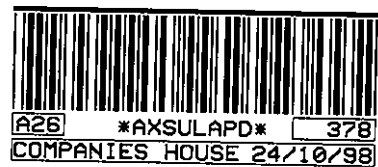


GKN WESTLAND AEROSPACE AVIATION SUPPORT LIMITED

Registered Number: 1817192

ACCOUNTS

31ST DECEMBER 1997



Report of the Directors

Directors: C. C. Gustar (Chairman)
J. M. George
C. Rushton

- 1 The Directors present their report together with the accounts of the Company for the year ended 31st December 1997.

2 **Principal activities**

The Company did not trade during the year under review and consequently no profit and loss account has been prepared.

3 **Directors' responsibility for the accounts**

At the end of each financial period the Directors are required by the Companies Act 1985 to prepare accounts which give a true and fair view of the state of affairs of the Company. In preparing the accounts for the year ended 31st December 1997, appropriate accounting policies, supported by reasonable and prudent judgements and estimates, have, save as disclosed, been consistently used and UK applicable accounting standards have been followed.

The Directors are responsible for ensuring that the Company keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and which enable them to ensure that the accounts comply with the Companies Act 1985. In addition, the Directors are responsible for ensuring that an appropriate system of internal control is in operation to provide them with reasonable assurance that the assets of the Company are properly safeguarded and to ensure that reasonable steps are taken to prevent or detect fraud and other irregularities.

4 **Directors and their interests**

The shareholding and options in GKN plc and its subsidiaries of C. C. Gustar, who is also a director of Westland Group plc, are disclosed in the accounts of that company.

The shareholdings and options in GKN plc and its subsidiaries of J. M. George and C. Rushton, who are also directors of GKN Westland Aerospace Holdings Limited, are disclosed in the accounts of that company.

5 **Auditors**

In accordance with the provisions of Section 250 of the Companies Act 1985, the Company being a dormant company within the meaning of the said Section, Section 384(1) of the Companies Act 1985 shall not apply and accordingly no Auditors shall be appointed.

By Order of the Board



Secretary

3rd February 1998

GKN WESTLAND AEROSPACE AVIATION SUPPORT LIMITED

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Balance sheet at 31st December 1997

	<u>Notes</u>	<u>1997</u> £	<u>1997</u> £	<u>1996</u> £	<u>1996</u> £
CURRENT ASSETS					
Debtors	1		315,000		315,000
CAPITAL AND RESERVES					
Called up share capital	2	400,000		400,000	
Profit and loss account		(85,000)		(85,000)	
CAPITAL EMPLOYED IN FINANCING TOTAL					
ASSETS LESS CURRENT LIABILITIES			315,000		315,000

The Company was dormant within the meaning of Section 250 of the Companies Act 1985, throughout the year.

Signed on behalf of the Board on 3rd February 1998


Director

The notes on page 4 form part of these accounts.

GKN WESTLAND AEROSPACE AVIATION SUPPORT LIMITED

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Notes on the accounts at 31st December 1997**1 Debtors**

	<u>1997</u>	<u>1996</u>
	£	£
Current account with parent	315,000	315,000

2 Share capital

	<u>1997 and 1996</u>	
	<u>Authorised</u>	Issued, called up and fully <u>paid</u>
	£	£
400,000 Ordinary shares of £1 each	400,000	400,000

3 Ultimate and immediate parent companies

GKN plc and GKN Westland Aerospace Holdings Limited, are the ultimate and immediate parent companies respectively. Copies of their accounts may be obtained from Ipsley House, PO Box 55, Redditch, Worcestershire B98 0TL.