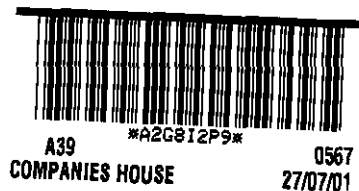


PRT MARKETING LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2001



Registered in England & Wales
Company Number 2825532

PRT Marketing Limited

DIRECTORS

J S Jesky (Chairman)

A Ryan

M Palfreman

(appointed 12 October 2000)

COMPANY SECRETARY

R S Hancock

AUDITORS

PricewaterhouseCoopers

1 Embankment Place

London WC2N 6NN

BANKERS

Clydesdale Bank PLC

Business Banking Centre

Glasgow G1 2HP

SOLICITORS

T C Young & Son

30 George Square

Glasgow G2 1LH

Bates, Wells & Braithwaite

Cheapside House

138 Cheapside

London EC2V 6BB

REGISTERED OFFICE

142 Minories

London EC3N 1LB

DIRECTORS' REPORT

The directors' present their report and financial statements for the year ended 31 March 2001

Results and Dividends

The retained profit for the year, after taxation, was nil, after a covenant refund from the parent undertaking of £1,518. (2000 - profit £26,320).

The directors do not recommend the payment of a dividend.

Principal activity and review of business

The principal activity of the business continues to be the undertaking of commercial activities that raise funds in support of the company's parent undertaking, The Princess Royal Trust for Carers.

Directors' interests

No director had any beneficial interest in the share capital of the company.

Directors' responsibilities in respect of the financial statements

Company law requires the directors 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 of the company for that period. In preparing these 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 a going concern basis unless it is inappropriate to presume that the company will continue its activities.

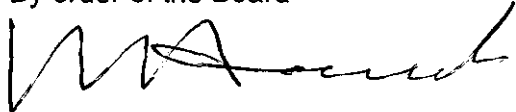
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PRT Marketing Limited

Auditors

A resolution to re-appoint the auditors, PricewaterhouseCoopers, will be proposed at the Annual General Meeting.

By order of the Board

A handwritten signature in black ink, appearing to be 'M. A. Smith', written over a horizontal line.

Company Secretary

REPORT OF THE AUDITORS to the members of PRT Marketing Limited

We have audited the financial statements on pages 5 to 10.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the Annual Report. As described on page 3, this includes responsibility for preparing the financial statements, in accordance with applicable United Kingdom accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the United Kingdom Companies Act. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions is not disclosed.

We read the other information contained in the Annual Report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

Basis of audit 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 at 31 March 2001 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



PricewaterhouseCoopers
Chartered Accountants & Registered Auditors
1 Embankment Place, London WC2N 6NN
Date: 18 July 2001.

PRT Marketing Limited**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2001**

		2001	2000
	Notes	£	£
TURNOVER	2	4,087	73,694
Cost of sales	3	(1,232)	(1,650)
		<hr/>	<hr/>
		2,855	72,044
Operating expenses	4	(4,483)	(11,973)
		<hr/>	<hr/>
OPERATING (LOSS)/PROFIT		(1,628)	60,071
Interest receivable		110	1,065
		<hr/>	<hr/>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(1,518)	61,136
Tax on ordinary activities		-	-
		<hr/>	<hr/>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		(1,518)	61,136
Deed of Covenant payment, refundable from/(payable to) parent company		1,518	(34,816)
		<hr/>	<hr/>
RETAINED PROFIT	5	-	26,320

There are no recognised gains or losses other than those dealt with within the profit and loss account.

PRT Marketing Limited

BALANCE SHEET AS AT 31 MARCH 2001

		2001	2000
	Notes	£	£
CURRENT ASSETS			
Debtors	6	43	948
Cash at bank and in hand		2,234	18,413
		<u>2,277</u>	<u>19,361</u>
CREDITORS:			
Amounts falling due within one year	7	(2,275)	(19,359)
NET CURRENT ASSETS		<u>2</u>	<u>2</u>
CAPITAL AND RESERVES			
Called up share capital	8	2	2
Profit and loss account	9	-	-
		<u>2</u>	<u>2</u>

Director

Date

13th June 2001

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2001

1 ACCOUNTING POLICIES

Accounting Convention

The financial statements are prepared under the historical cost convention.

Accounting Standards

The financial statements are prepared in accordance with applicable accounting standards.

Cash Flow Statement

The company qualifies as a small company under section 247 of the Companies Act 1985. As a consequence it has taken advantage of the exemptions in Financial Reporting Standard No. 1 not to publish a cash flow statement.

2 TURNOVER

Turnover, which is stated net of value added tax, represents amounts receivable from third parties during the year ended 31 March 2001.

Turnover is attributed to one continuing activity, that of undertaking commercial activities that raise funds in support of the company's parent undertaking, The Princess Royal Trust for Carers, which operates within the United Kingdom.

	2001	2000
Analysis of turnover:	£	£
Proceeds from sponsored event	-	50,025
Income from commercial use of PRTC logo	-	20,000
Sales of merchandise	2,925	2,813
Other	1,162	856
	<u>4,087</u>	<u>73,694</u>

3 COST OF SALES

Cost of sales comprises the cost during the year of purchasing materials for re-sale. In 1999/00 the cost shown of £1,650 represented the writing off of the balance of residual stock from earlier years.

NOTES TO THE FINANCIAL STATEMENTS (continued)
for the year ended 31 March 2001

4 OPERATING EXPENSES

Operating expenses comprise minor disbursements on behalf of the company, together with an apportionment of the administrative costs of the parent company reflecting time spent in marketing the company's activities and in providing financial services and administrative support.

5 RETAINED PROFIT

	2001	2000
	£	£
The retained profit is stated after crediting:		
Interest receivable	110	1,065
The retained profit is stated after charging:		
Auditors' remuneration	-	-
Directors' emoluments	-	-

The company has no employees and all administration services are provided by the parent undertaking and charged to the company at cost. Auditors' fees are nil. The directors do not receive emoluments.

6 DEBTORS

	2001	2000
	£	£
Other debtors	43	948
	<u>43</u>	<u>948</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)
for the year ended 31 March 2001

7 CREDITORS:

Amounts falling due within one year

	2001	2000
	£	£
Amounts owed to parent undertaking	2,275	10,552
Taxation and social security	-	7,787
Trade creditors	-	1,020
	<u>2,275</u>	<u>19,359</u>

8 SHARE CAPITAL

	Authorised		Allotted, called up and fully paid	
	2001	2000	2001	2000
	£	£	£	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>	<u>2</u>	<u>2</u>

**9 RECONCILIATION OF SHAREHOLDERS' FUNDS AND
MOVEMENTS ON RESERVES**

	Share Capital	Profit & Loss Account	Total
	£	£	£
At 1 April 2000	2	-	2
Retained profit for the year	-	-	-
At 31 March 2001	<u>2</u>	<u>-</u>	<u>2</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)
for the year ended 31 March 2001

10 ULTIMATE PARENT UNDERTAKING

The ultimate parent undertaking of the group of undertakings for which group financial statements have been prepared and of which the company is a member is The Princess Royal Trust for Carers, registered in Scotland.