

COSWAY MANSIONS LIMITED

(Company limited by guarantee and not having a share capital)

(Registered in England Number 03355152)

DIRECTORS REPORT AND FINANCIAL STATEMENTS

31st December 1997

Registered Office

**52 Great Eastern Street
London
EC2A 3EP**



DIRECTORS REPORT

For the Period 17th April 1997 to 31st December 1997

The directors present their report and the company's financial statements for the period ended 31st December 1997.

Incorporation and Principal Activities:

The company was incorporated on 17th April 1997 and did not trade during the period under review.

Directors:

The directors who served during the period were:

D N F Harris (Appointed 17-04-97)

J W Butt (Appointed 17-04-97)

J W Butt resigned on 1st March 1998 and D N F Harris resigned on 3rd June 1998. On 28th April 1998 T P Bazeley, I G Caddy, D H C Cook, A E Feuk, M M Johnstone, D N Rosebaum and S M Worrell were appointed as directors. On 30th September 1998 A E Feuk resigned as a director.

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 the profit or loss of the company for that period. In preparing those financial statements, the director is required to:

Select suitable accounting policies and then apply them consistently.

Make judgements and estimates that are reasonable and prudent.

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 1995. 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 13th November 1998, taking advantage of special exemptions available to small companies.

Signed on behalf of the board of directors by:


I G CADDY (Company Secretary)

BALANCE SHEET

As at 31st December 1997

Fixed Assets	-
Current Assets	-
Current Liabilities	-
	£ -
	==
Represented by:	
Profit and Loss Account	£ -
	==

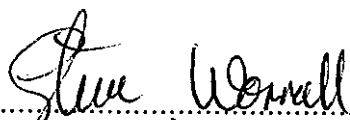
The directors are satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to Section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- i) Ensuring that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985, and
- ii) Preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

In the preparation of the company's annual accounts, the directors have taken advantage of special exemptions applicable to small companies and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

Approved by the board on 13th November 1998 and signed on its behalf by:


S M WORRELL (Director)


I G CADDY (Director)