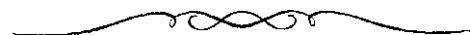
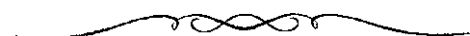


***Thorniewood Properties Limited
Profit & Loss Account For Year
And Balance Sheet As At
31st March 1997***



***Modified Balance Sheet
And
Directors Report
As At 31st March 1997***



**J.S. Mackie & Co
Accountants**

Unit 2, Peacock Cross Industrial Estate, Hamilton, ML3 9AY

167/169 Bank Street, Coatbridge, ML5 1ET

Ref No: JSM 1765

[Handwritten signature]



Thorniewood Properties Limited

Directors:	Douglas Allen
Secretary:	Ann Allen
Registered Office:	Unit 2 Peacock X Ind Est. Hamilton ML3 9AY
Company Registration:	157021
Bankers:	Bank of Ireland 65 St Vincent Street Glasgow G2 5TH

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Note Pages 6 & 7 Do Not Form Of The Statutory Financial Statement

Thorniewood Properties Limited

Report Of The Directors

The directors present their report and the financial statements for the year ended 31st March 1997.

Principal Activities

The Companies principal activity is that of property renting and development.

Dividend And Transfer To Reserves

The directors do not recommend payment of a dividend.

It is proposed that the retained profit for the year of £341 is transferred to reserves.

Directors And Their Interests

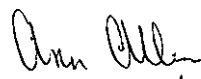
The directors who served during the year and their interests in the company were as stated below.

	Number Of Shares	
	<u>Class Of Share</u>	<u>1997</u>
Mr D Allen	Ordinary Shares	1

Close Company

The company is close company as defined by the income and Corporation Taxes Act 1988.

By Order Of The Board



Secretary

Thorniewood Properties Limited

Directors Balance Sheet Statements

The Directors:

1. Confirm that for the period ending 31/3/97 the company was entitled to the exemption under subsection (1)* of section 249A;
2. Confirm that no notice requiring an audit had been deposited under subsection (2) of S249B in relation to the accounts for the financial year; and
3. Acknowledge their responsibility for;
 - a) Ensuring that the company keeps accounting records which comply with section 221; and
 - b) 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 in accordance with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

The directors have taken advantage of the exemptions conferred by part 11 of schedule 8 to the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions as a small company.

In preparation of the company's annual accounts, the directors have taken advantage of the special exemptions conferred by part 1 of Schedule 8 to the Companies Act 1985, and have done so on the grounds that, in their opinion, the company is so on the benefit of those exemptions as a small company.

Continued.....

Thorniewood Properties Limited

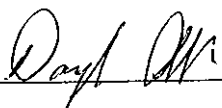
Modified Balance Sheet As At 31st March 1997 Continued

<u>Fixed Assets</u>	<u>Note</u>	<u>1996</u>	<u>1997</u>
Tangible	3	27397	27397
<u>Current Assets</u>			
Debtors		89	135
Bank Account		9622	916
		<u>9711</u>	<u>1051</u>
<u>Current Liabilities</u>			
Creditors: Amount Falling Due Within One Year		470	491
		<u>9241</u>	<u>560</u>
Creditors: Amounts Falling Due More Than One Year		35865	26968
		<u>(26624)</u>	<u>(26408)</u>
Net Assets		<u>773</u>	<u>989</u>
<u>Represented By</u>			
Share Capital - Issued		2	2
Retained Profit		771	987
		<u>773</u>	<u>989</u>

In preparing these modified accounts:

- We have relied upon the exemptions for individual accounts under section 247 to 249 of the Companies Act 1985.
- We have done so on the grounds that the company is entitled to the benefits of those exemptions as a small company.

The accounts were approved by the Board of Directors on 30/6/97 and are signed on their behalf by;



Director

30/6/97.

Date

Thorniewood Properties Limited

Notes To The Modified Accounts To 31st March 1997

1. Accounting Policies

Accounting Convention

The accounts are prepared under the historical cost convention.

Depreciation

No depreciation taken.

2. Share Capital

Authorised

1000 Ordinary shares off £1 each	1000
	=====
Allotted, called up and fully paid 2 ordinary shares of £1 each	2
	==

3. Tangible Asset

Property At 8 Ivy Road, Uddingston	26000
Additional Furniture, Fix & Fittings	1397
	27397
	=====