

MORAY ASSET MANAGEMENT LIMITED

Report of the Directors

The Directors have pleasure in submitting their report and the accounts of the Company for the year ended 31st December 1996.

Incorporation

The Company was incorporated with the name Launchtotal Limited on 15th November 1990. By Special Resolution passed on 12th February 1991 the name of the Company was changed to Moray Asset Management Limited on 1st March 1991.

Review of Business

The main object of the Company is to provide management and consultancy services. The Company has not carried on business since incorporation and has remained dormant in terms of Section 250 of the Companies Act 1985 ("the Act").

Accounts

As the Company had no income or expenditure during the year no profit and loss account has been prepared and the Directors do not propose the payment of any dividend. All expenses in relation to the formation and maintenance of the Company have been borne by the shareholders.

The balance sheet of the Company at 31st December 1996 is set out on page 3. The Company has no fixed assets.

The Company has no subsidiary undertakings.

Share Capital

The authorised share capital of the Company is £1,000 divided into 1000 Ordinary Shares of £1 each, two of which have been allotted.

Directors and their Interests

The names of the Directors, each of whom held office throughout the year, and their interests in the share capital of the Company, as shown in the register maintained for the purpose of Sections 324 to 328 of the Act, are as follows:

John Baylis
Caroline Baylis

1
1

1
1

Ordinary Shares of £1 each held
at 31st December 1996 at 31st December 1995



Employees

The Company had no employees during the period.

Political and Charitable Donations

No political or charitable donations were made by the Company during the period.

Auditors

By special resolution passed on 17th June 1991, the Company having been dormant in terms of Section 250 since the time of its formation, thereby made itself exempt from the provisions of Part VII of the Act relating to the audit of accounts. Accordingly no auditors have been appointed.

By Order of the Board

A handwritten signature in cursive script, appearing to read 'Caroline Baylis', followed by a horizontal line.

Caroline Baylis,
Company Secretary

31st January 1997

Registered Office: Brightmony Brae, Auldearn, NAIRN IV12 5HZ Scotland.

MORAY ASSET MANAGEMENT LIMITED

Balance Sheet at 31st December 1996

	<u>NOTE</u>	<u>at 31.12. 96</u>	<u>at 31. 12. 95</u>
Current Assets			
Cash at bank and in hand		<u>£2</u>	<u>£2</u>
Capital and Reserves			
Called up share capital	1	<u>£2</u>	<u>£2</u>

Notes on the Balance Sheet:

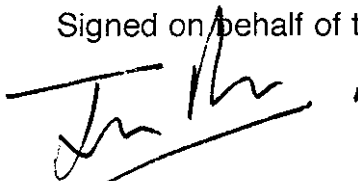
1. The authorised, issued and fully paid share capital was as follows:

	<u>Authorised</u>		<u>Issued and fully paid</u>	
	<u>31.12.96</u>	<u>31.12.95</u>	<u>31.12.96</u>	<u>31.12.95</u>
Ordinary Shares of £1 each	1,000	1,000	2	2

2. In terms of Section 250 of the Companies Act 1985 the Company has been dormant throughout the period from its incorporation on 15th November 1990 to 31st December 1996.

Approved by the Board on 31st January 1997

Signed on behalf of the Board


 JOHN BAYLIS
 31st January 1997

Registered Office: Brightmony Brae, Auldearn, NAIRN IV12 5HZ, Scotland.