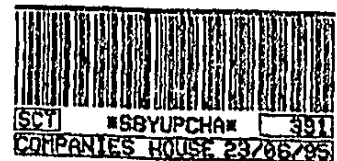


COMPANY NUMBER 3721

BRITISH ASSETS TRUST PLC
INTERIM ACCOUNTS FOR THE SIX MONTHS
TO
31 MARCH 1995

Prepared in accordance with Section 272 of the Companies Act 1985



REVENUE ACCOUNT

FOR THE 6 MONTHS TO 31 MARCH 1995

	Notes	6 Months 31 March 1995 £'000	Year to 30 September 1994 £'000
INCOME			
Franked investment income		6,308	11,764
UK unfranked investment income		248	794
Stock and Foreign income dividends		282	662
Overseas investment income		2,055	5,142
Subsidiary undertakings		5,295	10,488
Deposit interest		442	1,134
Underwriting commission		213	147
Total income	1	14,843	30,131
EXPENSES			
Interest		(4,572)	(8,537)
Administrative expenses		(457)	(1,183)
Revenue before taxation		9,814	20,411
Taxation	2	(2,555)	(4,481)
		7,259	15,930
Preference Dividends		(90)	(180)
Available for ordinary shareholders		7,169	15,750
Ordinary dividends		(7,064)	(16,820)
Net revenue transferred to/(from) revenue reserve		105	(1,070)
Earnings per Ordinary 25p share		2.23p	4.10p
Dividends per Ordinary 25p share		2.19p	4.38p

BALANCE SHEET
AS AT 31 MARCH 1995

	Notes	As at 31 March 1995 £'000	As at 30 September 1994 £'000
FIXED ASSETS - INVESTMENTS			
UK ordinary and preference shares		248,564	246,358
UK fixed interest securities		7,470	8,760
Overseas securities		118,272	126,644
Subsidiary undertakings		200,415	206,547
	3	<u>574,721</u>	<u>588,309</u>
CURRENT ASSETS			
Debtors	4	8,750	8,021
Cash at bank and on deposit.		17,820	15,635
Creditors (amounts falling due within one year)	5	(10,178)	(14,269)
Net current assets		<u>16,392</u>	<u>9,387</u>
Total assets (less current liabilities)		<u>591,113</u>	<u>597,696</u>
Creditors (amounts falling due after more than one year)	6	(216,787)	(212,889)
		<u>374,326</u>	<u>384,807</u>
CAPITAL AND RESERVES			
Called up share capital			
Ordinary and growth shares		96,000	96,000
Preference shares		5,250	5,250
	7	<u>101,250</u>	<u>101,250</u>
Share premium account	8	3,630	3,630
Capital reserve	9	170,470	160,866
Net unrealised appreciation	9	93,040	113,230
Revenue reserve	9	5,936	5,831
		<u>374,326</u>	<u>384,807</u>
Equity Shareholders' Funds		<u>369,076</u>	<u>379,557</u>
Net Asset Value per Ordinary and Growth 25p Share		96.1p	98.8p

L. C. R. Faghi Director
22nd June 1995

ACCOUNTING POLICIES

Basis of Preparation

The accounts are prepared under the historical cost convention modified to include revaluation of investments. The accounts are prepared in accordance with applicable accounting standards.

Investments

Listed investments, including the Company's subsidiary undertaking, Investors Capital Trust, are valued at middle market prices. Unlisted investments are valued by the Directors on the basis of all information available to them at the time of valuation. Year end exchange rates have been used when translating foreign currencies.

Loans

The Equities Index Unsecured Loan Stock 2005 is valued by reference to the capital value of the FT-SE-Actuaries All-Share Index using the month end rate.

Capital reserves

- (a) Capital reserve - gains and losses on realisation of fixed asset investments and realised exchange differences are accounted for in this reserve together with the proportion of management fees charged to capital.
- (b) Net unrealised appreciation - increases and decreases in the valuation of investments held are accounted for in this reserve. Provision is also made in this reserve for changes in the value of the Equities Index Unsecured Loan Stock 2005.

Income

- (a) Dividends and interest from UK securities with the addition of the relevant tax credit where appropriate, are included in the Revenue Account on an accruals basis when the security is first quoted 'ex-dividend'. Overseas income is recorded at rates of exchange ruling when received and, if accrued, at the rate of exchange ruling when accrued. Dividends taken as stock by the Company are included in the Revenue Account on an accruals basis.
- (b) Deposit interest is included on an accruals basis.

