

COMPANY NUMBER: 2112570

SABLE EXPORTS (UK) LIMITED

BALANCE SHEET AND ACCOUNTS

YEAR ENDED

30th JUNE 1997

CHARTERED ACCOUNTANTS

CLOUGH & COMPANY

CHARTFORD HOUSE

54, LITTLE HORTON LANE

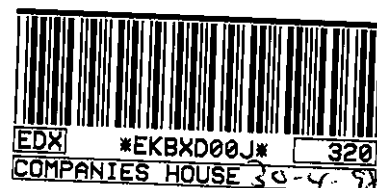
BRADFORD

WEST YORKSHIRE

BD5 OBS

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**ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE UNAUDITED
ACCOUNTS OF SABLE EXPORTS (U.K.) LIMITED**

The directors state that for the year ended 30th June 1997 the company is entitled to exemption, under Section 249A(1) Companies Act 1985, from the requirement to secure an audit of its accounts.

In accordance with instructions given to us, and from the accounting records, information, and explanations provided to us by the directors, we have prepared the abbreviated accounts for the year stated above as set out on pages 2 to 6 without carrying out an audit.

Chartford House,
54, Little Horton Lane,
BRADFORD, BD5 OBS.



CLOUGH & COMPANY
CHARTERED ACCOUNTANTS
29TH APRIL 1998

SABLE EXPORTS (U.K.) LIMITED**COMPANY NO. 2112570**
ABBREVIATED BALANCE SHEET

as at 30th JUNE

	Note	1997	1996
FIXED ASSETS			
Tangible fixed assets	2	795922	801508
CURRENT ASSETS			
Debtors		263089	133013
Cash at bank		-	231
		<u>263089</u>	<u>133244</u>
CREDITORS - amounts falling due within one year		<u>60431</u>	<u>39792</u>
NET CURRENT ASSETS		<u>202658</u>	<u>93452</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>998580</u>	<u>894960</u>
CREDITORS - amounts falling due after more than one year	3	930987	863005
PROVISIONS FOR LIABILITIES AND CHARGES		<u>2300</u>	<u>1100</u>
NET ASSETS		<u><u>£65293</u></u>	<u><u>£30855</u></u>
CAPITAL AND RESERVES			
Called up share capital	4	1000	1000
Profit and loss account		64293	29855
		<u>65293</u>	<u>30855</u>
EQUITY SHAREHOLDERS' FUNDS		<u><u>£65293</u></u>	<u><u>£30855</u></u>

The accompanying notes form part of these abbreviated accounts.

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SABLE EXPORTS (U.K.) LIMITED

COMPANY NO. 2112570
ABBREVIATED BALANCE SHEET (CONTINUED)
AS AT 30TH JUNE 1997

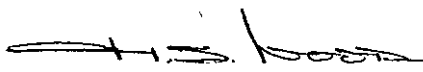
"In approving these accounts as directors of the company we hereby confirm:

- (1) that for the year in question the company was entitled to exemption under subsection 1 of Section 249A, of the Companies Act 1985.
- (2) that no notice has been deposited by members under Section 249B(2) of the Companies Act 1985 in relation to its accounts for the financial year, and
- (3) that the directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of the Act relating to the accounts, so far as applicable to the company."

In preparing the abbreviated accounts the directors have taken advantage of the provisions of part VII of the Companies Act 1985 applicable to small companies.

APPROVED BY THE BOARD ON THE 22nd April 1998


R.A. WOOD


H.S. WOOD
DIRECTORS

SABLE EXPORTS (U.K.) LIMITED

NOTES FORMING PART OF THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 1997

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable Accounting Standards.

The accounting policies, for dealing with items judged material or critical, in stating the results for the year and the financial position of the company, are:-

a) BASIS OF ACCOUNTING

The accounts are drawn up on the historical cost basis of accounting, and include the results of the activities described in the directors report, all of which are continuing.

b) TANGIBLE FIXED ASSETS

Freehold investment property -

In accordance with Statement of Standard Accounting Practice No. 19, investment property is stated in the balance sheet at its cost or open market value. The policy is to review investment property valuations annually.

No depreciation is provided on freehold property, contrary to Companies Act 1985. However, the over-riding purpose of giving a true and fair view, the directors have complied with Statement of Standard Accounting Practice No. 19 which requires no depreciation charge on investment property.

Plant and machinery -

Depreciation is charged at 15% on a reducing balance basis.

c) DEFERRED TAXATION

Provision is made for deferred taxation, using the liability method, in respect of material timing differences that are expected to reverse in the future.

2. TANGIBLE FIXED ASSETS

	Freehold investment property	Plant and machinery	Total
COST			
As at 1st July 1996 and 30th June 1997	764271	46729	£811000
	<u> </u>	<u> </u>	<u> </u>
DEPRECIATION			
As at 1st July 1996	-	9492	9492
Charge for the year	-	5586	5586
	<u> </u>	<u> </u>	<u> </u>
At 30th June 1997	-	15078	£15078
	<u> </u>	<u> </u>	<u> </u>
NET BOOK VALUE - 1997	764271	31651	£795922
	<u> </u>	<u> </u>	<u> </u>
NET BOOK VALUE - 1996	764271	37237	£801508
	<u> </u>	<u> </u>	<u> </u>

It is the opinion of the directors that the market value of the investment property at 30th June 1997 is not materially different from the book value.

SABLE EXPORTS (U.K.) LIMITED

NOTES FORMING PART OF THE ABBREVIATED ACCOUNTS (CONTINUED)

3. CREDITORS

	Due after more than one year	
	1997	1996
Amounts owed to connected companies	£930987	£863005
	=====	=====
Loans not wholly repayable within five years		
Loans from connected undertakings	£930987	£863005
	=====	=====
Amounts repayable after five years other than by instalments	£930987	£863005
	=====	=====

The rate of interest payable on the above loans is 1½% above LIBOR.

4. SHARE CAPITAL

	Authorised		Issued and fully paid	
	1997	1996	1997	1996
£1 ordinary shares	£1000	£1000	£1000	£1000
	=====	=====	=====	=====

5. INFORMATION REGARDING DIRECTORS

Mr. H.S. Wood, Mr. R.A. Wood and Mr. S.C. Wood have an interest in the transactions and balances with H.S. Wood (Textiles) Limited. Mr. H.S. Wood has an interest in the transactions and balances with Regina (Bradford) Limited.

Mr. R.A. Wood, Mr. R.N. Balme and Mr. A.D.N. Balme have an interest in the transactions and balances with D.H.C. (Bradford) Limited.

All of the interests are by virtue of shareholdings in the above companies or in the parent undertaking of the above companies.

	D.H.C. (Bradford) Limited		H.S. Wood (Textiles) Limited		Regina (Bradford) Limited	
	1997	1996	1997	1996	1997	1996
	£	£	£	£	£	£
Loan to/(from)	225520	870	(106278)	(97495)	(824709)	(765511)
Interest (payable)/receivable	-	-	(7543)	(7038)	(59199)	(55805)
Management charges payable	-	-	(1200)	-	-	-
	=====	=====	=====	=====	=====	=====

SABLE EXPORTS (U.K.) LIMITED

NOTES FORMING PART OF THE ABBREVIATED ACCOUNTS (CONTINUED)

6. CONTROL OF THE COMPANY

The company is not ultimately under the control of one individual.