

TITAN FISHING PRODUCTS LIMITED
FINANCIAL STATEMENTS
31ST DECEMBER 1998

Company Registration Number 2771944

STRAUGHANS
Chartered Accountants
Suite 6, Coniston House,
Town Centre,
Washington,
Tyne & Wear.
NE38 7RN



TITAN FISHING PRODUCTS LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 1998

CONTENTS	PAGE
Officers and professional advisers	1
The directors' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	6

The following pages do not form part of the financial statements

Accountants' report to the directors	10
Detailed profit and loss account	11
Notes to the detailed profit and loss account	12

TITAN FISHING PRODUCTS LIMITED
OFFICERS AND PROFESSIONAL ADVISERS

The Board of Directors

Mr A. Lund
Mrs R. Lund

Company Secretary

Mrs R. Lund

Registered Office

17 Witney Way,
Boldon Business Park,
Boldon,
Tyne & Wear.
NE35 9PE

Accountants

Straughans
Chartered Accountants
Suite 6, Coniston House,
Town Centre,
Washington,
Tyne & Wear.
NE38 7RN

Bankers

Barclays Bank Plc
53 Fawcet Street,
Sunderland,
Tyne & Wear.

TITAN FISHING PRODUCTS LIMITED
THE DIRECTORS' REPORT
YEAR ENDED 31ST DECEMBER 1998

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 31st December 1998.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of the manufacturing and the selling of fishing equipment.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 December 1998	At 1 January 1998
Mr A. Lund	1	1
Mrs R. Lund	<u>1</u>	<u>1</u>

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
 17 Witney Way,
 Boldon Business Park,
 Boldon,
 Tyne & Wear.
 NE35 9PE

Signed by order of the directors


 MRS R. LUND
 Company Secretary

Approved by the directors on 11/6 1999

TITAN FISHING PRODUCTS LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31ST DECEMBER 1998

	Note	1998 £	1997 £
TURNOVER		182,775	156,324
Cost of sales		<u>69,966</u>	<u>63,653</u>
GROSS PROFIT		112,809	92,671
Administrative expenses		85,799	84,094
Other operating income		<u>(1,940)</u>	<u>(513)</u>
OPERATING PROFIT	2	28,950	9,090
Interest receivable		-	1
Interest payable		<u>(3,767)</u>	<u>(4,037)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		25,183	5,054
Tax on profit on ordinary activities		<u>(6,349)</u>	<u>(1,326)</u>
RETAINED PROFIT FOR THE FINANCIAL YEAR		18,834	3,728
Balance brought forward		<u>9,328</u>	<u>5,600</u>
Balance carried forward		<u><u>28,162</u></u>	<u><u>9,328</u></u>

TITAN FISHING PRODUCTS LIMITED

BALANCE SHEET

31ST DECEMBER 1998

	Note	1998	1997
		£	£
FIXED ASSETS			
Tangible assets	4	22,425	30,735
CURRENT ASSETS			
Stocks		22,608	27,992
Debtors	5	20,089	16,477
Cash at bank and in hand		23,620	1,497
		<u>66,317</u>	<u>45,966</u>
CREDITORS: Amounts falling due within one year	6	<u>(60,578)</u>	<u>(67,371)</u>
NET CURRENT ASSETS/(LIABILITIES)		5,739	(21,405)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>28,164</u>	<u>9,330</u>

The balance sheet continues on the following page.

The notes on pages 6 to 8 form part of these financial statements.

TITAN FISHING PRODUCTS LIMITED

BALANCE SHEET *(continued)*

31ST DECEMBER 1998

	Note	1998 £	1997 £
CAPITAL AND RESERVES			
Called-up equity share capital	8	2	2
Profit and loss account	9	28,162	9,328
SHAREHOLDERS' FUNDS		<u>28,164</u>	<u>9,330</u>

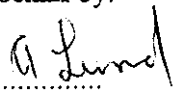
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 1999).

These financial statements were approved by the directors on the 16th 1999, and are signed on their behalf by:



 MR A. LUND

TITAN FISHING PRODUCTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 1998

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery	-	15% Straight line
Fixtures & Fittings	-	10% Straight line
Motor Vehicles	-	25% Straight line

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

2. OPERATING PROFIT

Operating profit is stated after charging:

	1998 £	1997 £
Staff pension contributions	1,200	400
Depreciation	<u>10,184</u>	<u>9,903</u>

3. DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were:

	1998 £	1997 £
Aggregate emoluments	<u>25,696</u>	<u>23,536</u>

TITAN FISHING PRODUCTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 1998

4. TANGIBLE FIXED ASSETS

	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
COST				
At 1st January 1998	20,841	4,661	25,245	50,747
Additions	<u>1,874</u>	<u>-</u>	<u>-</u>	<u>1,874</u>
At 31st December 1998	<u>22,715</u>	<u>4,661</u>	<u>25,245</u>	<u>52,621</u>
DEPRECIATION				
At 1st January 1998	10,479	1,911	7,622	20,012
Charge for the year	<u>3,407</u>	<u>466</u>	<u>6,311</u>	<u>10,184</u>
At 31st December 1998	<u>13,886</u>	<u>2,377</u>	<u>13,933</u>	<u>30,196</u>
NET BOOK VALUE				
At 31st December 1998	<u>8,829</u>	<u>2,284</u>	<u>11,312</u>	<u>22,425</u>
At 31st December 1997	<u>10,362</u>	<u>2,750</u>	<u>17,623</u>	<u>30,735</u>

Hire purchase agreements

Included within the net book value of £22,425 is £11,312 (1997 - £17,623) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £6,311 (1997 - £6,311).

5. DEBTORS

	1998 £	1997 £
Trade debtors	18,535	14,779
Other debtors	<u>1,554</u>	<u>1,698</u>
	<u>20,089</u>	<u>16,477</u>

6. CREDITORS: Amounts falling due within one year

	1998 £	1997 £
Trade creditors	5,860	17,223
Other creditors including:		
Corporation tax	6,294	1,325
PAYE and social security	-	397
VAT	12,307	7,067
Hire purchase agreements	5,387	10,750
Directors current accounts	<u>26,715</u>	<u>26,584</u>
	50,703	46,123
Accruals and deferred income	<u>4,015</u>	<u>4,025</u>
	<u>60,578</u>	<u>67,371</u>

TITAN FISHING PRODUCTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 1998

7. PENSIONS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable by the company amounted to £1,200 (1997: £400).

8. SHARE CAPITAL**Authorised share capital:**

	1998 £	1997 £
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

Allotted, called up and fully paid:

	1998 £	1997 £
Ordinary share capital	<u>2</u>	<u>2</u>

9. PROFIT AND LOSS ACCOUNT

	1998 £	1997 £
Balance brought forward	9,328	5,600
Retained profit for the financial year	<u>18,834</u>	<u>3,728</u>
Balance carried forward	<u>28,162</u>	<u>9,328</u>