

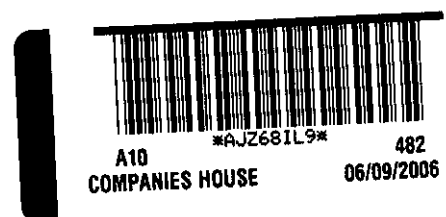
2011

**MERSON LIMITED**  
**REPORT AND ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

Company Number: 2654063

**H RAINSBURY & CO**

Chartered Accountants  
15 Duncan Terrace  
London N1 8BZ



**MERSON LIMITED**  
**REPORT OF THE DIRECTORS FOR THE**  
**YEAR ENDED 31 DECEMBER 2005**

**DIRECTORS' REPORT**

The directors present their annual report and the financial statements for the year ended 31 December 2005.

**DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to be responsible for the financial statements for each financial year which 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. Within these financial statements, the directors are required to:

- a) select suitable accounting policies and then apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- d) prepare the financial statements on the going concern basis unless it is inappropriate to presume 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

**REVIEW OF THE BUSINESS:**

The company's trade is that of deep sea fishing.

**RESULTS AND DIVIDENDS:**

The profit and loss account for the period is set out on page 3. No dividend is recommended.

**REVALUATION RESERVE**

The vessel was revalued in 2002 using the Insurance Value. The licence and quota were revalued in 2003 by an independent third party.

**DIRECTORS AND THEIR INTERESTS**

The directors who served during the period together with their interests in the shares of the company are as follows:

	31.12.05	31.12.04
J C Parada	505	505

**FIXED ASSETS**

Changes in fixed assets are reflected in the Notes to the Accounts.

**SMALL COMPANY EXEMPTIONS**

In preparing this report the directors have taken advantage of the special exemptions available for small companies within Part VII of the Companies Act 1985.

**BY ORDER OF THE BOARD**



**J V COUCEIRO**  
Secretary

Date: 21 August 2006

**MERSON LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

	Note	£	2005 £	£	2004 £
<b>TURNOVER</b>	2		1,066,145		737,445
External Charges	3		907,984		719,086
			<hr/>		<hr/>
			158,161		18,359
Depreciation	1	39,150		29,145	
Other Operating Charges		74,888	114,038	65,513	94,658
		<hr/>	<hr/>	<hr/>	<hr/>
<b>Profit (Loss) on Ordinary Activities before Taxation</b>	4		44,123		(76,299)
Taxation	5		-		-
			<hr/>		<hr/>
<b>Profit (Loss) on Ordinary Activities after Taxation</b>	4		44,123		(76,299)
Retained Profits (Deficiency) Brought forward			(475,485)		(399,186)
			<hr/>		<hr/>
Retained Profits (Deficiency) Carried forward			£(431,362)		£(475,485)
			<hr/> <hr/>		<hr/> <hr/>

There are no recognised gains or losses other than as disclosed above.

The notes on pages 4 to 6 form part of these accounts.

**MERSON LIMITED**  
**BALANCE SHEET**  
**AS AT 31 DECEMBER 2005**

	Note	£	2005 £	£	2004 £
<b>FIXED ASSETS</b>					
Intangible Fixed Assets	7		241,311		241,311
Tangible Fixed Assets	8		352,347		391,497
			<u>593,658</u>		<u>632,808</u>
<b>CURRENT ASSETS</b>					
Cash at Bank		81,516		17,742	
Debtors	9	21,567		5,487	
		<u>£103,083</u>		<u>£23,229</u>	
<b>CREDITORS: Amounts falling due within one year</b>					
Creditors	10	<u>£438,164</u>		<u>£441,583</u>	
<b>Net Current Liabilities</b>			<u>(335,081)</u>		<u>(418,354)</u>
			<u>£258,577</u>		<u>£214,454</u>
<b>CAPITAL AND RESERVES</b>					
Called Up Share Capital	11		1,000		1,000
Profit and Loss Account			(431,362)		(475,485)
Revaluation Reserve	12		688,939		688,939
<b>Shareholders Fund</b>	6		<u>£197,862</u>		<u>£214,454</u>

In the director's opinion the company was entitled under section 249A(1) of the Companies Act 1985 to exemption from the audit of its accounts for the period ended 31 December 2005. No member of the company has deposited a notice under section 249B(2) requiring an audit of these accounts.

The director is responsible for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss of each year in accordance with the requirements of section 226 of the Act and which otherwise comply with its requirements, so far as applicable to the company.

In preparing these accounts the director has taken advantage of special exemptions available to small companies on the grounds that the company qualifies as a small company for the period ended 31 December 2005.