Expenses

Administrative expenses and interest payable are dealt with on an accruals basis. Overseas expenses are converted at the exchange rate ruling at date of payment or at year end exchange rates when interest is accrued.

ACCOUNTING POLICIES

Management Fees

The allocation of the management fees between capital and revenue is based upon the Directors' assessment of the activities undertaken by the managers in pursuit of the investment objectives of the Company.

Rates of Exchange

	31 March 1995	30 September 1994
US Dollar	1.6288	1.5770
Hong Kong Dollar	12.5942	12.1858
French Franc	7.8117	8.3491
Australian Dollar	2.2206	2.1311
Deutschmark	2.2290	2.4468
Spanish Peseta	205.2289	202.7629
Italian Lire	2764.2366	2460.1203

EXPLANATORY NOTES ON THE ACCOUNTS

	31 March 1995 £'000	30 September 1994 £'000
1. <u>Income</u>		
Listed on the London Stock Exchange	6,829	12,960
Listed on other stock exchanges	2,055	5,379
Unlisted	9	23
Deposit interest	442	1,134
Underwriting commission	213	147
Income from subsidiary undertaking	5,295	10,488
Total income	<u>14,843</u>	<u>30,131</u>
2. <u>Taxation</u>		
Corporation tax		
Tax on franked investment income:		
- at 20%	2,321	4,452
Overseas tax	234	578
Section 242 claim	-	(549)
	<u>2,555</u>	<u>4,481</u>
3. <u>Fixed Assets - Investments</u>		
Opening valuation of investments	588,309	618,709
Opening unrealised appreciation	(176,118)	(230,080)
Opening cost of investments	<u>412,191</u>	<u>388,629</u>
Additions at cost	84,218	70,556
Disposals at cost	(81,455)	(46,994)
Closing cost of investments	<u>414,954</u>	<u>412,191</u>
Closing unrealised appreciation	159,767	176,118
Closing valuation of investments	<u>574,721</u>	<u>588,309</u>
4. <u>Debtors</u>		
Due from brokers	5,426	3,897
Taxation recoverable	460	628
Income receivable from shares and securities	2,864	3,496
	<u>8,750</u>	<u>8,021</u>

	<u>31 March</u>	<u>30 September</u>
	<u>1995</u>	<u>1994</u>
	<u>£'000</u>	<u>£'000</u>
5. <u>Creditors - Amounts falling due within one year</u>		
Taxation	-	361
Due to brokers	-	2,405
Dividend on ordinary shares	7,064	8,448
Dividend on preference shares	-	90
Interest on Equities Index Unsecured Loan Stock	2,663	2,512
Other creditors	451	453
	<u>10,178</u>	<u>14,269</u>

6. Creditors - Amounts falling due after more than one year

Equities Index Unsecured Loan Stock 2005	<u>216,787</u>	<u>212,889</u>
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Subject to the provisions in the Trust Deed constituting the Index Stock, the Company shall redeem the Index Stock with effect from 31 December 2005 at the Capital Value which will be determined by the level of the FT-SE Actuaries All-Share Index at that date. Interest paid on the units of the Index Stock is equivalent to the gross yield of the Index and is paid quarterly.

7. <u>Share Capital</u>	<u>Shares</u>	<u>£'000</u>
Authorised at 31 March 1995		
Ordinary shares of 25p	399,360,000	99,840
Growth shares of 25p	61,440,000	15,360
3.15 per cent preference stock		1,300
'A' 3.50 per cent preference stock		3,950
		<u>120,450</u>
Allotted, issued and fully paid at 31 March 1995		
Ordinary shares of 25p	322,560,000	80,640
Growth shares at 25p	61,440,000	15,360
3.15 per cent preference stock		1,300
'A' 3.50 per cent preference stock		3,950
		<u>101,250</u>

8.	<u>Share Premium</u>	£'000
	At 31 March 1995 (30 September 1994 - same)	3,630
9.	<u>Reserves</u>	
	Capital reserve	
	At 30 September 1994	160,866
	Movement during the period	9,604
	At 31 March 1995	170,470
	Net unrealised appreciation	
	At 30 September 1994	123,315
	Prior year adjustment	(10,085)
	At 30 September 1994 - restated	113,230
	Movement during the period	(20,190)
	At 31 March 1995	93,040
	Revenue Reserve	
	At 30 September 1994 - as previously reported	7,929
	Prior year adjustment	(2,098)
	At 30 September 1994 - restated	5,831
	Transferred from revenue account	105
	At 31 March 1995	5,936