THE SOUTH AMERICAN SAINT LINE LIMITED

DIRECTORS' REPORT AND ACCOUNTS

FOR THE FINANCIAL YEAR ENDED 30 MARCH 1996

Registered No. 217711

The South American Saint Line Limited

Directors

Mr D N Bright
Mr W J Cain

Secretary

Mrs A L Scandrett

Registered office

9, Albert Embankment
London
SE1 7SN

The South American Saint Line Limited

Directors' report
for the year ended 30 March 1996

The directors present herewith their report and balance sheet for the year ended 30 March 1996.

Review of business and main activities

The company has not traded during the year and has therefore made neither profit nor loss. All expenses of the company are borne by British Steel plc.

Directors & directors' interests

The directors of the company at 30 March 1996, are listed on page 1 and have been directors throughout the period.

The interests of the directors at 30 March 1996 in the ordinary shares of British Steel plc, the company's ultimate holding company, were:

	Ordinary Shares		Options	
	30 March 1996 Number	1 April 1995 Number	30 March 1996 Number	1 April 1995 Number
Mr D N Bright	31,045	1,892	46,659	134,509
Mr W J Cain	0	0	82,750	240,950

	Options	
	Granted during year Number	Exercised during year Number
Mr D N Bright	14,550	102,400
Mr W J Cain	21,500	179,700

The directors had no interest, as defined by the Companies Act 1985, in the shares of any other member of the group during the year covered by these financial statements.

By order of the board

A Slandrett

Secretary
29 April 1996

The South American Saint Line Limited

Balance sheet
as at 30 March 1996

	Notes	1996 £	1995 £
Fixed assets			
Investments: Loans to group companies			
Amount due from parent company	1	1,252,898	1,252,898
Capital and reserves			
Called up share capital	2	650,000	650,000
Capital redemption reseve		600,000	600,000
Profit and loss account		2,898	2,898
		1,252,898	1,252,898

The company was a dormant company within the meaning of Section 250 of the Companies Act 1985 throughout the accounting period ending at the date of this balance sheet.

These accounts were approved by the Board on 29 April 1996.

D N Bright
Director

The South American Saint Line Limited

Notes to the accounts
for the year ended 30 March 1996

Amount due from parent company

1. The amount due from the parent company is free of interest and no date has been fixed for the discharge of the debt.

Share Capital

2.

	1996 and 1995	
	Authorised	Allotted called up and fully paid
	£	£
650,000 Ordinary shares of £1	650,000	650,000
Red. cum. pref. shares of £1	600,000	0
Red. cum. part. pref shares of £1	25,000	0
	1,275,000	650,000

Directors remuneration

3. No director received any remuneration during the period in respect of his services to the company.

Ultimate holding company

4. The directors regard British Steel plc, a company registered in England and incorporated in England and Wales, as the ultimate holding company. The registered office of British Steel plc is at 9 Albert Embankment, London SE1 7SN.