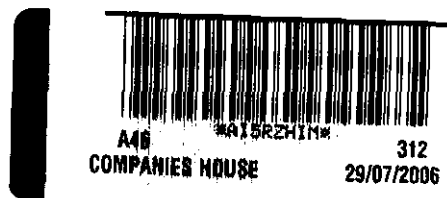


4466024

THE MERSEY HERITAGE SHIPREPAIR CO LIMITED

A C C O U N T S

for the period 1 July 2004 to 31 March 2005



**Kemp & Co
Chartered Accountants**

Liverpool

THE MERSEY HERITAGE SHIPREPAIR CO LIMITED

**Director's Report and Accounts
for the period 1 July 2004 to 31 March 2005**

Company Number 4464024 (England and Wales)

THE MERSEY HERITAGE SHIPREPAIR CO LIMITED

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THE MERSEY HERITAGE SHIPREPAIR CO LIMITED

Company Information

Director	E C Dybell
Secretary	P Dybell
Company Number	4464024 (England and Wales)
Registered Office	Unit 7 Lightbody Street Liverpool L2 9UU
Accountants	Kemp & Co Chartered Accountants 202 Cotton Exchange Building Old Hall Street Liverpool L3 9LQ

THE MERSEY HERITAGE SHIPREPAIR CO LIMITED

**Director's Report
for the period 1 July 2004 to 31 March 2005**

The Director presents his report and the accounts for the period 1 July 2004 to 31 March 2005.

Principal activity

The company's principal activity is that of ship repairer and maintenance.

Director

The Director at 31 March 2005 and his beneficial interest in the share capital of the company was as follows :

	Number of shares	
	31.3.05	30.6.04
E C Dybell	80	80

Small company rules

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

This report was approved by the board on 8 June 2006 and signed on its behalf.

**E C Dybell
Director**



THE MERSEY HERITAGE SHIPREPAIR CO LIMITED

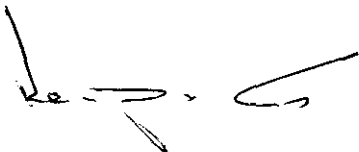
**Accountants' Report on the unaudited accounts
to the Director of The Mersey Heritage Shiprepair Co Limited**

In accordance with the engagement letter dated 12 March 2005, and in order to assist you to fulfil your duties under the Companies Act, we have compiled the accounts of the company which comprise the Profit and Loss Account and Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the accounts that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 Board of Directors, as a body for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of accounts.

You have acknowledged on the balance sheet your duty to ensure that the company has kept proper accounting records and to prepare accounts for the period ended 31 March 2005 that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.



**Kemp & Co
Chartered Accountants
202 Cotton Exchange Building
Old Hall Street
Liverpool
L3 9LQ**

8 June 2006

THE MERSEY HERITAGE SHIPREPAIR CO LIMITED

**Profit and Loss Account
for the period 1 July 2004 to 31 March 2005**

	Notes	2005 £	2004 £
Turnover	1+ 2	1,295,345	4,002,430
Cost of sales		<u>(1,042,355)</u>	<u>(3,647,008)</u>
Gross profit		252,990	355,422
Administrative expenses		<u>(99,251)</u>	<u>(160,335)</u>
Operating profit	3	153,739	195,087
Interest receivable		6,269	6,398
Interest payable		<u>(459)</u>	<u>(238)</u>
Profit on ordinary activities before taxation		159,549	201,247
Taxation on profit on ordinary activities	4	<u>30,668</u>	<u>38,886</u>
Profit on ordinary activities after taxation		128,881	162,361
Dividends		<u>40,845</u>	<u>82,300</u>
Retained profit for year		88,036	80,061
Retained profit brought forward		<u>134,686</u>	<u>54,625</u>
Retained profit carried forward		<u><u>222,722</u></u>	<u><u>134,686</u></u>

The notes on pages 5 to 7 form part of these financial statements.

