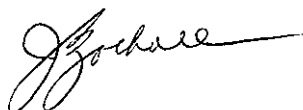


DRIPS LIMITED

Registered number 1497315

DIRECTORS

JF Zockoll
JB Chaplin



SECRETARY

GT Oatham

REGISTERED OFFICE

Zockoll House
143 Maple Road
SURBITON
Surrey
KT6 4BJ



DIRECTOR'S REPORT

The Director's submit their report and accounts for the year to 31 December 1995.

Review of the Business

The company did not trade during the year and accordingly no profit and loss account has been prepared.

Director's and their interests

The Directors who served during the year were as follows:

JF Zockoll
JB Chaplin

Neither of the directors had a beneficial interest in the share capital of the company.

DIRECTORS RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS

Company law requires directors to prepare accounts 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 accounts the directors are required to:

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

The directors are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the accounts 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 detection and prevention of fraud and other irregularities.

BY ORDER OF THE BOARD

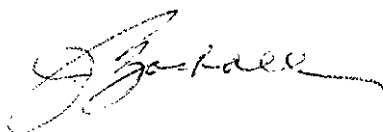

GT OATHAM
Secretary

DRIPS LIMITED

BALANCE SHEET AS AT 31 DECEMBER 1995

| | Note | 1995 | 1994 |
|---|------|-----------------|-----------------|
| | | £ | £ |
| CURRENT ASSETS: | | | |
| Cash at bank and in Hand | | | |
| CREDITORS: Amounts Falling Due Within One Year | | | |
| | 2 | <u>(57,530)</u> | <u>(57,530)</u> |
| NET CURRENT LIABILITIES | | <u>(57,530)</u> | <u>(57,530)</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>(57,530)</u> | <u>(57,530)</u> |
| SHARE CAPITAL & RESERVES | | | |
| Called Up Share Capital | 3 | 15,000 | 15,000 |
| Profit & Loss Account | | (72,530) | (72,530) |
| | | <u>(57,530)</u> | <u>(57,530)</u> |

The company was dormant (within the meaning of Section 250 of the Companies Act, 1985), throughout the year ended December 31st 1995



JF Zockoll - Director

NOTES TO THE ACCOUNTS AT DECEMBER 31ST 1995

1) ACCOUNTING POLICY

Accounting Convention

The accounts have been prepared under the historic cost convention and in accordance with applicable accounting standards.

2) CREDITORS: Amounts falling due within one year

| | 1995 | 1994 |
|---------------------------------|---------------|---------------|
| | £ | £ |
| Amount due to fellow subsidiary | <u>57,530</u> | <u>57,530</u> |

The amount due to the fellow subsidiary is interest free with no fixed terms of repayment.

3) CALLED UP SHARE CAPITAL

| | Authorized | Issued and Fully Paid |
|-------------------------------|----------------|-----------------------|
| At December 31, 1994 and 1995 | <u>100,000</u> | <u>15,000</u> |

4) AUDITORS

In accordance with Section 250 of the Companies Act, 1985 the company has not appointed auditors for the year ended 31 December 1995.

5) ULTIMATE PARENT UNDERTAKING

The immediate parent undertaking is Dyno-Rod PLC, a wholly owned subsidiary of The Zockoll Group Ltd. The Zockoll Group Ltd is the only company in the group for which group accounts are drawn up and of which the company is a member. Copies can be obtained from Companies House.