

Registered number: SC054204

*Reg*  
**A<sup>(2)</sup>+B<sup>®</sup>**

## **NOR-SEA FOODS LIMITED**

### **DIRECTORS' REPORT AND FINANCIAL STATEMENTS**

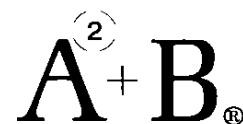
**FOR THE YEAR ENDED 31 MARCH 2014**

**TUESDAY**



**\*S3D6E2BV\***  
SCT 29/07/2014 #506  
COMPANIES HOUSE

**NOR-SEA FOODS LIMITED**



**COMPANY INFORMATION**

**DIRECTORS**

M W G Clark OBE  
F Clark  
I R Stewart

**COMPANY SECRETARY**

Burness Paull & Williamsons LLP

**REGISTERED NUMBER**

SC054204

**REGISTERED OFFICE**

Broadfold Road  
Bridge of Don  
Aberdeen  
AB23 8EE

CONTENTS

	Page
Strategic report	1
Directors' report	2 - 3
Directors' responsibilities statement	4
Independent auditors' report	5 - 6
Profit and loss account	7
Balance sheet	8
Notes to the financial statements	9 - 20

**STRATEGIC REPORT  
FOR THE YEAR ENDED 31 MARCH 2014**

**Principal activity and review of the business**

The principal activity of the company is that of fish processors and curers.

It was a reasonably satisfactory year for the business with turnover up £2m. to a new record of £28m., although margins were a little tighter and pre-tax profits fell a little to £933K.

**FUTURE OUTLOOK**

We will continue to invest in the business to improve efficiencies and drive down costs, where possible, to achieve a level of profitability that is commensurate with the scale of the business and the investment involved.

**PRINCIPAL RISKS AND UNCERTAINTIES**

The management of the business and the execution of the company's strategy are subject to a number of risks, including competition in the market and availability of appropriate quantities and quality of raw materials.

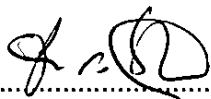
**KEY PERFORMANCE INDICATORS**

Given the straightforward nature of the business, the company's directors are of the opinion that analysis using KPIs is not necessary for an understanding of the development, performance or position of the business.

This report was approved by the board on

15/7/14

and signed on its behalf.



.....  
**I R Stewart**  
Director

**DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 MARCH 2014**

The directors present their report and the financial statements for the year ended 31 March 2014.

**RESULTS AND DIVIDENDS**

The profit for the year, after taxation, amounted to £933,143 (2013 - £701,641).

Dividends of £300,000 were paid in the year ended 31 March 2014 (2013 - £300,000).

**DIRECTORS**

The directors who served during the year were:

M W G Clark OBE  
F Clark  
I R Stewart

**POLITICAL CONTRIBUTIONS**

The company made charitable donations of £2,500 (2013: £5,359) in the year.

**FUTURE OUTLOOK**

We will continue to invest in the business to improve efficiencies and drive down costs, where possible, to achieve a level of profitability that is commensurate with the scale of the business and the investment involved.

**EMPLOYEE INVOLVEMENT**

During the year, the policy of providing their employees with information about the company continued through the information board, quarterly newsletters and regular meetings.

**DISABLED EMPLOYEES**

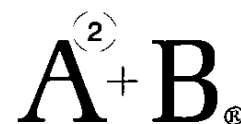
The company gives full consideration to applications for employment from disabled persons where the requirements of the job can be adequately fulfilled by a handicapped or disabled person.

**DISCLOSURE OF INFORMATION TO AUDITORS**

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

NOR-SEA FOODS LIMITED



**DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 MARCH 2014**

**AUDITORS**

The auditors, Anderson Anderson & Brown LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

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

A handwritten signature in black ink, appearing to read 'I R Stewart', written over a dotted line.

**I R Stewart**  
Director

Date: 15/7/14

**DIRECTORS' RESPONSIBILITIES STATEMENT  
FOR THE YEAR ENDED 31 MARCH 2014**

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 the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 company and the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting 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;
- 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF  
NOR-SEA FOODS LIMITED**

We have audited the financial statements of Nor-Sea Foods Limited for the year ended 31 March 2014, set out on pages 7 to 20. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom 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 Auditors' 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 AUDITORS**

As explained more fully in the Directors' responsibilities statement, 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 and express an opinion on 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 Ethical Standards for Auditors.

**SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic report and the Directors' report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

**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 March 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom 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 Strategic report and the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.