The accounts were approved by the Board of Directors on 21 August 2006 and are signed on its behalf by:

..... Director  
*J C Parada*

**MERSON LIMITED**  
**NOTES ON AND FORMING PART OF THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

**1 ACCOUNTING POLICIES**

- (a) The accounts were prepared under the historical cost convention and in accordance with the Financial Reporting Standards for Small Entities effective January 2005.
- (b) Provision for depreciation of fixed assets has been made on the straight line basis at the following rate: Ship & Equipment - 10% per annum
- (c) Transactions in foreign currency have been converted to sterling on the year end at the average rate over the year.
- (d) The charge for taxation is based on the profit for the year as adjusted for disallowable items. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is probable that a liability or asset will crystallise. Timing differences arise from the inclusion of items of income and expenditure in tax computations in periods different from those in which they are included in the accounts. Provision is made at the rate which is expected to be applied when the liability or asset is expected to crystallise.
- (e) Rentals paid under operating leases are charged to income on a straight-line basis over the lease term.

**2 TURNOVER**

Represents the invoiced value of goods sold exclusive of VAT. Exports during the period amounted to £1,066,145

<b>3 EXTERNAL CHARGES:</b>	<b>2005</b>	<b>2004</b>
<b>Include the following payments to and</b>	<b>£</b>	<b>£</b>
<b>in respect of Share Fishermen</b>		
Wages	347,997	288,239
Provisions	45,420	42,215
	<u>£393,417</u>	<u>£330,454</u>

<b>4 PROFIT (LOSS) On Ordinary Activities</b>	<b>2005</b>	<b>2004</b>
<b>Before Taxation. This is stated after charging:</b>	<b>£</b>	<b>£</b>
Depreciation	39,150	29,145
Directors Remuneration	25,537	23,853
	<u>                    </u>	<u>                    </u>

**5 TAXATION**

No provision for taxation has been made due to losses incurred in previous years. The directors do not consider that any provision is required for deferred taxation under the accounting policy set out in Note 1. There is no potential unprovided deferred taxation due to the trading losses available from previous years.

<b>6 RECONCILIATION OF SHARE</b>	<b>2005</b>	<b>2004</b>
<b>HOLDERS FUNDS</b>	<b>£</b>	<b>£</b>
Profit (Loss) for the financial year	44,123	(76,299)
Opening Shareholders funds	214,454	290,753
Revaluation Reserve	-	-
	<u>£258,577</u>	<u>£214,454</u>

**MERSON LIMITED**  
**NOTES ON AND FORMING PART OF THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**  
.....Continued

<b>7 INTANGIBLE ASSETS</b>	<b>Licence &amp; Quota</b>
	<b>£</b>
Cost/Revaluation 1 January 2005	£241,311
	=====

<b>8 TANGIBLE ASSETS</b>	<b>Ship &amp; Equipment</b>
	<b>£</b>
Cost/Revaluation 1 January 2005	985,003
Additions	-
Revaluation	-
	£985,003
	=====
Depreciation 1 January 2005	593,506
Charge for the year	39,150
	£632,656
	=====
Book Value 31 December 2005	£352,347
	=====
Book Value 1 January 2005	£391,497
	=====

<b>Comparable Historical Cost for the Ship &amp; Equipment</b>	
	<b>£</b>
Cost 1 January 2005	537,375
Additions	-
	£537,375
	=====
Depreciation 1 January 2005	535,626
Charge for the year	175
	£535,801
	=====
Book Value 31 December 2005	£1,574
	=====
Book Value 1 January 2005	£1,749
	=====

**MERSON LIMITED**  
**NOTES ON AND FORMING PART OF THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2005.....Continued**

<b>9 DEBTORS</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Trade Debtors	21,493	1,762
VAT Recoverable	-	3,725
Prepayments	74	-
	<u>£21,567</u>	<u>£5,487</u>

<b>10 CREDITORS</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Bank Overdraft	-	232,342
Trade Creditors	12,895	26,334
Directors' Loan Account	421,029	181,307
Accruals	1,600	1,600
VAT Payable	2,640	-
	<u>£438,164</u>	<u>£441,583</u>

<b>11 SHARE CAPITAL</b>	<b>Authorised</b>		<b>Allotted Issued &amp; Fully Paid</b>	
	<b>2005</b>	<b>2004</b>	<b>2005</b>	<b>2004</b>
	<b>No.</b>	<b>No.</b>	<b>£</b>	<b>£</b>
Ordinary Shares of £1 each	1,000	1,000	£1,000	£1,000

<b>12 REVALUATION RESERVE</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Balance Brought Forward	£688,939	£688,939

**13 OPERATING LEASES**

The Company had no commitments under operating leases at the Balance Sheet date.