

NATIONAL LOTTERY ENTERPRISES LIMITED

Directors' Report and Accounts

for the year to

31 March 1999

Registered Number: 2878486



NATIONAL LOTTERY ENTERPRISES LIMITED

Directors' Report

The directors present their annual report together with the financial statements for the year ended 31 March 1999.

Principal Activity and Review of the Business

The company is a wholly-owned subsidiary undertaking of Camelot Group plc, a company registered in England and Wales. The company did not trade during the year and the directors do not foresee any changes in the year ahead.

Results and Dividends

The company made neither profit nor loss during the year. The financial position of the company is set out in the attached financial statements. The directors do not recommend the payment of a dividend.

Directors

The directors of the company who have served during the year were as follows:

R V Holley
P C M Murphy

Directors' Interests

Neither of the directors had any interest in the shares of the company during the year.

Auditors

A special resolution has been passed in accordance with section 250(1) of the Companies Act 1985 exempting the company from the obligation to appoint auditors.

General Meeting

An elective resolution has been passed to dispense with the requirement to lay accounts before the company in general meeting and to dispense with holding the general meeting.

NATIONAL LOTTERY ENTERPRISES LIMITED

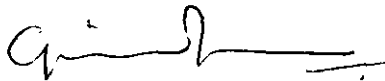
Statement of Directors' Responsibilities

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 as at the end of the financial year and of the profit or loss of the company for that year. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 which enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

By Order of the Board



G D Marcus
Secretary

20 May 1999

Registered Office:
Tolpits Lane
Watford
WD1 8RN

NATIONAL LOTTERY ENTERPRISES LIMITED

Balance sheet at 31 March 1999.

	1999 £	1999 £	1999 £	1999 £
Current Assets				
Debtors – amounts owed by parent company		<u>2</u>		<u>2</u>
Capital and Reserves				
Authorised share capital				
100 Ordinary shares of £1 each	100		100	
Allotted, called up and fully paid :				
2 Ordinary shares of £1 each		<u>2</u>		<u>2</u>

The company has been dormant (within the meaning of Section 250 of the Companies Act 1985) throughout the year ended 31 March 1999.

The ultimate parent undertaking is Camelot Group plc, a company registered in England and Wales. The only group of which the company is a member and for which group accounts are prepared is Camelot Group plc. Accounts for Camelot Group plc may be obtained from Tolpits Lane, Watford WD1 8RN.

Approved by the Board of Directors on



R V Holley
Director

20 May 1999



P C M Murphy
Director

20 May 1999

The notes on page 5 form part of these financial statements.

National Lottery Enterprises Limited

Notes to the Accounts for the year ended 31 March 1999.

1. Accounting Policies

Accounting Convention

The financial statements have been prepared under the historical cost convention on a going concern basis and in accordance with applicable accounting standards.

2. Directors and Employees

Neither of the directors received any remuneration during the year in respect of their services to the company.

There were no employees during the year.

3. Cash Flow Statement

There have been no cash transactions in the year ended 31 March 1999 or for the year to 31 March 1998. No cash flow statement has therefore been included within these financial statements.

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