**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF  
NOR-SEA FOODS LIMITED**

**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.

*Anderson Anderson + Brown LLP*

Ian McPherson (Senior statutory auditor)

for and on behalf of

**Anderson Anderson & Brown LLP**

Statutory Auditor

9 Queens Road

Aberdeen

AB15 4YL

Date:

*21 July 2014*

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 MARCH 2014**

	Note	2014 £	2013 £
<b>TURNOVER</b>	1,2	28,228,747	26,111,876
Cost of sales		(24,208,976)	(22,147,023)
<b>GROSS PROFIT</b>		4,019,771	3,964,853
Distribution costs		(959,147)	(882,612)
Administrative expenses		(2,049,165)	(1,962,308)
Other operating income		1,259	1,696
<b>OPERATING PROFIT</b>	3	1,012,718	1,121,629
Interest payable and similar charges	7	(79,575)	(76,365)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		933,143	1,045,264
Tax on profit on ordinary activities	8	-	(343,623)
<b>PROFIT FOR THE FINANCIAL YEAR</b>	18	933,143	701,641

All amounts relate to continuing operations.

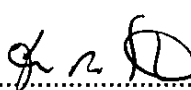
There were no recognised gains and losses for 2014 or 2013 other than those included in the Profit and loss account.

The notes on pages 9 to 20 form part of these financial statements.

**BALANCE SHEET  
AS AT 31 MARCH 2014**

	Note	£	2014 £	£	2013 £
<b>FIXED ASSETS</b>					
Tangible assets	9		2,591,696		2,620,612
Investments	10		5,880		5,880
			<u>2,597,576</u>		<u>2,626,492</u>
<b>CURRENT ASSETS</b>					
Stocks	11	2,548,150		2,924,828	
Debtors	12	8,681,396		7,097,817	
Cash at bank and in hand		1,139		1,202	
		<u>11,230,685</u>		<u>10,023,847</u>	
<b>CREDITORS:</b> amounts falling due within one year	13	(5,754,992)		(5,314,283)	
<b>NET CURRENT ASSETS</b>			<u>5,475,693</u>		<u>4,709,564</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>8,073,269</u>		<u>7,336,056</u>
<b>CREDITORS:</b> amounts falling due after more than one year	14		(3,343,428)		(3,208,732)
<b>ACCRUALS AND DEFERRED INCOME</b>	16		(247,881)		(278,507)
<b>NET ASSETS</b>			<u><u>4,481,960</u></u>		<u><u>3,848,817</u></u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	17		51,000		51,000
Profit and loss account	18		4,430,960		3,797,817
<b>SHAREHOLDERS' FUNDS</b>	19		<u><u>4,481,960</u></u>		<u><u>3,848,817</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

  
I R Stewart  
Director

Date:

15/7/14

The notes on pages 9 to 20 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**

**1. ACCOUNTING POLICIES**

**1.1 Going concern**

The directors, having made due and careful enquiry and preparing forecasts, are of the opinion that the company has adequate working capital to execute its operations over the next 12 months. The directors, therefore, have made an informed judgement, at the time of approving the financial statements, that the company has adequate resources to continue in operational existence for the foreseeable future. As a result, the directors have continued to adopt the going concern basis of accounting in preparing the annual financial statements.

**1.2 Basis of preparation of financial statements**

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

**1.3 Turnover**

Turnover comprises revenue recognised by the company in respect of goods and services supplied during the year, exclusive of Value Added Tax and trade discounts. The point of sale varies across a range of customers and as a result turnover is recognised in line with these criteria. Delivery to customers is usually on the same day as the product is despatched, subject to geographical differences.

**1.4 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:

L/Term Leasehold Property	-	straight line over period of the lease
Plant & machinery	-	straight line over 3 to 10 years
Motor vehicles	-	straight line over 3 years

**1.5 Stocks**

Stocks 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.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**

**1. ACCOUNTING POLICIES (continued)**

**1.6 Taxation**

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

**1.7 Investments**

Investments held as fixed assets are shown at cost less provision for impairment.

**1.8 Leasing and hire purchase**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

**1.9 Operating leases**

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

**1.10 Pensions**

The company contributes to a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

**1.11 Government grants**

Government grants relating to tangible fixed assets are treated as deferred income and released to the Profit and loss account over the expected useful lives of the assets concerned. Other grants are credited to the Profit and loss account as the related expenditure is incurred.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**
**1. ACCOUNTING POLICIES (continued)**
**1.12 Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

**1.13 Cash flow**

The company, being a subsidiary undertaking where 90% or more of the voting rights are controlled within the group whose consolidated financial statements are publicly available, is exempt from the requirement to draw up a cash flow statement in accordance with FRS 1.

**1.14 Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments.

**2. TURNOVER**

The turnover and profit before taxation are attributable to the one principal activity of the company.

