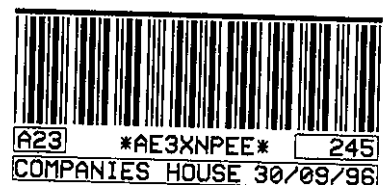


Registered in England 2702905

MEDICAL DEFENCE RISK MANAGEMENT LIMITED

ANNUAL REPORT

YEAR ENDED 31 DECEMBER 1995



MEDICAL DEFENCE RISK MANAGEMENT LIMITED

DIRECTOR'S REPORT

The director presents the annual report together with the financial statement for the year ended 31 December 1995:

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 DIRECTORS

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: 22 August 1996

N J Bowman

N J Bowman
Secretary

MEDICAL DEFENCE RISK MANAGEMENT LIMITED

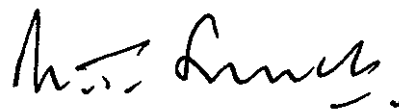
BALANCE SHEET

31 DECEMBER 1995

	<u>1995</u> £	<u>1994</u> £
CURRENT ASSETS		
Debtor - amount due from parent undertaking	2	2
	<hr/>	<hr/>
	£	£
CAPITAL		
Called up share capital:		
Ordinary shares of £1 each:		
Authorised	1000	
	<hr/>	
Allotted, called up and fully paid	2	2
	<hr/>	<hr/>

The director confirms that the company was dormant within the meaning of Section 250 of the Companies Act 1985 throughout the accounting period ended 31 December 1995.

APPROVED BY THE BOARD: 22.8 1996



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.