

Registered in England 2747969

HEALTHCARE RISK MANAGEMENT LIMITED

ANNUAL REPORT

YEAR ENDED 31 DECEMBER 1997



HEALTHCARE RISK MANAGEMENT LIMITED

DIRECTOR'S REPORT

The director presents the annual report together with the financial statement for the year ended 31 December 1997.

① RESULTS AND REVIEW OF THE BUSINESS

The company did not trade during the year and is not expected to trade in the foreseeable future. There has been neither income nor expenditure and therefore the company made neither profit nor loss.

② DIRECTOR

The director who held office during the year was:-

M T Saunders

The director had no interest in the share capital of the company.

BY ORDER OF THE BOARD: 29 June 1998

N J Bowman

N J Bowman
Secretary

HEALTHCARE RISK MANAGEMENT LIMITED

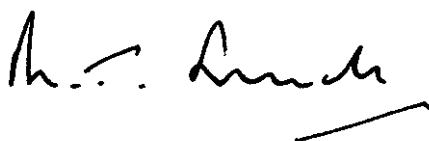
BALANCE SHEET

31 DECEMBER 1997

	1997 £	1996 £
CURRENT ASSETS		
Debtor - amount due from parent undertaking	<u>2</u>	<u>2</u>
	£	£
CAPITAL		
Called up share capital:		
Ordinary shares of £1 each:		
Authorised	<u>1000</u>	
Allotted, called up and nil paid	<u>2</u>	<u>2</u>

The director confirms that the company was dormant within the meaning of Section 250 of the Companies Act 1985 throughout the accounting year ended 31 December 1997.

APPROVED BY THE BOARD: 29 June 1998



DIRECTOR

Note: The company is a wholly owned subsidiary of The Medical Defence Union Limited, a company limited by guarantee, which is incorporated in England. In the opinion of the director The Medical Defence Union Limited is the controlling party. The Medical Defence Union Limited is also the parent undertaking of the only Group which produces accounts including this Company. These Group accounts can be obtained at the Registrar of Companies, Crown Way, Cardiff, CF4 3UZ.