

SEASCOPE UNDERWRITING AGENCIES LIMITEDREPORT OF THE DIRECTORSFOR THE YEAR ENDED 31ST MAY, 1978

Directors:

D.P. d'Ambrumenil (Chairman)
P.H. Chisholm
P.S. Dixon
J.F. Jackman (appointed 1st January, 1978)
C.B. Longbottom
A.D.M. Proctor
H.R. Sykes

The directors present their report and the audited accounts of the company for the year ended 31st May, 1978.

PRINCIPAL ACTIVITY

The company acts as a Lloyd's underwriting agent.

RESULTS AND DIVIDEND

The profit for the year after provision for taxation amounted to £5,243 (1977 £5,005) as set out in the attached profit and loss account. The directors recommend the payment of a dividend of £5,243 (1977 £5,005).

ULTIMATE HOLDING COMPANY

The company is a subsidiary of Seascope Holdings Limited, incorporated in England.

DIRECTORS' INTERESTS

(a) The company

	'A' shares of £1 each fully paid	
	31. 5.78	31. 5.77
D.P. d'Ambrumenil	1	1
C.B. Longbottom	1	1
P.S. Dixon	1	1
P.H. Chisholm	1	1
J.F. Jackman	1	- *
A.D.M. Proctor	1	1
H.R. Sykes	1	1
	==	==

* One 'A' share of £1 was issued to Mr. J.F. Jackman at par on 1st January, 1978.



SEASCOPE UNDERWRITING AGENCIES LIMITED

REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 31ST MAY, 1978

DIRECTORS' INTERESTS (CONTD.)

(b) Seascope Holdings Limited

Fully paid

Ordinary shares of 10p each

	<u>31. 5.78</u>	<u>31. 5.77</u>
D.P. d'Ambrumenil	420,498	420,498
C.B. Longbottom	414,640	414,640
P.H. Chisholm	62,669	62,669
J.F. Jackman	10,575	10,575 *
A.D.M. Proctor	60,166	60,166
H.R. Sykes	338,500	338,500

* at date of appointment

AUDITORS

Messrs. Josolyne Layton-Bennett & Co., have expressed their willingness to continue in office as auditors.

BY ORDER OF THE BOARD,

SEASCOPE LIMITED,
Secretaries.

Woodruffe House,
Cooper's Row,
London, EC3N 2NL.

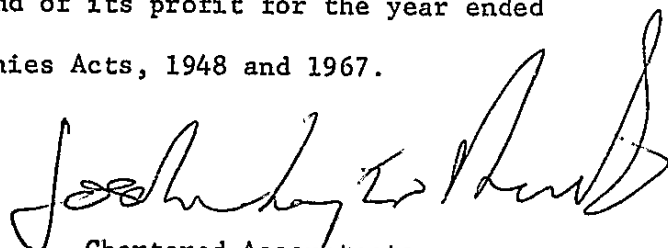
4th October, 1978.

REPORT OF THE AUDITORS TO THE MEMBERS OF
SEASCOPE UNDERWRITING AGENCIES LIMITED
ON THE ACCOUNTS FOR THE YEAR ENDED
31ST MAY, 1978

(1-2) In our opinion the accounts set out on pages 4 to 7 give, under the historical cost convention, a true and fair view of the state of the company's affairs at 31st May, 1978, and of its profit for the year ended on that date and comply with the Companies Acts, 1948 and 1967.

London.

4th October, 1978.


Chartered Accountants.

SEASCOPE UNDERWRITING AGENCIES LIMITEDPROFIT AND LOSS ACCOUNTFOR THE YEAR ENDED 31ST MAY, 1978

	<u>Notes</u>	<u>1978</u>	<u>1977</u>
Trading income	1	£26,520 =====	£16,681 =====
Net operating profit	2	10,443	11,005
Taxation	3	<u>5,200</u>	<u>6,000</u>
Profit after taxation		5,243	5,005
Dividend		<u>5,243</u>	<u>5,005</u>
		£ - ===	£ - ===