A geographical analysis of turnover by destination is as follows:

	2014 £	2013 £
United Kingdom	27,293,092	25,136,087
Europe	482,555	530,507
Rest of World	453,100	445,282
	<u>28,228,747</u>	<u>26,111,876</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**
**3. OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	2014 £	2013 £
Depreciation of tangible fixed assets:		
- owned by the company	334,221	487,854
- held under finance leases	64,707	45,567
Operating lease rentals:		
- plant and machinery	17,533	22,137
Difference on foreign exchange	28,741	-
Amortisation of deferred government grants	(30,626)	(48,979)
Differences on foreign exchange	28,741	(17,514)
	<u>          </u>	<u>          </u>

**4. AUDITORS' REMUNERATION**

	2014 £	2013 £
Fees payable to the company's auditor and its associates for the audit of the company's annual accounts	13,750	13,750
Fees payable to the company's auditor and its associates in respect of:		
Taxation compliance services	4,350	4,750
	<u>          </u>	<u>          </u>

**5. STAFF COSTS**

Staff costs, including directors' remuneration, were as follows:

	2014 £	2013 £
Wages and salaries	5,423,205	4,711,244
Social security costs	320,385	342,654
Other pension costs	75,936	97,137
	<u>          </u>	<u>          </u>
	5,819,526	5,151,035
	<u>          </u>	<u>          </u>

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

	2014 No.	2013 No.
Management and administration	29	28
Fish buying / processing	278	254
	<u>          </u>	<u>          </u>
	307	282
	<u>          </u>	<u>          </u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**
**6. DIRECTORS' REMUNERATION**

	2014 £	2013 £
Remuneration	<u>554,813</u>	<u>513,519</u>
Company pension contributions to defined contribution pension schemes	<u>38,250</u>	<u>40,500</u>

During the year retirement benefits were accruing to 2 directors (2013 - 3) in respect of defined contribution pension schemes.

The highest paid director received remuneration of £261,913 (2013 - £233,519).

**7. INTEREST PAYABLE**

	2014 £	2013 £
On bank loans and overdrafts	68,990	66,348
On finance leases and hire purchase contracts	10,585	10,017
	<u>79,575</u>	<u>76,365</u>



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**
**8. TAXATION**

	2014 £	2013 £
<b>Analysis of tax charge in the year</b>		
<b>Current tax</b> (see note below)		
UK corporation tax charge on profit for the year	-	307,568
Adjustments in respect of prior periods	-	(47,816)
<b>Total current tax</b>	-	259,752
<b>Deferred tax</b> (see note 15)		
Origination and reversal of timing differences	-	83,871
<b>Tax on profit on ordinary activities</b>	-	343,623

**Factors affecting tax charge for the year**

The tax assessed for the year is lower than (2013 - higher than) the standard rate of corporation tax in the UK of 20% (2013 - 24%). The differences are explained below:

	2014 £	2013 £
Profit on ordinary activities before tax	933,143	1,045,264
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2013 - 24%)	214,623	250,863
<b>Effects of:</b>		
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	14,637	7,598
Capital allowances for year in excess of depreciation	(48,984)	14,832
Other short term timing differences	(1,360)	774
Adjustments to tax charge in respect of prior periods	-	(47,816)
Dividends from UK companies	(579)	(407)
Fixed asset differences	32,554	33,908
Group relief	(210,891)	-
<b>Current tax charge for the year</b> (see note above)	-	259,752

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**
**9. TANGIBLE FIXED ASSETS**

	L/Term Leasehold Property £	Plant & machinery £	Motor vehicles £	Total £
<b>Cost</b>				
At 1 April 2013	3,775,283	7,126,249	115,505	11,017,037
Additions	18,249	353,317	-	371,566
At 31 March 2014	3,793,532	7,479,566	115,505	11,388,603
<b>Depreciation</b>				
At 1 April 2013	1,762,681	6,597,316	36,428	8,396,425
Charge for the year	157,434	213,245	29,803	400,482
At 31 March 2014	1,920,115	6,810,561	66,231	8,796,907
<b>Net book value</b>				
At 31 March 2014	1,873,417	669,005	49,274	2,591,696
At 31 March 2013	2,012,602	528,933	79,077	2,620,612

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows:

	2014 £	2013 £
Plant and machinery	44,707	139,919
Motor vehicles	40,000	60,000
	<u>84,707</u>	<u>199,919</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**
**10. FIXED ASSET INVESTMENTS**

	Listed investments £
<b>Cost or valuation</b>	
At 1 April 2013 and 31 March 2014	5,880
<b>Net book value</b>	
At 31 March 2014	5,880
At 31 March 2013	5,880
<b>Listed investments</b>	

The market value of the listed investments at 31 March 2014 was £34,064 (2013 - £31,904).

