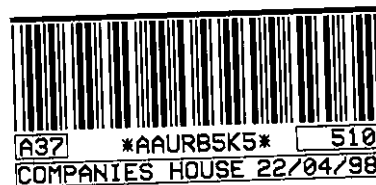


Abbreviated Financial Statements
for the Year Ended 30 June 1997
for
CHAPMAN FREEBORN (RUSSIA) LIMITED



CHAPMAN FREEBORN (RUSSIA) LIMITED

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for the Year Ended 30 June 1997

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CHAPMAN FREEBORN (RUSSIA) LIMITED

Company Information
for the Year Ended 30 June 1997

DIRECTORS: C E Chapman
Miss C A Norman

SECRETARY: A M Farrelly

REGISTERED OFFICE: 60 Welbeck Street
London
W1M 8BH

REGISTERED NUMBER: 01378919

AUDITORS: Warner Bearman
Registered Auditors
60 Welbeck Street
London
W1M 8BH

CHAPMAN FREEBORN (RUSSIA) LIMITED

**Report of the Auditors to
Chapman Freeborn (Russia) Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 30 June 1997 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to five are properly prepared in accordance with those provisions.



Warner Bearman
Registered Auditors
60 Welbeck Street
London
W1M 8BH

Dated: 7th April 1998

CHAPMAN FREEBORN (RUSSIA) LIMITED

Abbreviated Balance Sheet
30 June 1997

		1997		1996	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		1,674		2,539
CURRENT ASSETS:					
Debtors		496,568		227,501	
Cash at bank and in hand		141,736		52,997	
		638,304		280,498	
CREDITORS: Amounts falling due within one year		412,199		157,607	
NET CURRENT ASSETS:			226,105		122,891
TOTAL ASSETS LESS CURRENT LIABILITIES:			£227,779		£125,430
CAPITAL AND RESERVES:					
Called up share capital	3		100		100
Profit and loss account			227,679		125,330
Shareholders' funds			£227,779		£125,430

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



Miss C A Norman - DIRECTOR

Approved by the Board on 25 March 1998

CHAPMAN FREEBORN (RUSSIA) LIMITED

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 1997

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities.

Turnover

Turnover shown in these accounts represents the total value of net invoiced sales excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - 25 % on cost

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

2. TANGIBLE FIXED ASSETS

	Total
	<hr/> £
COST:	
At 1 July 1996	
and 30 June 1997	3,461
	<hr/>
DEPRECIATION:	
At 1 July 1996	922
Charge for year	865
	<hr/>
At 30 June 1997	1,787
	<hr/>
NET BOOK VALUE:	
At 30 June 1997	1,674
	<hr/>
At 30 June 1996	2,539
	<hr/>

3. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	1997	1996
			£	£
20,000	Ordinary	£1	20,000	20,000
			<hr/>	<hr/>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	1997	1996
			£	£
100	Ordinary	£1	100	100
			<hr/>	<hr/>

CHAPMAN FREEBORN (RUSSIA) LIMITED

Notes to the Abbreviated Financial Statements
for the Year Ended 30 June 1997

4. **ULTIMATE PARENT COMPANY**

In the opinion of the Directors, the company's parent company is Chapman Freeborn Holdings Limited, registered in England.