

BBA GROUP LEASING LIMITED

FINANCIAL STATEMENTS 31 DECEMBER 1998

TOGETHER WITH DIRECTORS' REPORT

Registered number: 1893724



DIRECTOR

S M F Shaw
W A Thompson

SECRETARY

S M F Shaw

REGISTERED OFFICE

70 Fleet Street
London
EC4Y 1EU

DIRECTORS' REPORT

The directors submit their report, together with the financial statements of the Company for the year ended 31 December 1998.

ACTIVITY

The Company did not trade during the year.

DIRECTORS

The directors who held office during the year were:

S M F Shaw
W A Thompson

The directors in office at the end of the year had interests in the shares of BBA GROUP PLC, the ultimate holding company as follows:

	25p Ordinary Shares			
	Shares held		Share Option Schemes	
	31 Dec 1998	1 Jan 1998	31 Dec 1998	1 Jan 1998
S M F Shaw	1,202	1,000	22,893	-
W A Thompson	25,956	20,934	65,901	56,971

AUDITORS

On 9 October 1998 the Company in a general meeting elected, having been dormant since 31 December 1996, to make itself exempt from the provisions of Part VII of the Company's Act 1985 relating to the audit of accounts and from the obligation to appoint auditors.

Financial Statements of the Company were sent out for the year-ended 31 December 1997 in accordance with section 238 of the Companies Act 1985.

70 Fleet Street
London
EC4Y 1EU

By order of the Board


S M F Shaw
Director

14 October 1999

PROFIT AND LOSS ACCOUNT**FOR THE YEAR ENDED 31 DECEMBER 1998**

	Note	1998	1997
		£	£
Turnover	2	-	-
Administrative expenses (net)	2	-	-
Profit on ordinary activities before taxation		-	-
Tax on profit on ordinary activities		-	-
Profit on ordinary activities after taxation		-	-
Retained profit for the financial year		-	-
Retained loss brought forward		(729,077)	(729,077)
Retained loss carried forward		(729,077)	(729,077)

There were no recognised gains or losses in the current or prior year other than those reflected above.

There was no movement in shareholders funds during the year other than that shown in the profit and loss account above.

The accompanying notes are an integral part of this profit and loss account.

BALANCE SHEET**AS AT 31 DECEMBER 1998**

	Note	1998 £	1997 £
Creditors: amounts falling due within one year	4	(643,075)	(643,075)
Creditors: amounts falling due after more than one year	5	(86,000)	(86,000)
NET LIABILITIES		<u>(729,075)</u>	<u>(729,075)</u>
CAPITAL AND RESERVES			
Called up equity share capital equity	6	2	2
Profit and loss account		(729,077)	(729,077)
EQUITY SHAREHOLDERS' FUNDS		<u>(729,075)</u>	<u>(729,075)</u>

The company was dormant within the meaning of section 252 of the Companies Act 1985 throughout the financial year.

These financial statements were approved by the Board of Directors on 14 October 1999 and are signed on its behalf by:



S M F Shaw
Director

The accompanying notes are an integral part of this balance sheet.

NOTES TO THE FINANCIAL STATEMENTS**1. ACCOUNTING POLICIES**

The principal accounting policies are set out below and have been applied consistently throughout the current and preceding year.

BASIS OF ACCOUNTING

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

FINANCE LEASES

Earnings under finance leases represent the interest element of rentals receivable allocated to the accounting period, so as to give a reasonable approximation to a constant periodic rate of return on the net investment in leases.

TAXATION

Provision for United Kingdom corporation tax on profits of the Company is made in the accounts of the ultimate holding company.

The ultimate holding company also makes provision under the liability method for United Kingdom deferred taxation arising from accelerated taxation allowances on capital expenditure and other timing differences to the extent that it is probable that a liability will crystallise in the foreseeable future.

CASH FLOW STATEMENT

Under Financial Reporting Standard Number 1 (Revised 1997), no cash flow has been prepared for the company because the ultimate parent company, BBA GROUP PLC, incorporated and registered in England and Wales, has prepared consolidated financial statements which include the results of the company for the year and are available to the public.

2. PROFIT AND LOSS ACCOUNT

The Company has not traded during the financial year, has received no income and incurred no expenditure, and consequently, has made neither a profit nor a loss.

3. STAFF NUMBERS AND COSTS

There were no full time employees other than the directors during the year (1997: nil) and the aggregate payroll costs were £nil (1997: £nil). No director received any remuneration in the current or prior year.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**4. CREDITORS:**

Amounts falling due within one year

	1998	1997
	£	£
Accruals	600	600
Amounts owed to BBA Group PLC	642,475	642,475
	<u>643,075</u>	<u>643,075</u>

5. CREDITORS:

Amounts falling due after more than one year

	1998	1997
	£	£
Loan from BBA Group PLC	86,000	86,000
	<u>86,000</u>	<u>86,000</u>

6. EQUITY SHARE CAPITAL

	1998	1997
	£	£
Authorised:		
100 ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>
Allotted, called up and fully paid:		
2 ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>

7. MOVEMENT IN SHAREHOLDERS' FUNDS

	1998	1997
	£	£
Opening shareholders' funds	(729,075)	(729,075)
Retained profit for the period	-	-
Closing shareholders' funds	<u>(729,075)</u>	<u>(729,075)</u>

8. ULTIMATE HOLDING COMPANY

The ultimate holding company is BBA GROUP PLC which is registered in England and Wales. BBA Group is the only company which prepares group accounts incorporating the financial statements of the Company. These group accounts are available to the public from the Company Secretary of BBA Group PLC at 70 Fleet Street, London EC4Y 1EU