WP4

Company Nº 1457721

REDHURST LIMITED

AUDITORS' REPORT TO REDHURST LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements set out on pages 2 to 4, together with the full statutory financial statements of the Company for the year ended 31st July 1998 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of Directors and Auditors

The Directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the Company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full statutory financial statements.

Opinion

In our opinion the Company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985 and the abbreviated financial statements on pages 2 to 4 are properly prepared in accordance with those provisions.

In our opinion the company is entitled under Section 248 of the Companies Act 1985 to be exempt from preparing Group accounts.

19-29 Woburn Place
London WC1H OXF

19th May 1999

HALPERNS
Chartered Accountants and
Registered Auditors



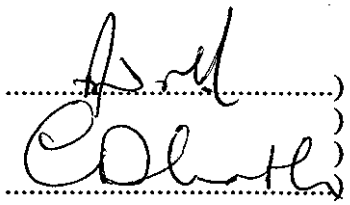
REDHURST LIMITED

BALANCE SHEET AS AT 31ST JULY 1998

	NOTE	1998		1997	
FIXED ASSETS					
Tangible assets	2		509		82
Investments	3		2,120		2,120
			2,629		2,202
CURRENT ASSETS					
Debtors		35,236		39,979	
Cash at bank and in hand		24,850		489	
		60,086		40,468	
CREDITORS - Amounts falling due within one year		(17,064)		(17,493)	
NET CURRENT ASSETS			43,022		22,975
NET ASSETS			£ 45,651		£ 25,177
CAPITAL AND RESERVES					
Share capital	7		100		100
Profit and loss account			45,551		25,077
SHAREHOLDERS FUNDS			£ 45,651		£ 25,177

The Accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standards for Smaller Entities.

Signed on behalf of the Board



) Directors

Date 19.3.1999

REDHURST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST JULY 1998

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the Company's financial statements.

a. Accounting Convention

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

b. Depreciation

Depreciation on fixed assets is provided at the following rates:

Fixtures, Fittings and Equipment	-	on a straight line basis, at rates sufficient to write them off over their estimated useful lives

c. Turnover

Turnover represents amounts invoiced in respect of services provided in the U.K. during the year, excluding Value Added Tax.

2. TANGIBLE FIXED ASSETS

	Fixtures, fittings and equipment
Cost	
At 1st August 1997	7,176
Additions	676
As at 31st July 1998	7,852
Depreciation	
At 1st August 1997	7,094
Charge in year	249
As at 31st July 1998	7,343
Net Book Value	
At 31st July 1998	509
At 31st July 1997	82

3. FIXED ASSETS - INVESTMENTS

	COST	
	1998	1997
Listed	2,120	20,100
Unlisted - Dijon (London) Limited	77	77
Disposals	-	(17,980)
	2,197	2,197
Provision for diminution in investment	(77)	(77)
	2,120	2,120

Listed Investment

At 31st July 1998 the Market Value of the listed investments was £9,302 (1997 - £5,336).

4. PENSION COSTS

The company operates a defined pension scheme which is independently managed.

Contributions payable in the year amounted to £100 (1997 - £100).

5. TRANSACTION WITH DIRECTORS

Management charges of £8,500 (1997 - £12,500) were payable to Dijon (London) Limited a company in which Mrs C.D. North is a Director and shareholder.

6. SUBSIDIARY COMPANY

The Company owns 77% of the share capital of Dijon (London) Limited a Company incorporated in England.

As at 31st July 1998 £4,826 was due from the subsidiary (1997 - £24,183).

7. SHARE CAPITAL

	1998	1997
Authorised		
Ordinary Shares of £1 each	100	100
Allotted, Called Up and Fully Paid		
Ordinary Shares of £1 each	100	100