

PRODRIVE (EVESHAM) LIMITED

(DORMANT COMPANY)

REPORTS AND ACCOUNTS

31 DECEMBER 1997

Company Number: 2296392



PRODRIVE (EVESHAM) LIMITED
DIRECTORS REPORT

The director presents his report and accounts for the year ended 31 December 1997.

ACTIVITIES AND ACCOUNTS

The company has not traded during the year and accordingly has made neither profit nor loss.

DIRECTORS

The director of the company during the year and his interest in the shares of the company as recorded in the register of directors' interests were as follows:

	31 December 1997 Ordinary Shares	1 January 1996 Ordinary Shares
D P Richards	-	-

The director's interest in the share capital of the holding company is disclosed in that company's financial statements.

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS

Company law requires the directors to prepare accounts for each financial year which gives a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those accounts, the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts.
- Prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

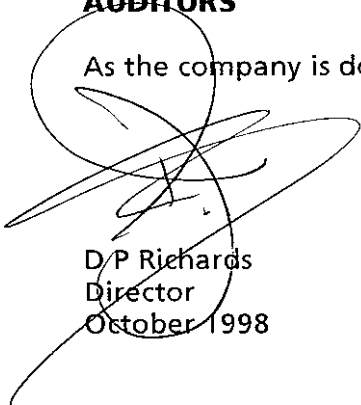
PRODRIVE (EVESHAM) LIMITED
DIRECTORS REPORT Cont'd

The directors are responsible for keeping proper accounting records which disclose reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts comply with the Companies Act.

They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

As the company is dormant these financial statements have not been audited.



D P Richards
Director
October 1998

PRODRIVE (EVESHAM) LIMITED

BALANCE SHEET

As at 31 December 1997

	Notes	1997 £	1996 £
CURRENT ASSETS			
Debtors		25,000	25,000
		<u>25,000</u>	<u>25,000</u>
CREDITORS: amounts falling due within one year	2	(29,574)	(29,574)
NET CURRENT LIABILITIES		<u>(4,574)</u>	<u>(4,574)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(4,574)</u>	<u>(4,574)</u>
CAPITAL AND RESERVES			
Called up share capital	4	500,000	500,000
Profit and loss account	5	(504,574)	(504,574)
TOTAL SHAREHOLDERS' FUNDS	3	<u>(4,574)</u>	<u>(4,574)</u>

The Company was dormant throughout the financial year.



D P Richards

October 1998

PRODRIVE (EVESHAM) LIMITED

NOTES TO THE ACCOUNTS At 31 December 1997

1. ACCOUNTING POLICIES

Accounting convention

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards.

2. PROFIT AND LOSS ACCOUNT

The Company has not traded during the year and, therefore, no profit and loss account is presented.

3. SHARE CAPITAL

	Authorised, 1997 £	Issued and Fully paid 1996 £
Ordinary shares of £1 each	50,000	50,000
10% Redeemable Preference Shares of £1 Each	<u>450,000</u>	<u>450,000</u>
	<u>500,000</u>	<u>500,000</u>

6. ULTIMATE PARENT UNDERTAKING

The ultimate parent undertaking is Prodrive Holdings Limited, a company incorporated in England. The accounts of Prodrive Holdings Limited can be obtained from their registered office at Prodrive Ltd, Banbury, Oxon, OX16 7XS.