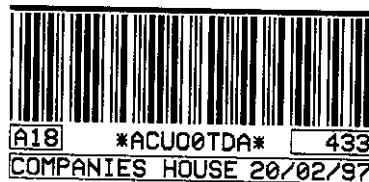


ANCHOR AGENCIES LIMITED

REPORT AND FINANCIAL STATEMENTS

30 April 1996



***Saffery Champness***

CHARTERED ACCOUNTANTS

DIRECTOR

H. R. Sykes

SECRETARY

B.L. Kean

REGISTERED OFFICE

Fairfax House  
Fulwood Place  
Gray's Inn  
London  
WC1V 6UB

COMPANY NUMBER

2108876

REPORT OF THE DIRECTOR

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The Director submits his Report together with the Financial Statements of the Company for the year ended 30 April 1996

RESULTS AND DIVIDENDS

A Summary of the results for the year is shown on page 5.

REVIEW OF THE BUSINESS

The Company's principal activity is arranging marine charters.

FUTURE DEVELOPMENTS

The Director does not anticipate any material changes in the foreseeable future.

EVENTS SINCE THE END OF THE YEAR

No significant events have occurred since the end of the year.

FIXED ASSETS

The movements in Fixed Assets are shown in Note 7 to the Financial Statements.

DIRECTOR

H.R. Sykes was the sole director throughout the year.

DIRECTOR'S RESPONSIBILITIES

Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

REPORT OF THE DIRECTOR (Continued)

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DIRECTOR'S INTEREST IN SHARES

Director's shareholdings in the Company at 30 April 1996 and 1995 were:-

	Ordinary fl Shares
H.R. Sykes	<u>75</u>

There are no schemes to benefit Directors by enabling them to buy shares in or debentures of the Company or any other company.

By Order of the Board



B.L. Kean  
Secretary.

February 18<sup>th</sup> 1997

ACCOUNTANTS' REPORT

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In accordance with instructions given to us we have prepared, without carrying out an audit, the financial statements set out on on pages 5 to 11 from the accounting records of Anchor Agencies Limited and from information and explanations supplied to us.

*Saffery Champness*

SAFFERY CHAMPNESS

Chartered Accountants

Fairfax House  
Fulwood Place  
Gray's Inn  
London  
WC1V 6UB

*February 18<sup>th</sup> 1998*

## PROFIT AND LOSS ACCOUNT

for the year ended 30 April 1996

	Note	<u>1996</u>	<u>1995</u>
TURNOVER	1	5,206	9,121
Operating expenses	2	<u>78,775</u>	<u>80,835</u>
OPERATING (LOSS)		(73,569)	(71,714)
Investment income	3	<u>11,180</u>	<u>12,479</u>
(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	4	(62,389)	(59,235)
Taxation	6	<u>(10,276)</u>	<u>(9,758)</u>
RETAINED (LOSS) FOR THE YEAR	11	<u>£(52,113)</u>	<u>£(49,477)</u>

All recognised gains and losses are included in the Profit and Loss Account and arise from continuing operations.

There is no difference between the profit on ordinary activities before taxation and the retained profit for the year stated above, and their historical cost equivalents.

The notes on pages 7 to 11 form part of these financial statements.

BALANCE SHEET  
at 30 April 1996

	Note	<u>1996</u>	<u>1995</u>
<b>FIXED ASSETS</b>			
Tangible assets	7	13,618	12,855
<b>CURRENT ASSETS</b>			
Debtors	8	20,125	10,376
Cash at bank and in hand		166,146	218,108
		<u>186,271</u>	<u>228,484</u>
<b>CURRENT LIABILITIES</b>			
Creditors: Amounts falling due within one year	9	41,864	31,201
<b>NET CURRENT ASSETS</b>		144,407	197,283
		<u>£158,025</u>	<u>£210,138</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	10	100	100
Profit and loss account	11	157,925	210,038
		<u>£158,025</u>	<u>£210,138</u>

The company was entitled to exemption from audit under Section 249A(1) of the Companies Act 1985.

No notice has been deposited under Section 249B(2) in relation to the company's accounts for the year ended 30 April 1996.

The directors acknowledge their responsibilities for :

- (i) ensuring that the company keeps accounting records which comply with Section 221; and
- (ii) 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 and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

Approved by the board on

*February 18<sup>th</sup> 1997*

*Hugh Sykes*

H.R.Sykes

Director

The notes on pages 7 to 11 form part of these financial statements.

