

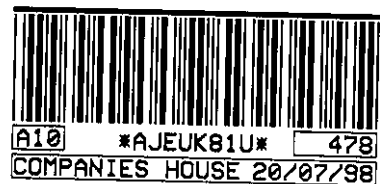
THE EUROPEAN EDUCATIONAL RESEARCH TRUST LIMITED

(A COMPANY LIMITED BY GUARANTEE)

BALANCE SHEET AND ACCOUNTS

31ST MARCH 1998

COMPANY REGISTRATION NUMBER 720249



THE EUROPEAN EDUCATIONAL RESEARCH TRUST LIMITED  
(a company limited by guarantee)

REPORT OF THE COUNCIL OF MANAGEMENT

Members of the Council of Management:

Lord Aldington PC KCMG CBE DSO (CHAIRMAN)  
Professor Lord Briggs  
Lord Tordoff  
Lord Barnett PC  
Lord Hayhoe PC

Secretary: Mrs Lynda Dawson

Registered Office: 76 Alfriston Road  
London SW11 6NW

The council has pleasure in presenting its report for the year ended 31 March 1998.

ACCOUNTS

The council submit the accounts of the company for the year ended 31 March 1998. The results for the year disclosed a deficit of £48,195, following the distribution of Company funds by way of exceptional grants totalling £46,000 during the year. This deficit has been set off against the surplus brought forward of £58,656, giving a surplus of £10,461 to be carried forward.

ACTIVITIES

The company's principle activity is to promote education by the advancement of schemes for the teaching and study of the history, geography, science, art, literature and culture of the countries of Europe. The support given by the Company is confined to Western Europe and mainly, though not exclusively, in relation to the fifteen countries of the European Union with particular emphasis on young people. It is not anticipated that the Company will be making grants during the immediate future.

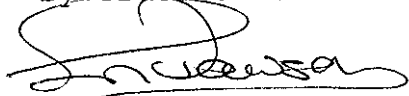
MEMBERSHIP OF THE COUNCIL

The members of the council during the year ended 31 March 1998 were those listed above.

EXEMPTIONS

In preparing this report the council has taken advantage of special exemptions available to small companies.

By order of the Council



Secretary

8th April 1998

THE EUROPEAN EDUCATIONAL RESEARCH TRUST LIMITED  
(a company limited by guarantee)

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 1998

	<u>1998</u>		<u>1997</u>	
	£	£	£	£
<u>INCOME</u>				
Profit on Sale of Investment		3,183		-
Income from fixed asset				
investments		636		2,719
Other interest receivable		1,637		1,607
		-----		-----
		5,456		4,326
<u>EXPENDITURE</u>				
Grants paid		(48,850)		(4,900)
Administrative expenses:				
Administrative charges and fees	4,273		4,290	
Travel and sundry expenses	528		471	
	-----		-----	
		(4,801)		(4,761)
		-----		-----
<u>(DEFICIT) FOR THE YEAR</u>		(48,195)		(5,335)
<u>BALANCE BROUGHT FORWARD 31 MARCH 1997</u>		58,656		63,991
		-----		-----
<u>BALANCE CARRIED FORWARD 31 MARCH 1998</u>	£10,461		£58,656	
	=====		=====	

The company made no recognised gains or losses during the year other than the loss for the year.

The movement in company funds is represented by the retained loss for the year.

The notes on page 4 form part of these accounts

THE EUROPEAN EDUCATIONAL RESEARCH TRUST LIMITED  
(a company limited by guarantee)

BALANCE SHEET

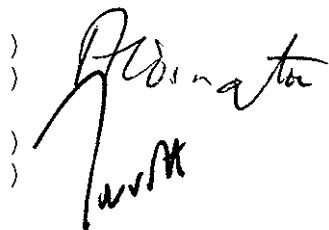
AS AT 31 MARCH 1998

	<u>Note</u>	<u>1998</u>	<u>1997</u>
FIXED ASSETS		£	£
Investments (Market value 1996 - £31,528)	3	-	30,000
CURRENT ASSETS			
Taxation recoverable		96	96
Cash at bank and in hand		10,365	28,560
		-----	-----
		10,461	28,656
		-----	-----
CREDITORS - Amounts falling due within one year		-	-
		-----	-----
NET CURRENT ASSETS		10,461	28,656
		-----	-----
TOTAL ASSETS LESS CURRENT LIABILITIES		£10,461	£58,656
		=====	=====
CAPITAL AND RESERVES			
Share capital	4	-	-
Income and expenditure account		10,461	58,656
		-----	-----
		£10,461	£58,656
		=====	=====

In the members of the council's opinion the company was entitled under section 249A(1) of the Companies Act 1985 to exemption from the audit of its financial statements for the year ended 31st March 1998. No member of the company has deposited a notice under section 249B(2) requiring an audit of these financial statements.

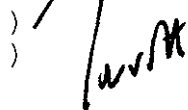
The members of the council are responsible for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss of each year in accordance with the requirements of section 226 of the Act and which otherwise comply with its requirements, in so far as applicable to the company.

Aldington )



Members of the  
Council of Management

Tordoff )



8th April 1998

The notes on page 4 form part of these accounts

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NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 1998

1. ACCOUNTING POLICIES

(a) Grants

Grants are charged in the income and expenditure account at the time of their payment. No provision is made for commitments outstanding at the year end.

(b) Donations

Donations are credited to the income and expenditure account at the time of receipt.

2. TAXATION

The company is a registered charity and, as such, is not liable to corporation tax on any surplus of income over expenditure, provided that all taxable income is used for charitable purposes.

3. FIXED ASSET INVESTMENTS

These investments were held as long term investments but were disposed of during the year at a profit of £3,183 compared to the original cost as being carried on the balance sheet. The profit has been credited to the Income and Expenditure Account for the year.

4. MEMBERS' GUARANTEES

In the event of a winding up of the company, the liability of each member is limited to £5. At 31 March 1998 the company had five members.

5. EMOLUMENTS

The members of the Council of Management received no emoluments in respect of their services in 1998 or 1997.