

ELY PLACE UNIT TRUST MANAGERS LIMITED

FINANCIAL STATEMENTS

30 JUNE 1995

Company Number 2190813



REPORT OF THE DIRECTORS FOR THE PERIOD ENDED 30 JUNE 1995

The directors have pleasure in presenting their report together with the audited financial statements for the six months ended 30 June 1995.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial period 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. In preparing those financial statements, the directors are required to:

select suitable accounting policies and then apply them consistently;

make judgments and estimates that are reasonable and prudent;

state whether applicable 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 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 are also responsible for safeguarding the assets for the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITY AND REVIEW

The principal activity of the company continued to be that of the management of Ely Place Growth Fund, an authorised unit trust. The company is regulated by the Investment Management Regulatory Organisation Limited (IMRO), and is authorised by them to manage unit trusts.

On 28 June 1995 the company took over the management of the Ely Place L&C Income Fund, and the Ely Place International and General Fund, and on 27 July 1995 the Ely Place BRI Director Dealings Unit Trust.

The results for the year are set out on page 5 and the directors consider the state of affairs to be satisfactory.

DIVIDENDS AND RESERVES

Dividend paid on the ordinary shares	: £ -
Dividend paid on the non-voting preference share	: £ 40,001

Movements in reserves are shown in note 6 to the financial statements.

REPORT OF THE DIRECTORS (continued)

FOR THE PERIOD ENDED 30 JUNE 1995

DIRECTORS

The directors who served during the period were:

E G Barratt
N V S Paravicini
G A Crowther
J Whatley
E M Dunmore
D J E Sewell

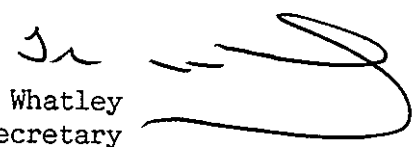
E G Barratt, G A Crowther, E M Dunmore and D J E Sewell are partners in MacIntyre & Co a firm of Chartered Accountants which wholly owns Ely Place Investments Limited, the company's holding undertaking. E G Barratt, N V S Paravicini, G A Crowther and J Whatley are also directors of Ely Place Investments Limited.

AUDITORS

A resolution proposing re-appointment of Messrs Vincent Bifulco & Co as auditors for the ensuing year will be submitted to the Annual General Meeting of the company.

28 Ely Place
London
EC1N 6RL

J Whatley
Secretary



19 September 1995

OF ELY PLACE UNIT TRUST MANAGERS LIMITED

We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 June 1995 and of its profit for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

47 Cumberland Park
London
W3 6SX


Vincent Bifulco & Co
Chartered Accountants
Registered Auditors

19 September 1995

BALANCE SHEET

AS AT 30 JUNE 1995

		30 June 1995	31 December 1994
Notes	£	£	£
CURRENT ASSETS			
Investments	2	23,303	18,513
Debtors due after one year	3	20,000	20,000
Debtors due within one year	3	6,603	2,510
Cash at bank and in hand		54,040	39,066
		-----	-----
		103,946	80,089
CREDITORS: Amounts falling due within one year	4	(52,006)	(29,948)
		-----	-----
NET CURRENT ASSETS		51,940	50,141
		-----	-----
NET ASSETS		£ 51,940	£ 50,141
		=====	=====
CAPITAL AND RESERVES (including non equity interests)			
Called up share capital	5	50,001	50,001
Profit and loss account		1,939	140
		-----	-----
SHAREHOLDERS' FUNDS	6	£ 51,940	£ 50,141
		=====	=====

The financial statements were approved by the board on 19 September 1995 and signed on its behalf by: .

E G Barratt
Director

N V S Paravicini
Director

The notes on pages 6 to 9 form part of these financial statements.

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 30 JUNE 1995

	Notes	Six Months to 30 June 1995 £	Year to 31 December 1994 £
TURNOVER	1	128,598	215,421
Administration expenses		(74,927)	(100,443)
OPERATING PROFIT	8	53,671	114,978
(Loss)/Profit on sale of investments		(40)	4,562
Other income	7	440	8,524
Unrealised gain/(loss) on investments		1,664	(1,686)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		55,735	126,378
TAX ON PROFIT ON ORDINARY ACTIVITIES	9	(13,935)	(35,876)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		41,800	90,502
DIVIDENDS	10	(40,001)	(471,048)
RETAINED PROFIT/(LOSS) FOR THE YEAR		1,799	(380,546)
RETAINED PROFIT BROUGHT FORWARD		140	380,686
RETAINED PROFIT CARRIED FORWARD		£ 1,939	£ 140

There were no recognised gains and losses other than those included in the above profit and loss account.

There is no material difference between the historic cost profit and the profit shown above.

