DIRECTORS' REPORT

AND

FINANCIAL STATEMENTS

25TH APRIL, 1997



<u>shipleys</u>

Directors

D.H. Covell W.H. Saunders

Secretary and Registered Office

A.C. Whitehead 93-95 Borough High Street, London SE1 1NL.

DIRECTORS' REPORT

The directors submit their report and financial statements for the year ended 25th April, 1997.

ACTIVITIES AND BUSINESS REVIEW

The company continues to hold investments as nominees, but during the year there were no trading transactions.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are required by the Companies Act 1985 to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period. The directors consider that in preparing the financial statements they have used appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates and confirm that all applicable accounting standards have been followed. The financial statements have been prepared on a going concern basis.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and for ensuring that the financial statements comply with the Companies Act 1985. The directors also have responsibility for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DIRECTORS AND THEIR INTERESTS

The directors who held office during the year and their interests in the shares of the company were as follows:

	£1 Ordin	£1 Ordinary Shares		
	25th April, 1997	26th April, 1996		
D.H. Covell	1 .	1		
W.H. Saunders	1	1		

DIRECTORS' REPORT - CONTINUED

EVENTS SINCE THE YEAR END

There have been no events since the year end of material significance to these financial statements.

AUDITORS

A resolution to reappoint Shipleys as auditors will be proposed at the Annual General Meeting.

By Order of the Board

A.C. Whitehead

Secretary

21 JUL 1997

shipleys

chartered accountants

10 Orange Street, Haymarket, London WC2H 7DQ Telephone (0171) 312 0000 Facsimile (0171) 312 0022

AUDITORS' REPORT TO THE MEMBERS OF

EBBARK NOMINEES LIMITED

We have audited the financial statements on pages 4 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 1 the directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 25th April, 1997 and have been properly prepared in accordance with the Companies Act 1985.

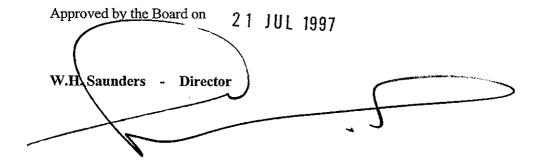
Registered Auditors

BALANCE SHEET

25TH APRIL, 1997

CURRENT ASSETS	1997	1996
Sundry debtors due within one year	£2 ==	£2 ==
CAPITAL AND RESERVES ATTRIBUTABLE TO EQUITY SHAREHOLDERS		
Called up share capital - (Note 2)	£2 —	£2

The company was dormant (within the meaning of section 250 of the Companies Act 1985) throughout the year ended 25th April, 1997.



OTHER PRIMARY FINANCIAL STATEMENTS

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 25TH APRIL, 1997

The company did not trade. There were no recognised gains or losses in the year.

HISTORICAL COST PROFIT AND LOSS FOR THE YEAR ENDED 25TH APRIL, 1997

All assets are stated in the financial statements at historical cost. Therefore, no adjustments are required to the reported result which is stated on an unmodified historical cost basis.

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS FOR THE YEAR ENDED 25TH APRIL, 1997

	1997 £	1996 £
Result for the financial year	-	-
Shareholders' funds at 26th April, 1996	_2	_2
Shareholders' funds at 25th April, 1997	£2 ==	£2 ==

NOTES TO THE FINANCIAL STATEMENTS

25TH APRIL, 1997

1. ACCOUNTING POLICIES

1.1 Accounting Basis and Standards

The financial statements have been prepared in accordance with the Companies Act 1985, and with applicable Accounting Standards.

1.2 Profit and Loss Account

The company did not trade during the year and accordingly no profit or loss account is presented. No other gains or losses arose during the year under review and there was no movement in shareholders' funds.

1.3 Cash Flow Statement

The company is a small company as defined by Section 246 and 247 of the Companies Act 1985. It has therefore taken advantage of the exemption conferred by Financial Reporting Standard Number 1 (Revised 1996) not to prepare a cash flow statement.

1.4 Related Parties

The company acts solely as a nominee for Keith Bayley Rogers & Co. in respect of all securities registered in its name. It therefore has no beneficial interest in these securities and accordingly they are not shown in the company's balance sheet.

The company is controlled by the directors.

2.	SHARE CAPITAL	1997	1996
	Authorised		
	100 Ordinary shares of £1 each	£100	£100
	Allotted, called up and fully paid	===	
	2 Ordinary shares of £1 each	£2	£2
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