THE MERSEY HERITAGE SHIPREPAIR CO LIMITED

**Balance Sheet
at 31 March 2005**

	Notes	£	2005 £	£	2004 £
Fixed Assets					
Tangible assets	5		3,329		3,559
Current Assets					
Stocks	6	22,470		228,997	
Debtors	7	204,497		251,912	
Cash at bank		<u>366,547</u>		<u>567,406</u>	
		593,514		1,048,315	
Creditors : amounts falling due within one year	8	<u>374,021</u>		<u>917,088</u>	
Net Current Assets			<u>219,493</u>		<u>131,227</u>
Net Assets			<u>222,822</u>		<u>134,786</u>
Capital and Reserves					
Called up share capital	9		100		100
Profit and Loss Account			<u>222,722</u>		<u>134,686</u>
Shareholders' funds	10		<u>222,822</u>		<u>134,786</u>

The director considers that the company is entitled to exemption from the requirement to have an audit under the provisions s.249A(1) of the Companies Act 1985. Members have not required the company, under s.249B(2) of the Companies Act 1985, to obtain an audit for the period ended 31 March 2005. The director acknowledges his responsibility for ensuring that the company keeps accounting records which comply with s.221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state affairs of the company as at 31 March 2005 and of its profit for the period then ended in accordance with the requirements of s.226 and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the Board on 8 June 2006 and signed on its behalf.

E C Dybell
Director



The notes on pages 5 to 7 form part of these accounts.

THE MERSEY HERITAGE SHIPREPAIR CO LIMITED

Notes to the accounts for the period 1 July 2004 to 31 March 2005

1 Accounting Policies

1.1 Basis of preparation of accounts

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities. (effective June 2002)

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 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax and trade discounts.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures & fittings	25% per annum reducing balance basis
Office equipment	25% per annum straight line basis

1.4 Leasing contracts

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

1.5 Stocks and work in progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2 Turnover

In the period to 31 March 2005 all of the company's turnover was to markets within the United Kingdom.

3 Operating Profit

The operating profit is stated
after charging:

Depreciation of tangible fixed assets
- owned by the company
Director's remuneration

2005	2004
£	£
905	625
<u>-</u>	<u>2,808</u>

THE MERSEY HERITAGE SHIPREPAIR CO LIMITED

Notes to the accounts for the period 1 July 2004 to 31 March 2005

4	Taxation	2005	2004
		£	£
	UK Current year taxation		
	UK Corporation tax	<u>30,668</u>	<u>38,886</u>
5	Tangible fixed assets		
		Fixtures & fittings	Office equipment
		£	£
	Cost		
	At 1 July 2004	1,839	2,345
	Additions	<u>-</u>	<u>675</u>
	At 31 March 2005	<u>1,839</u>	<u>3,020</u>
	Depreciation		
	At 1 July 2004	38	587
	Charge for the period	<u>338</u>	<u>567</u>
	At 31 March 2005	<u>376</u>	<u>1,154</u>
	Net book value		
	At 31 March 2005	<u>1,463</u>	<u>1,866</u>
	At 1 July 2004	<u>1,801</u>	<u>3,559</u>
6	Stocks	2005	2004
		£	£
	Work in progress	<u>22,470</u>	<u>228,997</u>
7	Debtors	2005	2004
		£	£
	Due within one year		
	Trade debtors	175,742	130,756
	Aircool Diesel Services Ltd	-	67,013
	Other debtors and prepayments	<u>28,755</u>	<u>54,143</u>
		<u>204,497</u>	<u>251,912</u>
	Included within other debtors due within one year is an interest free unsecured loan of £2000 to E C Dybell, a director.		
8	Creditors : amounts falling due within one year	2005	2004
		£	£
	Trade creditors	260,047	847,183
	Aircool Diesel Services Ltd	27,571	-
	Corporation tax	69,554	51,753
	Social security & other taxes	7,687	11,141
	Other creditors & accruals	<u>9,162</u>	<u>7,011</u>
		<u>374,021</u>	<u>917,088</u>

THE MERSEY HERITAGE SHIPREPAIR CO LIMITED

**Notes to the accounts
for the period 1 July 2004 to 31 March 2005**

9	Called up share capital	2005 £	2004 £
	Authorised		
	Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
	Issued		
	Ordinary shares of £1 each	<u>100</u>	<u>100</u>
10	Movements on Shareholders' funds	2005 £	2004 £
	Profit for the period/year	128,881	162,361
	Dividend	<u>40,845</u>	<u>82,300</u>
		88,036	80,061
	Opening shareholders funds	<u>134,786</u>	<u>54,725</u>
	Closing shareholders' funds	<u>222,822</u>	<u>134,786</u>

11 Contingent liabilities

The company had no contingent liabilities at the year end. (2004 nil)

12 Capital commitments

There were no capital commitments at the year end. (2004 none)

13 Related parties

E C Dybell in addition to being a director and shareholder of the company is a shareholder in another company, Aircool Diesel Services Limited, with whom the company trades.

During the period ended 31 March 2005 £37,500 (£50,000 2004) was charged by Aircool Diesel Services Limited as a service charge in connection with administrative and managerial services.