

Registered No: 3240708

Hotfoil Limited
Annual Report
for the 72 week period from
21 August 1996 to 31 December 1997



Hotfoil Limited

**Annual report for the 72 week
period from 21 August to 31 December 1997**

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Hotfoil Limited

Directors' report for the 72 week period from 21 August 1996 to 31 December 1997

The directors present their report and the audited financial statements for the 72 week period from 21 August 1996 to 31 December 1997.

Change of name

The Company was incorporated on 21 August 1996 as 878th Single Member Shelf Trading Company Limited.

On 15 October 1996 the Company changed its name to Hotfoil Limited.

Review of business

The company is dormant and has not traded during the 72 week period.

Dividends

The directors do not recommend the payment of a dividend.

Directors

The directors of the company during the period were as follows:

Messrs T R Doyle and P F Winters were appointed as directors of the Company on 6 November 1996.

G C Rose was appointed as a director of the company on 21 October 1997.

Hotfoil Limited

Directors' interests

No director had any interest in the share capital of the company.

The interests of the directors' in the share capital of the ultimate parent company, Electrocal Group Limited are disclosed in those company's financial statements.

Directors' Responsibilities

The directors are required by UK company law to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company and the group as at the end of the financial period and of the profit or loss of the group for that period.

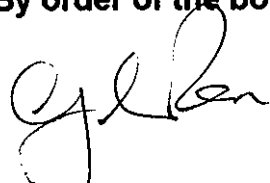
The directors confirm that suitable accounting policies have been used and applied consistently and reasonable and prudent judgements and estimates have been made in the preparation of the financial statements for the 72 week period from 21 August 1996 to 31 December 1997. The directors also confirm that applicable accounting standards have been followed and that the financial statements have been prepared on the going concern basis.

The directors are responsible for keeping proper accounting records, for taking reasonable steps to safeguard the assets of the company and the group and to prevent and detect fraud and other irregularities.

Auditors

A resolution to reappoint the auditors, Coopers & Lybrand, will be proposed at the annual general meeting.

By order of the board



G C Rose

Company secretary

18 March 1998

Report of the auditors to the members of Hotfoil Limited

We have audited the financial statements on pages 4 to 6

Respective responsibilities of directors and auditors

As described on page 2 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.

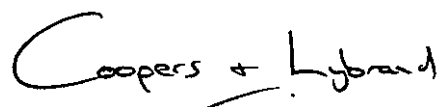
Basis of opinion

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 affairs of the company at 31 December 1997 and of the profit of the company for the period then ended, and have been properly prepared in accordance with the Companies Act 1985.



Coopers & Lybrand

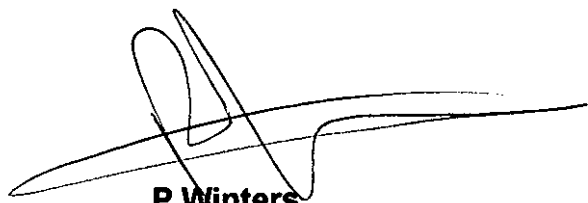
Chartered Accountants and Registered Auditors
Manchester
18 March 1998

Hotfoil Limited

Balance sheet at 31 December 1997

	Notes	Period 21 August 1996 to 31 December 1997 £
Current assets	3	
Debtors		<u>1</u>
Net assets		<u>1</u>
Capital and reserves		
Called up share capital	4	1
Profit and loss account		<u>-</u>
Equity shareholders' funds	5	<u>1</u>

The financial statements on pages 4 to 6 were approved by the board of directors on 18 March 1998 and were signed on its behalf by:



P Winters
Director

Hotfoil Limited

Notes to the financial statements for the 72 week period from 21 August 1996 to 31 December 1997

1 Principal accounting policies

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies is set out below.

Basis of accounting

The financial statements have been prepared on the historical cost basis of accounting.

2 Directors' emoluments

The directors receive no emoluments for their services to the company.

3 Debtors

	1997 £
Amounts falling due within one year	
Amounts owed by group undertakings	1

4 Called up share capital

	1997 £
Authorised	
100 ordinary shares at £1 each	100
Allotted, called up and fully paid	
1 ordinary share of £1	1

5 Reconciliation of movements in shareholders' funds

Profit for the financial period	-
Issue of share capital	1
Net increase in shareholders' funds	1
Opening shareholders' funds	-
Closing shareholders' funds	1

6 Pensions

The company does not operate nor contribute to a pension scheme

7 Related party transactions

As the company is included in the consolidated financial statements of Electrocal Group Limited, a company registered in England and Wales, there is no requirement to disclose any inter-company transactions. There were no other related party transactions in the year.

8 Ultimate parent company and controlling party

The directors regard Electrocal Group Limited, a company registered in England and Wales, as the ultimate parent company and controlling party. Copies of the parent's consolidated financial statements may be obtained from The Secretary, Electrocal Group Limited, Oldmixon Crescent, Oldmixon Industrial Estate, Weston super Mare, North Somerset, BS24 9AY.