



STONINGTON (UK) LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
30 NOVEMBER 1995

Company No. 2989338

STONINGTON (UK) LIMITED

FINANCIAL STATEMENTS

For the period ended 30 November 1995

Company registration number

2989338

Registered office

19 Berkeley Street
London
W1X 5AE

Director

P E Singer

Secretary

H R & K Secretarial Services Limited

Auditors

Grant Thornton
Registered auditors
Chartered accountants

STONINGTON (UK) LIMITED

FINANCIAL STATEMENTS

For the period ended 30 November 1995

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STONINGTON (UK) LIMITED

REPORT OF THE DIRECTORS

The directors present their report together with financial statements for the period ended 30 November 1995.

Incorporation

The company was incorporated on 11 November 1994.

Principal activities

The principal activity of the company is the provision of management services.

Directors

The directors who served during the period are listed below.

K T Brown (appointed 11 November 1994, resigned 11 November 1994)

P E Singer (appointed 11 November 1994)

The interests of the directors in the shares of the company as at 11 November 1994 and 30 November 1995 were as follows:

	30 November 1995		11 November 1994	
	Number of shares	£	Number of shares	£
K T Brown	-	-	-	-
P E Singer	-	-	1	1

Directors' responsibilities for the financial statements

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 of the company 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, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STONINGTON (UK) LIMITED

REPORT OF THE DIRECTORS

Auditors


Grant Thornton were appointed auditors on 21 March 1995 to fill a casual vacancy in accordance with section 388(1) of the Companies Act 1985. A resolution to reappoint Grant Thornton as auditors will be proposed at the annual general meeting.

Small company exemption

In preparing this report, advantage has been taken of the special exemptions applicable to small companies.

BY ORDER OF THE BOARD

Secretary

HRSA Secretarial Services Limited 
authorised secretary.
20 December 1996

**REPORT OF THE AUDITORS TO THE MEMBERS OF
STONINGTON (UK) LIMITED**

We have audited the financial statements on pages 4 to 10 which have been prepared under the accounting policies set out on page 4.

Respective responsibilities of directors and auditors

As described on page 1 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 at 30 November 1995 and of its profit for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

**GRANT THORNTON
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
CRAWLEY**

20 December 1996

STONINGTON (UK) LIMITED

PRINCIPAL ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared under the historical cost convention.

The principal accounting policies of the company are set out below.

Turnover

Turnover is the total amount receivable by the company for the provision of management services.

Depreciation and amortisation

Depreciation and amortisation are calculated by the straight line method and aim to write off the cost less residual value of all fixed assets over their expected useful economic lives.

The rates generally applicable are:

Leasehold properties	period of lease
Fixtures and fittings	25%
Equipment	25%

Deferred tax

Deferred tax is provided for using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advance corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

Foreign currencies

Income and expenditure in foreign currencies are translated into sterling at the rates ruling at the date of each transaction. Assets and liabilities are translated at the year end rate. Differences in exchange are dealt with in the profit and loss account for the year.

Leased assets

Payments made under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

STONINGTON (UK) LIMITED**PROFIT AND LOSS ACCOUNT**For the period ended 30 November 1995

	Note	1995 £
Turnover	1	596,794
Cost of sales		<u>(542,540)</u>
Profit on ordinary activities before taxation	1	54,254
Taxation	2	<u>(19,004)</u>
Profit transferred to reserves		<u><u>35,250</u></u>
Retained profit carried forward		<u><u>35,250</u></u>

There were no recognised gains or losses other than the profit for the period.

The accompanying accounting policies and notes form an integral part of these financial statements.

STONINGTON (UK) LIMITED

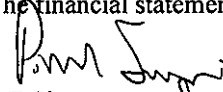
BALANCE SHEET

At 30 November 1995

	Note	£	1995 £
Fixed assets			
Tangible assets	3		138,606
Current assets			
Debtors	4	25,437	
Cash at bank and in hand		<u>91,368</u>	
		116,805	
Creditors: amounts falling due within one year	5	<u>(220,160)</u>	
Net current liabilities			<u>(103,355)</u>
Total assets less current liabilities			<u>35,251</u>
Capital and reserves			
Share capital	6		1
Profit and loss account			<u>35,250</u>
Shareholders' funds	7		<u>35,251</u>

In preparing these financial statements, advantage has been taken of the special exemptions applicable to small companies on the grounds that in the director's opinion, the company is entitled to the benefit of those exemptions as a small company.