ACCOUNTING POLICIES

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(a) BASIS OF ACCOUNTING

The accounts have been prepared under the historical cost convention.

(b) TANGIBLE FIXED ASSETS

Depreciation of tangible fixed assets is provided at rates of 20% to 50% per annum straight line. These rates are calculated to write off the cost of the asset over its expected useful life.

(c) FOREIGN CURRENCIES

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the Balance Sheet date.

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction.

All differences on exchange are taken to the Profit and Loss Account.



NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 30 April 1996

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## 1 TURNOVER

Turnover represents commissions on marine charter net of Value Added Tax.  
The analysis of turnover by geographical market has not been given.

	<u>1996</u>	<u>1995</u>
2 OTHER OPERATING EXPENSES		
Administration expenses	78,775	76,861
Other operating expenses	-	3,974
	<u>£ 78,775</u>	<u>£ 80,835</u>

## 3 INVESTMENT INCOME

Interest receivable	<u>£11,180</u>	<u>£12,479</u>
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## 4 LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION

Loss on ordinary activities before taxation  
is stated after charging:

Depreciation of tangible fixed assets	<u>£ 7,663</u>	<u>£ 8,355</u>
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NOTES TO THE FINANCIAL STATEMENTS (Continued)  
for the year ended 30 April 1996

	<u>1996</u>	<u>1995</u>
5 EMPLOYEES		
The average weekly number of persons (including directors) employed by the Company during the year was:	Number	Number
Office and Management	<u>2</u>	<u>2</u>
Staff costs		
Wages and Salaries	30,997	32,815
Social Security Costs	<u>3,889</u>	<u>2,854</u>
	<u>£34,886</u>	<u>£35,669</u>
 DIRECTOR'S REMUNERATION		
Highest paid director	<u>£22,750</u>	<u>£27,750</u>
 6 TAXATION		
Corporation tax at 25% on the loss for the year:		
Current	(10,231)	(9,758)
Adjustment in respect of prior years	<u>(45)</u>	<u>-</u>
	<u>£(10,276)</u>	<u>£(9,758)</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)  
for the year ended 30 April 1996

7 FIXED ASSETS

	Motor Vehicle	Fixtures & Fittings	Computer Software	Total
Cost				
1 May 1995	14,304	12,844	5,960	33,108
Additions	13,750	-	254	14,004
Disposals	(13,944)	-	-	(13,944)
30 April 1996	<u>14,110</u>	<u>12,844</u>	<u>6,214</u>	<u>33,168</u>
Depreciation				
1 May 1995	8,726	8,547	2,980	20,253
Charge for the year	2,750	1,807	3,106	7,663
Disposals	(8,366)	-	-	(8,366)
30 April 1996	<u>3,110</u>	<u>10,354</u>	<u>6,086</u>	<u>19,550</u>
Net book value				
30 April 1996	<u>£11,000</u>	<u>£2,490</u>	<u>£ 128</u>	<u>£13,618</u>
Net book value				
30 April 1995	<u>£ 5,578</u>	<u>£4,297</u>	<u>£2,980</u>	<u>£12,855</u>

	1996	1995
8 DEBTORS		
Other debtors	<u>£20,125</u>	<u>£10,376</u>

9 CREDITORS

Amounts falling due within one year:

Trade creditors	35,690	27,668
Other taxation and social security costs	4,524	2,033
Accruals and deferred income	1,650	1,500
	<u>£41,864</u>	<u>£31,201</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)  
For the year ended 30 April 1996

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10 SHARE CAPITAL

	<u>1996</u>	<u>1995</u>
Authorised:		
1000 Ordinary shares of £1 each	<u>£ 1000</u>	<u>£ 1000</u>
Allotted, issued and fully paid:		
100 ordinary shares of £1		
each fully paid	<u>£ 100</u>	<u>£ 100</u>

11 RESERVES

PROFIT AND LOSS ACCOUNT

At 1 May 1995	210,038	259,515
Loss for the year	<u>(52,113)</u>	<u>(49,477)</u>
At 30 April 1996	<u>£157,925</u>	<u>£210,038</u>

12 CAPITAL COMMITMENTS

The Company had no capital commitments at 30 April 1996  
(1995: The company relocated and all major costs have been incurred.)

13 CONTINGENT LIABILITIES

The Company had no contingent liabilities at 30 April 1996  
(1995 - nil).