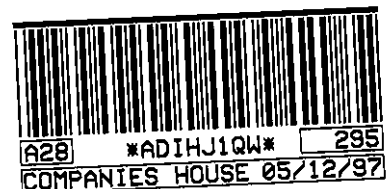


CONSERVATION MANAGEMENT LTD
ABBREVIATED FINANCIAL STATEMENTS
31ST MARCH 1997

RUMFORD & CO
Chartered Accountants & Registered Auditors
Conex House
148 Field End Road
Eastcote
Middx HA5 1RT



CONSERVATION MANAGEMENT LTD
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 1997

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CONSERVATION MANAGEMENT LTD

AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 5, together with the financial statements of the company for the year ended 31st March 1997 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE 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 report our opinion to you.

BASIS OF OPINION

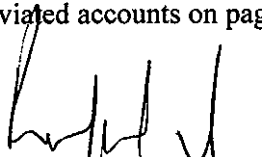
We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did 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 Act, and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

Conex House
148 Field End Road
Eastcote
Middx HA5 1RT

28 Nov 1997



RUMFORD & CO
Chartered Accountants
& Registered Auditors

CONSERVATION MANAGEMENT LTD**ABBREVIATED BALANCE SHEET****31ST MARCH 1997**

| | Note | 1997 £ | 1996 £ |
|---|------|-----------------|-----------------|
| FIXED ASSETS | 3 | | |
| Tangible assets | | 4,741 | 4,454 |
| CURRENT ASSETS | | | |
| Stocks | | 24,313 | 13,563 |
| Debtors | | 12,712 | 275 |
| Cash at bank and in hand | | 9,983 | 14,439 |
| | | <u>47,008</u> | <u>28,277</u> |
| CREDITORS: Amounts falling due within one year | | <u>(37,531)</u> | <u>(49,760)</u> |
| NET CURRENT ASSETS/(LIABILITIES) | | 9,477 | (21,483) |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>14,218</u> | <u>(17,029)</u> |
| CAPITAL AND RESERVES | | | |
| Called-up share capital | 5 | 500 | 500 |
| Profit and loss account | | <u>13,718</u> | <u>(17,529)</u> |
| SHAREHOLDERS' FUNDS /(DEFICIENCY) | | <u>14,218</u> | <u>(17,029)</u> |

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the ...Nov 28 1997 and are signed on their behalf by:

S J P Lescher

MRS S.J.P. LESCHER

CONSERVATION MANAGEMENT LTD**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 31ST MARCH 1997****1. ACCOUNTING POLICIES****Basis of accounting**

The financial statements have been prepared under the historical cost convention.

Included in creditors are amounts due to the directors of the company. Although these sums are repayable on demand, the directors do not anticipate payment in the foreseeable future and therefore the accounts have been prepared on a going concern basis.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 from including a cash flow statement in the financial statements on the grounds that the company is small.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

| | |
|-----------------------|-----|
| Computers | 25% |
| Fixtures and fittings | 15% |

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

CONSERVATION MANAGEMENT LTD

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 1997

3. FIXED ASSETS

| | Tangible Fixed Assets £ |
|-----------------------|----------------------------------|
| COST | |
| At 1st April 1996 | 7,587 |
| Additions | 1,276 |
| At 31st March 1997 | <u>8,863</u> |
| DEPRECIATION | |
| At 1st April 1996 | 3,133 |
| Charge for year | 989 |
| At 31st March 1997 | <u>4,122</u> |
| NET BOOK VALUE | |
| At 31st March 1997 | <u>4,741</u> |
| At 31st March 1996 | <u>4,454</u> |

4. TRANSACTIONS WITH THE DIRECTORS

The directors of the company have loaned the company money in order to finance its activities. The loan from P Waterhouse has increased by £1,200 in the year and the loan from S Lescher has decreased by the repayment of £17,724.30 during the year. The maximum amounts of these loans and the amounts at the start and the end of the year are as follows:

| | Maximum £ | Start £ | End £ |
|--------------|--------------|------------|----------|
| P Waterhouse | 2,033 | 833 | 2,033 |
| S Lescher | 37,303 | 37,303 | 19,579 |

CONSERVATION MANAGEMENT LTD**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 31ST MARCH 1997****5. SHARE CAPITAL****Authorised share capital:**

| | 1997 | 1996 |
|----------------------------------|--------------|--------------|
| | £ | £ |
| 5,000 Ordinary shares of £1 each | <u>5,000</u> | <u>5,000</u> |

Allotted, called up and fully paid:

| | 1997 | 1996 |
|------------------------|-------------|-------------|
| | £ | £ |
| Ordinary share capital | <u>500</u> | <u>500</u> |