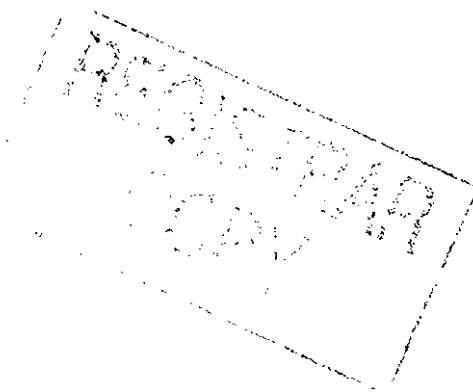


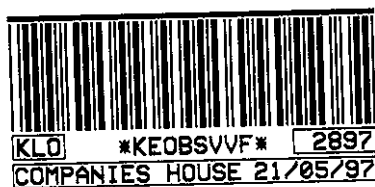
Registered Number 1984155



Azuremere Limited

Abbreviated Accounts

for the year ended 31st December 1996



Azuremere Limited

Contents

	Page
Auditors' Report	1 - 2
Balance Sheet	3
Notes to the Abbreviated Accounts	4 - 5

Azuremere Limited

Auditors' Report to Azuremere Limited Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

We have examined the abbreviated accounts on pages 3 to 5 together with the financial statements of Azuremere Limited prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1996.

Respective responsibilities of the director and auditors

The director is responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the director's statement on page 3 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31st December 1996, and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with that Schedule.

Other information

On 2 May 1997 we reported, as auditors of Azuremere Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1996, and our audit report was as follows:

'We have audited the financial statements on pages 3 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 4.

Respective responsibilities of the director and auditors

As described on page 1 the company's director is responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Azuremere Limited

Auditors' Report to Azuremere Limited

Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985 (continued)

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the director in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.'



Jeffrey Henry

Chartered Accountants
Registered Auditor

2 May 1997

Finsgate
5-7 Cranwood Street
London
EC1V 9EE

Azuremere Limited

Abbreviated Balance Sheet
as at 31st December 1996

	Notes	1996 £	1995 £
Fixed Assets			
Tangible assets	3	430,114	430,114
Current Assets			
Cash at bank and in hand		51	416
		<u>51</u>	<u>416</u>
Creditors: amounts falling due within one year		(337,946)	(284,370)
Net Current Liabilities		<u>(337,895)</u>	<u>(283,954)</u>
Total Assets Less Current Liabilities		<u>92,219</u>	<u>146,160</u>
Creditors: amounts falling due after more than one year		-	(79,650)
		<u>92,219</u>	<u>66,510</u>
Capital and Reserves			
Called up share capital	4	100	100
Profit and loss account		92,119	66,410
Shareholders' Funds		<u>92,219</u>	<u>66,510</u>

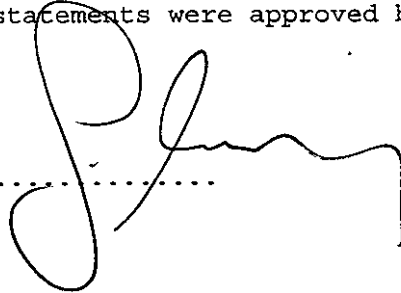
In preparing these abbreviated accounts:

- (a) Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985, and
- (b) In the director's opinion the company is entitled to these exemptions as a small company.

The financial statements were approved by the Board on 2 May 1997.

S. Eisenberg

Director



Azuremere Limited

**Notes to the Abbreviated Accounts
for the year ended 31st December 1996**

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and include the results of the company's operations as indicated in the director's report, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover represents the invoiced amounts for goods and services provided net of value added tax.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life and on the basis stated, as follows:

No depreciation is provided in respect of freehold land.

1.4 Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the director considers that a liability to taxation is unlikely to crystallise.

2. Taxation

No provision has been made for taxation because of the availability of losses brought forward in the year.

Azuremere Limited

Notes to the Abbreviated Accounts
for the year ended 31st December 1996

3. Tangible assets

	Land and buildings Freehold £
Cost	
At 1st January 1996 & at 31st December 1996	430,114
At 31st December 1996	-
Net book values	
At 31st December 1996	430,114
At 31st December 1995	430,114

4. Share Capital

	1996 £	1995 £
Authorised		
100 Ordinary shares of £1 each	100	100
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100