors	(112,479)	105,411
Increase in other taxes and Social Security	3,569	216
(Decrease) in other creditors and accruals	<u>(37,091)</u>	<u>(10,870)</u>
Net cash (outflow)/inflow from operating activities	<u>(27,000)</u>	<u>404,405</u>

**VISTGATE LIMITED****NOTES TO THE FINANCIAL STATEMENTS (continued)****FOR THE PERIOD 1 DECEMBER 2003 TO 30 NOVEMBER 2004****20 ANALYSIS OF NET DEBT**

	<b><u>2003</u></b>	<b><u>Cash Flow</u></b>	<b><u>2004</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>	<b><u>£</u></b>
Bank overdraft	-	(102,219)	(102,219)
Cash at bank in hand	251,170	(249,498)	1,672
Directors' current accounts	(81,403)	(138,695)	(220,098)
	<u>169,767</u>	<u>(490,412)</u>	<u>(320,645)</u>

**21 CAPITAL COMMITMENTS**

	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>
<b>Authorised and contracted for:</b>		
Purchase of plant and machinery	-	208,479
Property improvements	40,000	304,300
Fishing boat	<u>33,220</u>	<u>-</u>
	<u>73,220</u>	<u>512,779</u>