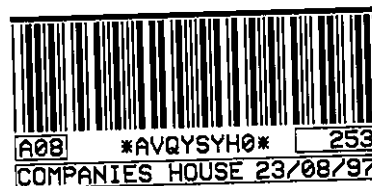


CHANGEJOIN RESIDENTS MANAGEMENT LIMITED

**Financial Statements
For the Year Ended 31 March 1997
Company No. 2286607**



CHANGEJOIN RESIDENTS MANAGEMENT LIMITED

Contents:

Page

- | | |
|---|--|
| 1 | Directors' Report |
| 2 | Profit and Loss Account |
| 3 | Balance Sheet |
| 4 | Notes forming part of the Financial Statements |

CHANGEJOIN RESIDENTS MANAGEMENT LIMITED

Directors' Report

The Directors have pleasure in presenting their report on the Company's affairs for the year ended 31 March 1997.

State of Affairs

The annexed Financial Statements show a surplus of income over expenditure for the year, which is available for next year. The Directors consider the state of affairs to be satisfactory and no changes in the scope of the Company's activities are envisaged. The Directors do not recommend the payment of a dividend.

Principal Activities

The Company is responsible for management of the green and approach roads at The Chestnuts, Rickingham, Suffolk.

Directors' Shareholdings

The Directors who served throughout the year and their beneficial interest in the Company's shares are as under:

	31 March 1997	31 March 1996
T F Martin	1	1
R J Stedman	1	1

Directors' Responsibilities

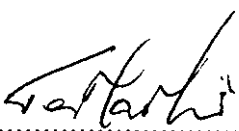
Company law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of its profit and loss for that period. In preparing the financial statements the Directors must:

- select suitable accounting policies and then apply them;
- make judgements and estimates that are reasonable and prudent; and
- adopt 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 enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

This report was approved by the Board on 22ND JUNE 1997

Signed on behalf of the Directors


.....
T F Martin, Director

CHANGEJOIN RESIDENTS MANAGEMENT LIMITED

Profit and Loss Account

	<i>Note</i>	31 March 1997 £	31 March 1996 £
Turnover		720	720
Administration Costs		(392)	(330)
Profit on ordinary activities before taxation	2	328	390
Taxation		(14)	0
Profit on ordinary activities after taxation		314	390
Retained for the financial year		314	390
Movement on accumulated fund			
Opening balance		1,899	1,509
Transfer for year		314	390
Closing balance		2,213	1,899

CHANGEJOIN RESIDENTS MANAGEMENT LIMITED

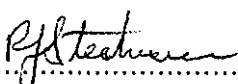
Balance Sheet

	Note	31 March 1997	31 March 1996
		£	£
Fixed Assets			
Freehold property - land at The Chestnuts, Rickinghall at cost		1	1
Current Assets			
Cash at Bank		2,231	1,970
Prepayments		58	58
		<u>2,289</u>	<u>2,028</u>
Current Liabilities			
Trade Creditors		65	118
		<u>65</u>	<u>118</u>
Net Current Assets		<u>2,224</u>	<u>1,910</u>
Total Assets, less Current Liabilities		<u>2,225</u>	<u>1,911</u>
Capital and Reserves			
Called up Share Capital		12	12
Accumulated Fund		2,213	1,899
		<u>2,225</u>	<u>1,911</u>

The Directors have taken advantage of the exemption conferred by Section 249A(1) not to have these accounts audited and confirm that no notice has been deposited under Section 249B(2) of the Companies Act 1985. The Directors acknowledge their responsibilities for ensuring that:

- the Company keeps accounting records which comply with section 221 of the Companies Act 1985; and
- the accounts give a true and fair view of the state of affairs of the Company as at 31 March 1997 and of its surplus for the year then ended in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the Company.

Approved by the Board of Directors on 22nd June 1997 and signed on its behalf


 R J Stedman, Director

CHANGEJOIN RESIDENTS MANAGEMENT LIMITED

Notes forming part of the financial statements for the year ended 31 March 1997:

1 Accounting Policies

The financial statements are prepared under the historical cost convention and incorporate the results of the Company's principal activity which is continuing.

- (a) Turnover comprises management charges from residents. Management charges are raised to cover the Company's costs on a non-profit making basis. Expenditure largely falls into the period immediately following 31 March and is therefore fully committed by the year end.
- (b) The freehold land at The Chestnuts, Rickingham, is shown at original cost of £1 and is not subject to depreciation.

2 Profit on Ordinary Activities before Taxation

Profit is stated after charging/crediting:

	31 March 1997	31 March 1996
	£	£
Accounting costs	40	100
Interest received	(31)	(29)
Directors' remuneration	nil	nil

There were no employees during the year.

3 Fixed Assets

There were no movements during the year:

	31 March 1997	31 March 1996
	£	£
Freehold land at cost	1	1

4 Share Capital

The authorised share capital of the Company is 100 Ordinary shares of £1 each. 12 shares of £1 each were allotted, called up and fully paid throughout the year.

INCOME & EXPENDITURE

CHANGEJOIN RESIDENTS MANAGEMENT LIMITED

Income and Expenditure Account

		31 March 1997		31 March 1996	
	<i>Note</i>	£	£	£	£
Income					
Management charges			720		720
Interest received			31		29
Expenditure					
Green/roads maintenance		212		100	
Accounting costs		40		100	
Company Secretarial		18		4	
Insurance		134		119	
Bank charges		7		6	
Sundry Charges		12		30	
		-----		-----	
			423		359
Corporation Tax			14		0
			-----		-----
Surplus			314		390
Balance brought forward			1,899		1,509
			-----		-----
Accumulated Fund			2,213		1,899
			-----		-----
Capital and Reserves					
Called up Share Capital			12		12
Accumulated Fund			2,213		1,899
			-----		-----
			2,225		1,911