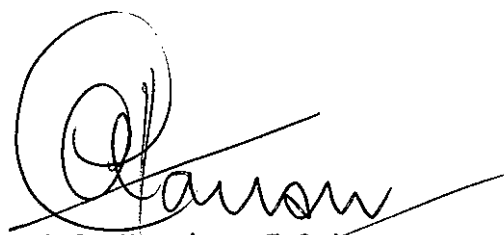


REPORT OF THE AUDITOR

I have audited the financial statements on pages 3 and 4 in accordance with approved Auditing Standards.

In my opinion the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of the Company's affairs at the 31st December 1997 and of the Surplus for the year ended on that date and comply with the Companies Act 1985.

Romiley
March 1998


A.G. Harrison F.C.A.
Chartered Accountant



BRITISH PSYCHODRAMA ASSOCIATION
(A Company Limited By Guarantee)

COMMITTEE REPORT

for the year ended 31st December 1997.

The Committee present herewith the audited financial statements of the company for the year ended 31st December 1997.

PRINCIPAL ACTIVITIES

The principal objects and activities of the Association are to promote the advance of psychodrama as a profession and the education and training of practitioners of psychodrama.

RESULTS

The surplus for the year and statement of accumulated surplus are set out on page 3.

DIRECTORS

The directors of the company at 31st December 1997 and who have been directors since April 1997 are:

Ana Aguirregebiria	Peter Haworth	Sarah Mulholland
Jennie Biancardi	Annie Huntington	Jon Munsey
Teresa Brown	Clive Ley	Sheila Richman
Alyson Coupe	Julie Leeson	Celia Scanlan
Mark Gower	Enid McNeill	Stuart Walsh

The following Directors retire in accordance with the Articles of Association of the Company:

Ana Aguirregebiria, Teresa Brown, Mark Gower, Peter Haworth, Enid McNeill.

AUDITOR

A resolution to reappoint the auditor, A.G. Harrison F.C.A., will be proposed at the annual general meeting.

BY ORDER OF THE COMMITTEE

Stuart Walsh
SECRETARY
March 1998



BRITISH PSYCHODRAMA ASSOCIATION
(A Company Limited By Guarantee)

BALANCE SHEET AS AT 31ST DECEMBER 1997

	<u>1997</u>	<u>1996</u>
<u>FIXED ASSETS</u>		
Furniture, Fittings & Office Equipment 1st January 1997	6,212	7,985
Additions Year To Date	206	297
	6,418	8,282
Deduct: Depreciation Year To Date	1,698	2,070
	4,720	6,212
<u>CURRENT ASSETS</u>		
Debtors	-	565
Cash on Deposit	14,575	5,997
Stock of Books and Stationery	8,910	8,705
Cash at Bank	2,724	5,348
	26,209	20,615
<u>CREDITORS:</u> Amounts falling due within one year		
Sundry Creditors	1,018	1,290
Fees received in advance	1,707	-
Conference 1998 in advance	1,292	-
	4,017	1,290
NET CURRENT ASSETS	22,192	19,325
TOTAL NET ASSETS	£26,912	£25,537
REPRESENTED BY:		
Accumulated Surplus	£26,912	£25,537

Certified to be a true copy.....

Richman
Shirley Vats

Treasurer
 Chairman

Secretary

BRITISH PSYCHODRAMA ASSOCIATION
(A Company Limited By Guarantee)

INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 1997

	<u>1997</u>	<u>1996</u>
<u>INCOME</u>		
Registration Fees	4,913	4,889
Membership Fees	7,074	8,570
Books & Journals: Sales	4,338	5,468
Add: Stock 31.12.97.	8,740	8,535
	<u>13,078</u>	<u>14,003</u>
Deduct: Purchases	(4,251)	(3,297)
Stock 31.12.96.	(8,535)	(9,449)
	<u>292</u>	<u>1,257</u>
Deduct: Grant to Michael Watson Trust (re 1996)	(628)	(660)
Mailing Inserts	223	799
Bank Interest (Net)	331	277
Conference 1997	5,669	-
Conference 1996	75	(2,471)
	<u>17,949</u>	<u>12,661</u>
<u>EXPENDITURE</u>		
Office Expenses	3,036	3,203
Printing & Paper	2,429	2,692
Wages	4,122	4,100
Postage & Stationery	1,553	2,116
UKCP Fees	300	400
UKCP Delegates' Expenses	-	745
Travelling	2,317	3,981
Staff Adverts	-	613
Bank Charges	301	335
Audit Fee	355	405
Sundry Expenses	463	22
Depreciation: Furniture & Equipment	1,698	2,070
	<u>16,574</u>	<u>20,682</u>
Surplus For The Year (1996 Deficit)	<u>1,375</u>	<u>(8,021)</u>
Statement of Accumulated Surplus		
Surplus at 1st January 1997	25,537	33,558
Surplus Year To Date	1,375	(8,021)
Accumulated Surplus at 31st December 1997	<u>£26,912</u>	<u>£25,537</u>