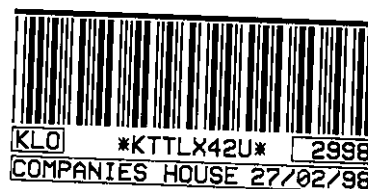


REGISTERED NUMBER: 1575457 (England and Wales)

**Report of the Directors and
Financial Statements for the period 1 July 1996 to 30 April 1997
for
KESTREL DATA (UK) LIMITED**



KESTREL DATA (UK) LIMITED

Report of the Directors and

Financial Statements for the period 1 July 1996 to 30 April 1997

KESTREL DATA (UK) LIMITED

**Index to the Financial Statements
for the period 1 July 1996 to 30 April 1997**

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KESTREL DATA (UK) LIMITED

Company Information
for the period 1 July 1996 to 30 April 1997

DIRECTORS: N P Smith
C D Drysdale

SECRETARY: C D Drysdale

REGISTERED OFFICE: 7 Abbey Business Centre
Ingate Place
London
SW8 3NS

REGISTERED NUMBER: 1575457 (England and Wales)

KESTREL DATA (UK) LIMITED

Report of the Directors for the period 1 July 1996 to 30 April 1997

The directors present their report with the financial statements of the company for the period 1 July 1996 to 30 April 1997.

REVIEW OF BUSINESS

The company remained dormant throughout the period and the preceding financial year.

DIRECTORS

The directors during the period under review were:

| | |
|--------------|-----------------------|
| N P Smith | - appointed 7/10/1996 |
| C D Drysdale | - appointed 7/10/1996 |
| R B C Edge | - appointed 7/10/1996 |
| S Crown | - resigned 7/10/1996 |
| N S McGuigan | - resigned 7/10/1996 |

The directors holding office at 30 April 1997 did not hold any beneficial interest in the issued share capital of the company at date of appointment or 30 April 1997.

NP Smith and CD Drysdale are directors of the ultimate parent company, Mentmore Abbey plc. The interests of the directors in the share capital of the ultimate parent company are shown in the financial statements of that company.

RBC Edge resigned as a director on 30 September 1997.

ON BEHALF OF THE BOARD:

C D Drysdale - SECRETARY



Dated: 30 January 1998

KESTREL DATA (UK) LIMITED**Balance Sheet
30 April 1997**

| | Notes | 1997 | | 1996 | |
|---|-------|----------------|-----------------|----------------|-----------------|
| | | £ | £ | £ | £ |
| FIXED ASSETS: | | | | | |
| Investments | 2 | | 37,902 | | 37,902 |
| CURRENT ASSETS: | | | | | |
| Debtors | 3 | 260,831 | | 260,831 | |
| CREDITORS: Amounts falling due within one year | 4 | <u>142,362</u> | | <u>142,362</u> | |
| NET CURRENT ASSETS: | | | <u>118,469</u> | | <u>118,469</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES: | | | <u>£156,371</u> | | <u>£156,371</u> |
| CAPITAL AND RESERVES: | | | | | |
| Called up share capital | 5 | | 1,000 | | 1,000 |
| Profit and loss account | | | <u>155,371</u> | | <u>155,371</u> |
| Shareholders' funds | 7 | | <u>£156,371</u> | | <u>£156,371</u> |

The company was dormant (within the meaning of Section 250 of the Companies Act 1985) throughout the financial year ended 30 April 1997.

ON BEHALF OF THE BOARD:

N P Smith - DIRECTOR



C D Drysdale - DIRECTOR



Approved by the Board on 30 January 1998

**Profit and Loss Account
for the period 1 July 1996 to 30 April 1997**

During the financial year and the preceding financial year the company has not traded and has received no income and incurred no expenditure. Consequently, during those periods the company has made neither a profit nor a loss.

The notes form part of these financial statements

KESTREL DATA (UK) LIMITED

Notes to the Financial Statements for the period 1 July 1996 to 30 April 1997

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

The company was dormant throughout the current period and previous year.