The notes on pages 6 to 9 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 JUNE 1995

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards, and include the results of the company's operations which are described in the Directors report and all of which are continuing. The particular accounting policies adopted are described below:

- a) The financial statements have been prepared under the historical cost convention.
- b) Current asset investments are shown at the lower of cost or bid value.
- c) Turnover represents initial and management charges relating to unit trust management, exclusive of Value Added Tax.
- d) The directors have taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement, on the grounds that its holding company publishes consolidated financial statements.

2. INVESTMENTS	30 June 1995 £	31 December 1994 £
Unit Trust investment		
Bid value at 30 June 1995	£ 23,303	£ 18,513
	=====	=====
Cost at 30 June 1995	£ 23,325	£ 20,199
	=====	=====
3. DEBTORS	30 June 1995 £	31 December 1994 £
Amounts falling due after more than one year:		
Amounts due from parent company undertaking		
Subordinated interest-free loan		
to Ely Place Investments Limited	£ 20,000	£ 20,000
	=====	=====
Amounts falling due within one year:		
Trade debtors	5,042	-
Prepayments	1,561	2,510
	-----	-----
	£ 6,603	£ 2,510
	=====	=====
4. CREDITORS	30 June 1995 £	31 December 1994 £
Amounts falling due within one year:		
Trade creditors	-	4,486
Due to trustee for creation of units	23,610	-
Corporation tax (see note 9)	27,434	23,499
Accruals	962	1,963
	-----	-----
	£ 52,006	£ 29,948
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE PERIOD ENDED 30 JUNE 1995

5. SHARE CAPITAL	30 June 1995 £	31 December 1994 £
Authorised:		
Ordinary shares of £1 each	99,999	99,999
Non-voting preference share of £1	1	1
	-----	-----
	£100,000	£100,000
	=====	=====
Allotted and fully paid:		
Ordinary shares of £1 each	50,000	50,000
Non-voting preference share of £1	1	1
	-----	-----
	£ 50,001	£ 50,001
	=====	=====

The non-voting preference share carries a preferred right to dividends based on the underlying value of Ely Place Growth Fund, with a guaranteed annual minimum of £10,000. On a winding-up of the company their capital is limited to £1.

6. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	Six Months to 30 June 1995 £	Year to 31 December 1994 £
Profit for the financial period after taxation	41,800	90,502
Dividend	(40,001)	(471,048)
Issue of preference share	-	1
	-----	-----
Movement in the period	1,799	(380,545)
Opening shareholders' funds	50,141	430,686
	-----	-----
Closing shareholders' funds	£ 51,940	£ 50,141
	=====	=====
Represented by:		
Equity interests	51,939	50,140
Non-equity interests	1	1
	-----	-----
	£ 51,940	£ 50,141
	=====	=====

The non equity interests are attributable to the non-voting preference share. This share may be redeemed at par at any time by agreement between the company and the preference shareholder. It is also redeemable at par on a sale, reconstruction or winding-up of the company.

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE PERIOD ENDED 30 JUNE 1995

	Six Months to 30 June 1995 £	Year to 31 December 1994 £
7. OTHER INCOME		
Investment income	70	393
Interest received	370	8,131
	-----	-----
	£ 440	£ 8,524
	=====	=====

	Six Months to 30 June 1995 £	Year to 31 December 1994 £
8. OPERATING PROFIT		

The operating profit is shown after charging:

Auditors' remuneration	500	1,500
Loss on disposal of fixed assets	-	2
	=====	=====

9. TAXATION

The taxation charge, based on the profits for the year at current rates, comprises:

	Six Months to 30 June 1995 £	Year to 31 December 1994 £
UK Corporation tax	£ 13,935	£ 35,876
	=====	=====
Corporation Tax payable comprises:		
Balance due for year to 31 December 1994	23,499	-
Tax charge on the profits for the period	13,935	35,876
Advance Corporation Tax paid	(10,000)	(12,377)
	-----	-----
	3,935	-
	-----	-----
	£ 27,434	£ 23,499
	=====	=====

	Six Months to 30 June 1995 £	Year to 31 December 1994 £
10. DIVIDENDS		
Dividends paid on ordinary shares	-	421,542
Dividends paid on preference share	40,001	49,506
	-----	-----
	£ 40,001	£ 471,048
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE PERIOD ENDED 30 JUNE 1995

11. STAFF COSTS

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

	Six Months 30 June 1995 £	Year to 31 December 1994 £
Salaries	36,392	22,692
Social security costs	3,608	2,308
	-----	-----
	£ 40,000	£ 25,000
	=====	=====

The average number of employees, including directors, during the period was 9 (1994: 7).

12. DIRECTORS' REMUNERATION

	Six Months 30 June 1995 £	Year to 31 December 1994 £
Emoluments as directors	£ 22,704	£ 17,530
	=====	=====

13. ULTIMATE HOLDING UNDERTAKING

The company's ultimate holding undertaking is MacIntyre & Co, whose principal place of business is 28 Ely Place, London EC1N 6RL. The company's immediate holding company is Ely Place Investments Limited, incorporated in England.