

Registrar

Scandia Limited

Directors' report and financial statements

31 March 1996

Registered number 2634759



Scandia Limited

Directors' report and financial statements

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Scandia Limited

Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 March 1996.

Principal activities

The company has been dormant throughout the current financial year and no change is anticipated in the forthcoming financial year.

Proposed dividend

The directors do not recommend payment of a dividend (1995:£Nil).

Directors and directors' interests

The directors who held office during the year were as follows:

RS Newton
EG Skov-Newton

The directors who held office at the end of the financial year had the following interests in the ordinary shares of the company as recorded in the register of directors' share interests:

	Interest at beginning and end of year £1 ordinary shares
RS Newton	1
EG Skov-Newton	1
	<hr/>
	2
	<hr/>

Scandia Limited

Directors' report *(continued)*

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements 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 for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Auditors

In accordance with Section 384 of the Companies Act 1985, a resolution for the reappointment of KPMG as auditors of the company, is to be proposed at the next general meeting of the company.

By order of the board



EG Skov-Newton
Secretary

Foresters Lodge
Itton
Nr Chepstow
Gwent
NP6 6BZ

30 November 1996



Welsh Street Chambers
Chepstow
Gwent
NP6 5LN

Report of the auditors to the members of Scandia Limited

We have audited the balance sheet on page 4.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are 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.

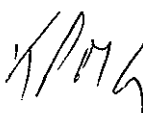
Basis of opinion

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 directors 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 31 March 1996 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Chartered Accountants
Registered Auditors

20th December 1996

Scandia Limited

Balance sheet at 31 March 1996

	1996 £	1995 £
Debtors	<u>2</u>	<u>2</u>
Capital and reserves		
Called up share capital		
2 ordinary shares of £1 each	<u>2</u>	<u>2</u>

Notes

- 1 The authorised share capital of the company is £100 comprising 100 ordinary shares of £1 each.
- 2 The company has not traded during the financial year or the preceding financial year, has received no income and incurred no expenditure. Consequently it has made neither a profit or a loss. The company was dormant throughout the year.

The balance sheet was approved by the board of directors on *30 NOVEMBER 1996*
and was signed on its behalf by:


EG Skov-Newton
Director