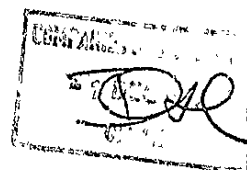


STEWART FUND MANAGERS LIMITED

ACCOUNTS

as at

30th JUNE, 1977



T. C. GARDEN & CO.
CHARTERED ACCOUNTANTS

STEWART FUND MANAGERS LIMITED
(Incorporated in Scotland)

DIRECTORS

J.W.A. Shaw Stewart - Chairman
P.J. Oliphant, WS
P.W. Turcan, WS
P.A. Campbell Fraser, WS
J.G.L. Wright
J.G.D. Ferguson
E.A.W. Tulloch

SECRETARY

W.P. Forsyth

REGISTERED OFFICE

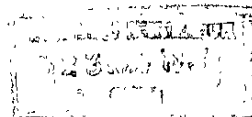
45 Charlotte Square,
EDINBURGH, EH2 4HW

WHOLLY OWNED SUBSIDIARY

Stewart Unit Trust Managers
Limited.
Incorporated in Scotland.

AUDITORS

T.C. Garden & Co.,
Chartered Accountants,
25 Rutland Square,
Edinburgh, EH1 2BS



STEWART FUND MANAGERS LIMITED

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STEWART FUND MANAGERS LIMITEDREPORT of the DIRECTORS

The Directors submit their Report and the Audited Accounts of the Company and its subsidiary for the year ended 30th June, 1977.

The principal activity of the parent company during the year under review has been Investment Management which it undertakes for a number of clients including the Unit Trusts managed by the subsidiary company.

The turnover of the Company and its subsidiary represents the aggregate of amounts receivable in the ordinary course of business from investment management services provided, sales of units, income on units held, and unit trust management fees.

The respective figures for Turnover and Contributions to Profit before Taxation were as follows:-

	<u>Turnover</u>		<u>Contribution to Profit/(Loss) before Taxation</u>	
	<u>30.6.76</u>	<u>30.6.77</u>	<u>30.6.76</u>	<u>30.6.77</u>
Investment Management Services	£ 151,337	£168,351	£ 313	£1,790
Sales of Units and Unit Trust Management Fees	998,128	285,487	7,567	3,285
	<u>£1,149,465</u>	<u>£453,838</u>	<u>£7,880</u>	<u>£5,075</u>

The Profit for the year before Taxation amounted to £4,325 from which there falls to be deducted Taxation of £2,263 leaving a Profit for the year of £2,062. Retained Profits brought forward amounted to £31,977 leaving available £34,039. The Directors recommend that no Dividend be paid for the year under review and that this balance be carried forward to next year.

The Directors of the Company at 30th June, 1977 were as follows:-

J.W.A. Shaw Stewart, Chairman
P.J. Oliphant
P.W. Turcan
P.A. Campbell Fraser
J.G.L. Wright
J.G.D. Ferguson

No changes in the Directors of the Company occurred during the year under review. Mr. E.A.W. Tulloch was appointed a Director of the Company on 13th July, 1977.

The Interests of the Directors in the Issued Capital of the Company are as follows:-

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