**11. STOCKS**

	2014 £	2013 £
Raw materials, work in progress and finished goods	2,548,150	2,924,828

**12. DEBTORS**

	2014 £	2013 £
Trade debtors	3,062,632	3,249,010
Amounts owed by group undertakings	5,255,956	3,514,080
Other debtors	3,207	127,227
Prepayments and accrued income	120,659	65,425
VAT recoverable	238,942	142,075
	8,681,396	7,097,817

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**
**13. CREDITORS:  
Amounts falling due within one year**

	2014 £	2013 £
Bank loans and overdrafts	2,595,794	914,556
Net obligations under finance leases and hire purchase contracts	68,237	77,532
Trade creditors	1,416,366	1,203,647
Amounts owed to group undertakings	297,989	277,973
Corporation tax	20	307,587
Social security and other taxes	69,695	100,035
Other creditors	16,899	17,041
Accruals and deferred income	1,289,992	2,415,912
	<u>5,754,992</u>	<u>5,314,283</u>

Bank loans and overdrafts are part of a group facility secured by cross guarantees, standard and floating securities.

The finance lease creditor is secured by the assets held under the relevant agreement.

**14. CREDITORS:  
Amounts falling due after more than one year**

	2014 £	2013 £
Bank loans	576,473	673,603
Net obligations under finance leases and hire purchase contracts	41,103	109,277
Amounts owed to group undertakings	2,725,852	2,425,852
	<u>3,343,428</u>	<u>3,208,732</u>

Creditors include amounts not wholly repayable within 5 years as follows:

	2014 £	2013 £
Repayable by instalments	<u>159,373</u>	<u>268,099</u>

A bank loan of £1,000,000 is repayable at monthly intervals over 10 years with the first repayment made in September 2010. Interest is charged at 2.25% per annum above LIBOR.

Obligations under finance leases and hire purchase contracts, included above, are payable as follows:

Between one and five years	<u>41,103</u>	<u>109,277</u>
----------------------------	---------------	----------------

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**

**15. DEFERRED TAXATION**

	2014 £	2013 £
At beginning of year	-	(83,871)
(Charged)/credited during year	-	83,871
At end of year	-	-

As at 31 March 2014, a deferred tax asset of £14,630 (2013 - £67,170) has not been recognised.

**16. ACCRUALS AND DEFERRED INCOME**

	2014 £	2013 £
Grants at beginning of year	278,507	327,486
Released during the year	(30,626)	(48,979)
	247,881	278,507

**17. SHARE CAPITAL**

	2014 £	2013 £
<b>Authorised</b>		
60,000 Ordinary shares of £1 each	60,000	60,000
<b>Allotted, called up and fully paid</b>		
51,000 Ordinary shares of £1 each	51,000	51,000

**18. RESERVES**

	Profit and loss account £
At 1 April 2013	3,797,817
Profit for the year	933,143
Dividends: Equity capital	(300,000)
At 31 March 2014	4,430,960

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**
**19. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS**

	2014 £	2013 £
Opening shareholders' funds	3,848,817	3,447,176
Profit for the year	933,143	701,641
Dividends (Note 20)	(300,000)	(300,000)
Closing shareholders' funds	<u>4,481,960</u>	<u>3,848,817</u>

**20. DIVIDENDS**

	2014 £	2013 £
Dividends paid on equity capital	<u>300,000</u>	<u>300,000</u>

**21. PENSION COMMITMENTS**

The company contributes to a defined contribution pension scheme for its directors and staff. The assets of the scheme are held separately from those of the company in independently administered funds.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2014**
**22. OPERATING LEASE COMMITMENTS**

At 31 March 2014 the company had annual commitments under non-cancellable operating leases as follows:

	2014 £	2013 £
<b>Expiry date:</b>		
Within 1 year	28,456	7,390
Between 2 and 5 years	78,767	12,284
	<u>          </u>	<u>          </u>

**23. RELATED PARTY TRANSACTIONS**
**Control**

Throughout the year the company was controlled by the ultimate parent company.

**Transactions**

The company has taken advantage of paragraph 3(c) of FRS8 (Related Party Disclosures) which allows exemption from disclosure of related party transactions with other group companies where the parent company owns 90% or more of the issued share capital. Therefore, no details are given of transactions or balances with IFC Holdings Limited or its subsidiaries.

**24. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY**

The immediate parent undertaking is Nor-Sea (Holdings) Limited, a company registered in Scotland.

The ultimate parent undertaking for which group financial statements are prepared is IFC Holdings Limited, a company registered in Scotland. Copies of group financial statements are available from its registered office: Burness Paull & Williamsons, Union Plaza, 1 Union Wynd, Aberdeen, AB10 1DQ.