The financial statements were approved by the sole director on 20 December 1996


P E Singer

The accompanying accounting policies and notes form an integral part of these financial statements.

STONINGTON (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 30 November 1995

1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The profit on ordinary activities is stated after:

	1995 £
Auditors' remuneration	4,130
Depreciation and amortisation	17,348
Other operating lease rentals	<u>11,654</u>

2 TAX ON PROFIT ON ORDINARY ACTIVITIES

	1995 £
UK corporation tax at 33%	<u>19,004</u>

3 TANGIBLE FIXED ASSETS

	Leasehold improvements £	Fixtures and fittings £	Equipment £	Total £
Cost				
At 11 November 1994	0	0	0	0
Additions	<u>60,339</u>	<u>33,764</u>	<u>61,851</u>	<u>155,954</u>
At 30 November 1995	<u>60,339</u>	<u>33,764</u>	<u>61,851</u>	<u>155,954</u>
Depreciation and amortisation				
At 11 November 1994	0	0	0	0
Provided in period	<u>7,400</u>	<u>3,320</u>	<u>6,628</u>	<u>17,348</u>
At 30 November 1995	<u>7,400</u>	<u>3,320</u>	<u>6,628</u>	<u>17,348</u>
Net book amount at 30 November 1995	<u>52,939</u>	<u>30,444</u>	<u>55,223</u>	<u>138,606</u>

STONINGTON (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 30 November 1995

4 DEBTORS

	1995 £
Other debtors	23,400
Prepayments and accrued income	<u>2,037</u>
	<u>25,437</u>

5 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1995 £
Amounts owed to affiliates	10,252
Current taxation	19,004
Social security and other taxes	17,392
Other creditors	35,512
Accruals	<u>138,000</u>
	<u>220,160</u>

6 SHARE CAPITAL

	1995 £
Authorised, allotted, called up and fully paid 1 ordinary share of £1 each	<u>1</u>

STONINGTON (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 30 November 1995

7 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1995 £
Profit for the financial period	35,250
Issue of shares	<u>1</u>
Net increase in shareholders' funds	35,251
Shareholders' funds at 11 November 1994	<u>0</u>
Shareholders' funds at 30 November 1995	<u><u>35,251</u></u>

8 CONTINGENT LIABILITIES

There were no contingent liabilities at 30 November 1995.

9 CAPITAL COMMITMENTS

There were no capital commitments at 30 November 1995.

10 LEASING COMMITMENTS

Operating lease payments amounting to £40,560 are due within one year. The leases to which these amounts relate expire as follows:

	Land and buildings Annual payment 1995 £
Leases expiring	
Within one year	16,120
Between two and five years	<u>24,440</u>
	<u><u>40,560</u></u>

STONINGTON (UK) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 30 November 1995

11 ULTIMATE PARENT UNDERTAKING

The director considers that the ultimate parent undertaking is Braxton Associates LP, a company organised in the United States of America.

The smallest and largest group for which group accounts are prepared is that headed by Braxton Associates LP, organised in the United States of America.

STONINGTON (UK) LIMITED**DETAILED PROFIT AND LOSS ACCOUNT**

For the period ended 30 November 1995

		1995
	£	£
Revenue		
Fee income		596,794
Cost of sales		
Wages and salaries	295,391	
Data processing	2,587	
Information services	82,881	
Audit and legal	31,056	
Bank charges and interest	147	
Stationery and supplies	6,547	
Depreciation and amortisation	17,348	
Telephone	18,117	
Rent	11,654	
Travel	17,661	
Services	17,600	
Consulting fees	20,617	
Insurance	4,168	
General	2,515	
Rates	14,251	
		(542,540)
Profit before taxation		<u>54,254</u>

THIS PAGE DOES NOT FORM PART OF THE FINANCIAL STATEMENTS