

Company No: 872309

KLEINWORT BENSON METALS LIMITED

REPORT AND FINANCIAL STATEMENTS

31 DECEMBER 1994



KLEINWORT BENSON METALS LIMITED

REPORT OF THE DIRECTORS

The directors submit their annual report, together with the audited financial statements, for the year ended 31 December 1994.

PRINCIPAL ACTIVITY

The company's principal activity is to receive interest on funds deposited with the parent company.

RESULTS AND DIVIDENDS

The results of the company for the year are set out in detail on page 4.

The directors do not recommend the payment of a dividend (1993 - £Nil). Retained profits of £519,000 (1993 - £879,000) have been added to reserves.

DIRECTORS

The following were directors of the company during the year:

B W J Manning	Chairman
J M Ball	
A L Craft	(resigned 11 February 1994)
R D N Harley	(resigned 11 February 1994)
R C H Jeens	

DIRECTORS' INTERESTS

None of the directors has an interest in the share capital of the company.

The interests of B W J Manning and R C H Jeens in the share capital of the ultimate parent company, Kleinwort Benson Group plc, the ultimate parent company as at the year end, together with details of any options granted to them to subscribe for shares, are shown in the directors' report of that company. The interests of J M Ball are likewise shown in the directors report of Kleinwort Benson Limited.

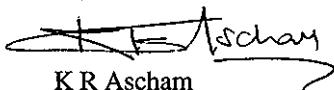
CHANGE OF ULTIMATE PARENT

The ultimate parent company is Dresdner Bank AG. On 7 August 1995, Kleinwort Benson Group plc was acquired by Dresdner Investments (UK) plc, a company incorporated in Great Britain and registered in England and Wales. Dresdner Investments (UK) plc is a wholly-owned direct subsidiary of Zenon Beteiligungs GmbH which is itself a wholly-owned direct subsidiary of Dresdner Bank AG.

AUDITORS

Touche Ross & Co. have expressed their willingness to continue in office and, in accordance with the provisions of the Companies Act 1985, a resolution for their reappointment will be proposed at the forthcoming Annual General Meeting.

Approved by the Board
Signed on behalf of the Board


K R Ascham
Secretary

16th October 1995

KLEINWORT BENSON METALS LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company as at the end of the financial year and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

KLEINWORT BENSON METALS LIMITED

REPORT OF THE AUDITORS TO THE MEMBERS OF KLEINWORT BENSON METALS LIMITED

We have audited the financial statements on pages 4 to 7 which have been prepared under the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2 the company's 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.

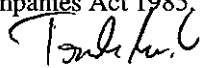
Basis of opinion

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 affairs of the company at 31 December 1994 and its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Touche Ross & Co.
Chartered Accountants and
Registered Auditors
Stonecutter Court
1 Stonecutter Street
London
EC4A 4TR



1995

KLEINWORT BENSON METALS LIMITED

PROFIT AND LOSS ACCOUNT

Year ended 31 December 1994

	Notes	1994 £000's	1993 £000's
Interest Receivable & Similar Income:			
Interest from group undertakings		596	975
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<hr/> 596	<hr/> 975
Taxation	2	(77)	(96)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION TRANSFERRED TO RESERVES	4	<hr/> 519	<hr/> 879

The movement in reserves is set out in note 4 to the accounts.

The notes on pages 6 and 7 form part of these accounts.

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

There are no recognised gains and losses for the current financial year and preceding financial year other than as stated in the profit and loss account.

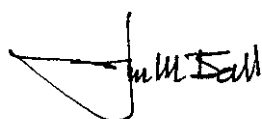
KLEINWORT BENSON METALS LIMITED

BALANCE SHEET 31 December 1994

	Notes	1994 <u>£000's</u>	1993 <u>£000's</u>
CURRENT ASSETS			
Debtors: Amounts owed by group undertakings		11,561	11,061
CREDITORS-AMOUNTS FALLING DUE WITHIN ONE YEAR:			
Taxation		77	96
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		11,484	10,965
		<hr/>	<hr/>
CAPITAL AND RESERVES			
Called up share capital	3	10,000	10,000
Profit and loss account	4	1,484	965
		<hr/>	<hr/>
TOTAL EQUITY SHAREHOLDERS' FUNDS		11,484	10,965
		<hr/>	<hr/>

Approved by the Board of Directors on
Signed on behalf of the Board of Directors

16th October 1995



J.M.Ball

The notes on pages 6 and 7 form part of these accounts.

KLEINWORT BENSON METALS LIMITED

NOTES TO THE ACCOUNTS

Year ended 31 December 1994

1. ACCOUNTING POLICIES

These financial statements are prepared in accordance with applicable accounting standards.

The particular accounting policies adopted are described below.

a) Accounting Convention

The financial statements have been prepared under the historical cost convention.

b) Cash Flow Statement

The financial statements do not include a cash flow statement as required by Financial Reporting Standard No.1 as a consolidated cash flow statement is prepared by Kleinwort Benson Group plc, the ultimate parent company at the year end.

2. TAXATION

	1994 <u>£000's</u>	1993 <u>£000's</u>
UK corporation tax @ 33%	196	321
Advanced corporation tax written back	(119)	(225)
	<hr/>	<hr/>
	77	96
	<hr/>	<hr/>

3. CALLED UP SHARE CAPITAL

	1994 <u>£000's</u>	1993 <u>£000's</u>
Ordinary shares of £1 each authorised, allotted and fully paid	10,000	10,000
	<hr/>	<hr/>

KLEINWORT BENSON METALS LIMITED

NOTES TO THE ACCOUNTS

Year ended 31 December 1994

4. COMBINED RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS AND STATEMENT OF MOVEMENTS ON RESERVES

	Issued share capital 1994 £000's	Profit & Loss account 1994 £000's	Total 1994 £000's	Total 1993 £000's
1st January	10,000	965	10,965	10,086
Profit attributable to shareholders	-	519	519	879
	<hr/>	<hr/>	<hr/>	<hr/>
31st December	10,000	1,484	11,484	10,965
	<hr/>	<hr/>	<hr/>	<hr/>

5. ULTIMATE PARENT COMPANY

From 7 August 1995, the ultimate parent company is Dresdner Bank AG, a company incorporated in Germany. Prior to this date, the ultimate parent company was Kleinwort Benson Group plc, a company incorporated in Great Britain and registered in England and Wales. Copies of the financial statements of that company are available at 20 Fenchurch Street, London EC3P 3DB.