

TANVEC IS THE INTEGRATION OF:



HAREMEAD



VECO



TANVEC

Tanvec Limited

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23 July 1997

KPMG
1 Forest Gate
Brighton Road
Crawley
Sussex RH11 9PT

For the attention of Mr Richard Whittington

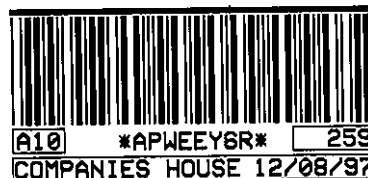
Dear Sirs

Re: Appointment of Auditors

At a recent meeting of the Directors, it was agreed that KPMG should be appointed auditors to the Company following the resignation of Stewart & Co. A copy of the statement from Stewart & Co under Section 394 of the Companies Act 1985 regarding their ceasing to hold office is attached and they have been authorised to discuss the Company's affairs with you as necessary.

Yours faithfully
FOR TANVEC LIMITED

B J REA-PALMER
COMPANY SECRETARY



BRP/SLT/Audita.doc/23/7/97