SEASCOPE UNDERWRITING AGENCIES LIMITED

BALANCE SHEET AT 31ST MAY, 1978

	<u>Note</u>	<u>1978</u>	<u>1977</u>
CURRENT ASSETS			
Due by Seascope Limited		-	16,157
Debtors		<u>26,455</u>	<u>2,103</u>
		26,455	18,260
CURRENT LIABILITIES			
Due to Seascope Limited		10,535	-
Taxation		3,670	6,249
Proposed dividend		<u>5,243</u>	<u>5,005</u>
		19,448	11,254
NET CURRENT ASSETS		<u>£7,007</u>	<u>£7,006</u>
Financed by:			
SHARE CAPITAL	4	5,007	5,006
RESERVES		<u>2,000</u>	<u>2,000</u>
SHAREHOLDERS' INTEREST		<u>£7,007</u>	<u>£7,006</u>

D. P. d. Amharneil Director
C. Haybottom)
) Directors
 CBL

SEASCOPE UNDERWRITING AGENCIES LIMITEDSOURCE AND APPLICATION OF FUNDSFOR THE YEAR ENDED 31ST MAY, 1978

	<u>1978</u>	<u>1977</u>
SOURCE.		
Profit before taxation	10,443	11,005
Issue of 'A' shares	<u>1</u>	<u>-</u>
	10,444	11,005
APPLICATION		
Corporation taxes paid	7,779	5,509
Dividend paid in year	<u>5,005</u>	<u>5,320</u>
	12,784	10,829
CHANGE IN WORKING CAPITAL	(£2,340)	£176
	=====	===
The changes in working capital are made up as follows:		
(As at 31st May, 1978 compared with 31st May, 1977)		
Increase in debtors	24,352	219
(Decrease)/increase in group balances	(26,692)	957
	(2,340)	1,176
Less: Decrease in net liquid funds	-	1,000
(Decrease)/increase in working capital	(£2,340)	£176
	=====	===

SEASCOPE UNDERWRITING AGENCIES LIMITEDNOTES ON THE ACCOUNTS31ST MAY, 1978

ACCOUNTING POLICIES are explained in the notes below:

1. TRADING INCOME

Income consists of underwriting salaries receivable for 1978, together with the profit commission earned on the 1975 underwriting year of account.

2. OPERATING PROFIT

	<u>1978</u>	<u>1977</u>
The profit is shown after crediting interest received	£ - ==	£54 ==

No directors' remuneration was paid by this company.

3. TAXATION

	<u>1978</u>	<u>1977</u>
Corporation tax at 52% based on the profits for the year	5,400	6,000
Overprovision in prior years	(200)	-
	<u>£5,200</u> =====	<u>£6,000</u> =====

Corporation tax is assessed on underwriting profit commission at the rates applicable to the underwriting year of account.

The company is a close company within the meaning of section 282 of the Taxes Act, 1970.

4. SHARE CAPITAL

	<u>Authorised</u>	<u>Issued and fully paid</u>
'A' Shares of £1 each	10	7
'B' Shares of £1 each	5,000	5,000
	<u>£5,010</u> =====	<u>£5,007</u> =====

On 1st January, 1978 an additional 'A' share was issued at par.

LIST OF PAST AND PRESENT MEMBERS

<u>Folio in Register ledger containing particulars</u>	<u>Names and Addresses</u>	<u>Particulars of Shares</u>		
		<u>No. of Shares</u>		<u>Date of</u>
		<u>'A'</u>	<u>'B'</u>	<u>Registration of Transfer</u>
5	David Philip 'd Ambrumenil 71 Eaton Terrace, London S.W.1.	1		
5	Seascope Holdings Ltd. Woodruffe House, Coopers Row, London, EC3N 2NL		5000	
6	Peter Stephen Dixon Little Titlarks, Chobham Road, Sunningdale, Berks	1		
7	Patrick Henry Chisholm 8 Shalcomb Street, London, SW10 OHY	1		
8	Charles Brooke Longbottom 66 Kingston House Nth., Prince's Gate S.W.7.	1		
7	Anthony Dudley Montagur Proctor "Sunridge" 7 Ruden Way, Epsom Downs, Surrey	1		
8	Hugh Richard Sykes 23 Astell Street, London, SW3	1		
9	John Frederick Jackman 24 Harvey Road, Guildford, Surrey	1		
		<u>7</u>	<u>5000</u>	