

GOLDMAN SACHS LEASING LIMITED

BALANCE SHEET
as at 24 November 1989

	<u>Note</u>	<u>1989</u> £	<u>1988</u> £
NET INVESTMENT IN FINANCE LEASES	1(e)	<u>1,249,020</u>	<u>1,558,636</u>
CURRENT ASSETS			
Net investment in finance leases receivable within one year		335,244	223,252
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	6	(278,690)	(257,919)
NET CURRENT ASSETS/(LIABILITIES)		<u>56,554</u>	<u>(34,667)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,305,574	1,523,969
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	7	(699,430)	(871,605)
PROVISION FOR DEFERRED TAX	5	(495,286)	(544,111)
NET ASSETS		<u>110,858</u>	<u>108,253</u>
CAPITAL AND RESERVES			
Share capital	8	100	100
Profit and loss account		110,758	108,153
		<u>110,858</u>	<u>108,253</u>

Approved by the board of directors on 3 May 1990.

S. V. Fife

Director

Frank C. Dobson

Director

The notes on pages 6 to 7 form part of these accounts.

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GOLDMAN SACHS LEASING LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS
for the period ended 24 November 1989

	<u>1989</u>	<u>1988</u>
SOURCES OF FUNDS	£	£
Profit before taxation	4,515	-
Reduction in net investment in finance leases	309,616	257,161
Decrease in creditors falling due after more than one year	(172,175)	(174,639)
	<u>141,956</u>	<u>82,522</u>
APPLICATION OF FUNDS		
Loss before taxation	-	(15,865)
Tax paid	(27,961)	-
	<u>113,995</u>	<u>66,657</u>
INCREASE IN WORKING CAPITAL		
Increase in net investment in finance leases receivable within one year	111,992	26,549
Decrease in creditors falling due within one year (excluding tax)	2,003	40,108
	<u>113,995</u>	<u>66,657</u>

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GOLDMAN SACHS LEASING LIMITED

NOTES TO THE ACCOUNTS - 24 November 1989

1. PRINCIPAL ACCOUNTING POLICIES

- (a) The accounts have been prepared under the historical cost convention.
- (b) Assets and liabilities expressed in foreign currencies have been translated into sterling at the rates of exchange ruling at the balance sheet date. Income and expenditure in foreign currencies are converted at the rates applicable on the dates of the related transactions. Any differences arising on exchange are dealt with in the profit and loss account.
- (c) Loans payable and receivable under EOGD confirming house facilities have been omitted from the balance sheet because the company's interest in loan repayments due to it has been assigned without recourse to the lender providing it with funds. Any margin arising on confirming house transactions is subsequently refunded to the company by the lender.
- (d) Deferred taxation is provided in respect of all differences in timing between the accounting and tax treatments of income and expenses, to the extent that a liability is expected to crystallise in the foreseeable future. Such taxation is provided at the rate of taxation expected to be ruling when the differences reverse.
- (e) The net investment in finance leases comprises the total of lease payments accruing to the company less finance charges allocated to future periods.
- (f) The lease income recognised in each accounting period is calculated to give a constant periodic rate of return.

2. DIRECTORS' EMOLUMENTS

No director received any emoluments in respect of his services to the company (1988: £ Nil).

3. AUDITORS' REMUNERATION

The auditors' fees of £ 1,000 (1988: £ 1,000) are paid by the parent company.

4. TAXATION

The taxation charge/(credit) comprises :-	<u>1989</u>	<u>1988</u>
	£	£
UK Corporation tax at 35%	50,735	18,959
Transfer from deferred taxation	(48,825)	(29,122)
	<u>1,910</u>	<u>(10,163)</u>

GOLDMAN SACHS LEASING LIMITED

NOTES TO THE ACCOUNTS - 24 November 1989

5. DEFERRED TAXATION

Provision has been made for the full potential liability on the reversal of accelerated capital allowances, at the rate of tax expected to be in force when the liability is likely to crystallise.

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Creditors falling due within one year comprises :-

	<u>1989</u>	<u>1988</u>
	£	£
Due to parent company	235,957	238,960
Corporation tax	41,733	18,959
Other creditors	1,000	-
	<u>278,690</u>	<u>257,919</u>

7. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

This represents the balance of a loan from the parent company, repayable by December 1993. The loan was made at a commercial rate of interest and is repayable by instalments.

8. SHARE CAPITAL

At 1989 and 1988:-

Authorised, allotted
called up & fully paid

Ordinary shares of £1 each	<u>£ 100</u>
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9. ULTIMATE HOLDING COMPANY

The Goldman Sachs Group, L.P., of the United States of America, is the ultimate holding company.