

HFC PENSION PLAN LIMITED

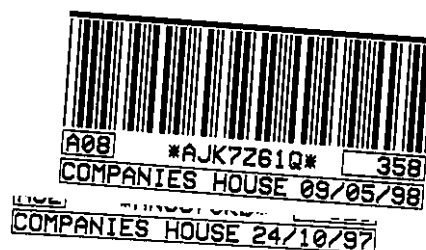
REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1996

AMENBING

Company number

2426093



Directors' Report

The Directors present their report together with the unaudited financial statements of the Company for the year ended 31 December 1996.

Principal activity

The Company acts as Corporate Trustee for HFC Pension Plan.

The Company has not traded during the year.

Business review

The Directors believe that the Company will remain dormant for the foreseeable future.

Directors and their interests

The Directors of the Company who served during the year were:-

J R Bushby	- resigned 20th November 1996
JM Butterfield	
P E Brazington	- resigned 22nd May 1996
S A Cooper	
A R Hill	
J G Monahan	
A S Orton	
K Scholfield	

None of the Directors had at any time during the period any disclosable interest in the shares or loan stock of the Company or any Group Company incorporated within Great Britain.

Directors' responsibilities

Company law requires the Directors to ensure that financial statements are prepared for each financial year which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that year. In those financial statements, the Directors are required to ensure that:

- appropriate accounting policies have been selected and applied consistently;
- judgments and estimates made are reasonable and prudent;
- a statement is given as to whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- the financial statements are prepared on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for ensuring that proper accounting records are kept which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for taking all reasonable steps to ensure the assets of the Company are safeguarded and that steps are taken for the prevention and detection of fraud and other irregularities.

In exercising these duties and responsibilities the Directors take account of the advice given to them and obtained by them. The Directors regularly review reports on the systems and controls which are established to give reasonable assurance that the business is being conducted in accordance with the above principles.

Directors and Officers Liability Insurance Policy

An insurance policy is maintained through Lloyd's of London for its Directors and Officers against liability for negligence or breach of duty in relation to the Company, as permitted by the Companies Act 1985 (as amended).

Auditors

In accordance with section 250 of the Companies Act 1985, a special resolution that the Company be exempt from Part VII of the Companies Act 1985 relating to the audit of accounts was passed on 1st July 1991. This resolution remains in effect until the Company ceases to qualify as a dormant company, and removes the need to appoint auditors.

BY ORDER OF THE BOARD


C J Rivers
Secretary
10 March 1997

North Street,
Winkfield,
Windsor,
Berkshire SL4 4TD

Balance Sheet

31 December	Notes	1996 £	1995 £
ASSETS			
Group Debtor		2	2
Total assets		<u>2</u>	<u>2</u>
CAPITAL AND RESERVES			
Called-up share capital	3	2	2
TOTAL CAPITAL EMPLOYED		<u>2</u>	<u>2</u>

The financial statements on pages 3 and 4 were approved by the Board of Directors on 10 March 1997 and were signed on its behalf by the Directors listed below. The Company was dormant within the meaning of section 250 of the Companies Act 1985 throughout the year ended 31 December 1996.



K L Scholfield

- DIRECTOR



A R Hill

- DIRECTOR

The notes on page 4 form an integral part of these financial statements

Notes to the Financial Statements

1 Principal accounting policy

A summary of the principal accounting policy is set out below, which has been applied consistently throughout both this year and the preceding year.

(a) Basis of preparation

The financial statements have been prepared on the historical cost basis of accounting and in accordance with applicable Accounting Standards and Statements of Recommended Accounting Practice.

2 Profit and Loss Account

The Company did not trade during the year and, accordingly, it made neither a profit nor a loss. Therefore, no profit and loss account is attached to these financial statements.

Under the provisions of Financial Reporting Standard No. 1, the Company has not prepared a cash flow statement because its holding company, HFC Bank plc, which is incorporated in the United Kingdom, has prepared consolidated accounts which include the accounts of the Company for the year end which contain a cash flow statement.

The Directors received no emoluments during the year.

During the year the Company had no employees.

3 Share Capital

	1996 £	1995 £
Authorised		
100 Ordinary £1 shares	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
2 Ordinary £1 shares	<u>2</u>	<u>2</u>

4 Holding Company

The Company's immediate holding company is HFC Bank plc. The ultimate holding company and the largest group in which HFC Bank plc and its subsidiary companies are consolidated is Household International, Inc. which is incorporated in the State of Delaware, United States of America. The smallest group in which they are consolidated is that headed by HFC Bank plc which is registered in England and operates in the United Kingdom. The consolidated accounts of these groups are available at North Street, Winkfield, Windsor, Berkshire, SL4 4TD.

HFC Pension Plan Limited is registered in England.