2. FIXED ASSET INVESTMENTS

| | £ |
|------------------------|-----------------------|
| COST: | |
| At 1 July 1996 | |
| and 30 April 1997 | <u>56,802</u> |
| PROVISIONS: | |
| At 1 July 1996 | |
| and 30 April 1997 | <u>18,900</u> |
| NET BOOK VALUE: | |
| At 30 April 1997 | <u><u>£37,902</u></u> |
| At 30 June 1996 | <u><u>£37,902</u></u> |

| | 1997 | 1996 |
|----------------------|----------------------|----------------------|
| | £ | £ |
| Unlisted investments | <u><u>37,902</u></u> | <u><u>37,902</u></u> |

The company's investments at the balance sheet date in the share capital of unlisted companies include the following:

Kestrel Data Storage & Management Limited

Nature of business: Non-trading

| | % |
|------------------|---------|
| Class of shares: | holding |
| Ordinary | 100.00 |

| | 1997 | 1996 |
|--------------------------------|---------------------|---------------------|
| | £ | £ |
| Aggregate capital and reserves | <u><u>1,000</u></u> | <u><u>1,000</u></u> |

Kestrel Reprographics Limited

Nature of business: Non-trading

| | % |
|------------------|---------|
| Class of shares: | holding |
| Ordinary | 100.00 |

| | 1997 | 1996 |
|--------------------------------|------------------------|------------------------|
| | £ | £ |
| Aggregate capital and reserves | <u><u>(28,582)</u></u> | <u><u>(28,582)</u></u> |

KESTREL DATA (UK) LIMITED

Notes to the Financial Statements for the period 1 July 1996 to 30 April 1997

2. FIXED ASSET INVESTMENTS - continued

Britannia Storage Systems Limited

Nature of business: Supply and installation of storage systems

| | |
|------------------|--------------|
| Class of shares: | % holding |
| Ordinary | 95.00 |

| | 1997 £ | 1996 £ |
|-----------------------------------|------------------|----------------|
| Aggregate capital and reserves | 625,706 | 935,435 |
| (Loss)/Profit for the period/year | <u>(309,729)</u> | <u>281,520</u> |

3. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 1997 £ | 1996 £ |
|--|----------------|----------------|
| Amounts due from group undertakings | 260,831 | 260,831 |
| | <u>260,831</u> | <u>260,831</u> |

4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 1997 £ | 1996 £ |
|--------------------------------------|----------------|----------------|
| Amounts due to group undertakings | 142,362 | 142,362 |
| | <u>142,362</u> | <u>142,362</u> |

5. CALLED UP SHARE CAPITAL

| | | | | |
|----------------------------------|----------|-------------------|---------------|---------------|
| Authorised: | | | | |
| Number: | Class: | Nominal value: | 1997 £ | 1996 £ |
| 10,000 | Ordinary | £1 | 10,000 | 10,000 |
| | | | <u>10,000</u> | <u>10,000</u> |
| Allotted, issued and fully paid: | | | | |
| Number: | Class: | Nominal value: | 1997 £ | 1996 £ |
| 1,000 | Ordinary | £1 | 1,000 | 1,000 |
| | | | <u>1,000</u> | <u>1,000</u> |

KESTREL DATA (UK) LIMITED

Notes to the Financial Statements for the period 1 July 1996 to 30 April 1997

6. ULTIMATE PARENT COMPANY

The company's ultimate parent company is Mentmore Abbey plc, a company registered in England and Wales.

Mentmore Abbey plc is the parent company of the largest and smallest group of which Kestrel Data (UK) Limited is a member and for which group accounts are drawn up. Copies of the group accounts are available from Companies House, Crown Way, Cardiff, CF4 3UZ.

7. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

| | 1997 £ | 1996 £ |
|------------------------------------|----------------|----------------|
| Profit for the financial period | - | - |
| Opening shareholders' funds | 156,371 | 156,371 |
| CLOSING SHAREHOLDERS' FUNDS | <u>156,371</u> | <u>156,371</u> |
| Equity interests | <u>156,371</u> | <u>156,371</u> |