

REPORT OF THE AUDITORS TO ADPAK LIMITED
PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 and 3 together with the financial statements of the company prepared under section 226 of the Companies Act 1985 for the year ended 30th June 1997.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts 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 accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

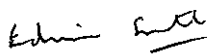
We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did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

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 and 3 are properly prepared in accordance with those provisions.

EDWIN SMITH
32 Queens Road
Reading
Berkshire

27-04-1998


Chartered Accountants and
Registered Auditors



ADPAK LIMITED

BALANCE SHEET AS AT 30TH JUNE 1997

	Note	1997	1996
		£	£
CURRENT ASSETS			
Debtors: amounts falling due within one year		74,168	117,226
Cash at bank and in hand		30,315	31,852
		<u>104,483</u>	<u>149,078</u>
CREDITORS: amounts falling due within one year		63,073	118,195
NET CURRENT ASSETS		<u>41,410</u>	<u>30,883</u>
CAPITAL AND RESERVES			
Called up share capital	2	100	100
Profit and loss account		<u>41,310</u>	<u>30,783</u>
Shareholders' funds - all equity interests		<u>41,410</u>	<u>30,883</u>

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

Mr Thomas
Daniel Moss
 Directors

The accounts were approved by the Board of Directors on 21 April 1998

ADPAK LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR TO 30TH JUNE 1997

1. ACCOUNTING POLICIES

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

Turnover is the amount, excluding value added tax, of the sale of goods and services charged by the company.

2. CAPITAL

	1997	1996
	£	£
Authorised and Allotted:		
100 Ordinary shares of £1 each fully paid	100	100

3. RELATED PARTY TRANSACTIONS

The directors of Adpak Limited are also partners of Architects Design Partnership. During the year, Architects Design Partnership charged the company £231,723 (1996 - £269,526) for professional services at normal professional rates. A management charge of £10,000 (1996 - £17,500) was also charged by Architects Design Partnership to Adpak Limited during the year. At 30th June 1997 the company owed Architects Design Partnership £3,130 (1996 - due to Architects Design Partnership - £58,330, due from Architects Design Partnership - £5,478).