

Company Registration No. 3396206

ORAN MARKETING LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 1998

18224-bp-1998

Registered Office
4th Floor
315 Oxford Street
London
W1R 1LA



ORAN MARKETING LIMITED

DIRECTORS' REPORT FOR THE PERIOD ENDED 31 DECEMBER 1998

The directors present their report and financial statements for the period ended 31 December 1998.

Principal activities and review of the business

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

The company was incorporated on the 2nd of July 1997 and commenced its activities on the 31st of December 1997.

Results and dividends

The results for the period are set out on page 4.

Fixed assets

The significant changes in fixed assets during the period are explained in note 4 to the financial statements.

Future developments

As is well known, many computer and digital storage systems express dates using only the last two digits of the year and will thus require modification or replacement to accommodate the year 2000 and beyond in order to avoid malfunctions and resulting widespread commercial disruption. This is a complex and pervasive issue. The operation of our business depends not only on our own computer systems, but also to some degree on those of our suppliers and customers. This could expose us to further risk in the event that there is a failure by other parties to remedy their own Year 2000 issues.

The directors have considered the potential risks to the company's activities arising from the date change to the Year 2000. Given the complexity of the problem, it is not possible for any organisation to guarantee that no Year 2000 problems will remain because at least some level of failure may still occur, however the Board believe that it has achieved an acceptable state of readiness and will continue to monitor the issues on a regular basis.

The company has not incurred significant costs during the consideration of this problem.

Directors

The following directors have held office since 2 July 1997:

S.J. Townsend	(Appointed 14 July 1997)
J Butterfield	(Appointed 14 July 1997 and resigned 14 September 1998)
F M Forrai	(Appointed 14 July 1997 and resigned 14 September 1998)
A.M. Taylor	(Appointed 14 September 1998)
L.R. Taylor	(Appointed 14 September 1998)

The directors have no interest in the issued share capital of the company.

ORAN MARKETING LIMITED

**DIRECTORS' REPORT
FOR THE PERIOD ENDED 31 DECEMBER 1998**

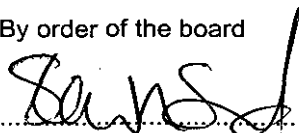
Directors' responsibilities

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

By order of the board



S.J. Townsend (Director)

Date : **28 JUL 1999**

MATTHEW EDWARDS & CO
C H A R T E R E D A C C O U N T A N T S

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**ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE
ACCOUNTS OF ORAN MARKETING LIMITED**

We report on the accounts for the period ended 31 December 1998.

As described on the balance sheet you are responsible for the preparation of the accounts for the period ended 31 December 1998, set out on pages 4 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these accounts in order to assist you to fulfil your statutory responsibilities.

Our procedures consisted of comparing the accounts with the accounting records kept by the company and making such enquiries of the officers and other officials of the company as we considered necessary for the purposes of this report.

In our opinion the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985.

Matthew Edwards c/o
Matthew Edwards & Co.

Chartered Accountants

28/7/99

Clinch's House, Lord Street
Douglas
Isle Of Man
IM99 1RZ

ORAN MARKETING LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED 31 DECEMBER 1998**

		Period ended 31 December 1998 £
	Notes	
Turnover	2	15,807
Administrative expenses		(5,569)
Operating profit		<hr/> 10,238
Profit on ordinary activities before taxation		<hr/> 10,238
Tax on profit on ordinary activities	3	(4,001)
Profit on ordinary activities after taxation	8	<hr/> 6,237
Profit/(loss) carried forward at 31 December 1998		<hr/> <hr/> 6,237

All of the company's activities are derived from continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

ORAN MARKETING LIMITED

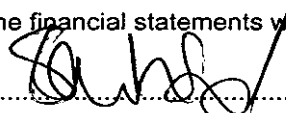
**BALANCE SHEET
AS AT 31 DECEMBER 1998**

	Notes	1998 £	£
Fixed assets			
Investments	4		5
Current assets			
Debtors	5	15,802	
Creditors: amounts falling due within one year	6	(8,570)	
Net current assets			7,232
Total assets less current liabilities			7,237
Capital and reserves			
Called up share capital	7		1,000
Profit and loss account	8		6,237
Shareholders' funds - equity interests	9		7,237

In preparing these financial statements:

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985;
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The financial statements were approved by the Board on **28 JUL 1999**


S.J. Townsend (Director)

ORAN MARKETING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 1998**

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

1.2 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.3 Foreign currency translation

The company's accounting records are maintained in pounds sterling.

Transactions in other currencies are converted at the rate ruling at the date of the transaction. Current assets and liabilities are converted at the rate of exchange ruling at the balance sheet date. Any material gains or losses resulting from the conversion are taken to the profit and loss account.

2 Turnover

Turnover represents the company's share of income derived from its principal activity.

3 Taxation	1998
	£
U.K. current year taxation	
U.K. corporation tax at 31%	4,001
	<u>4,001</u>

The effective rate of corporation tax is in excess of the statutory rate of corporation tax due to expenses not allowable for corporation tax purposes.

4 Fixed asset investments

	Unlisted investments
	£
Cost	
At 2 July 1997	-
Additions	5
	<u>5</u>
At 31 December 1998	<u>5</u>

The investment represents a 5% interest in the Oran Marketing Group and is stated at cost.

5 Debtors	1998
	£
Trade debtors	15,802
	<u>15,802</u>

ORAN MARKETING LIMITED**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 1998**

6	Creditors: amounts falling due within one year	1998
		£
	Corporation tax	4,001
	Other creditors	3,025
	Accruals and deferred income	1,544
		<u>8,570</u>

7 Share Capital

The authorised share capital of the Company comprises 10000 Ordinary £1 shares of which 1000 have been issued and are fully paid up.

8 Statement of movements on profit and loss account

	Profit and loss account
	£
Retained profit for the period	6,237
Balance at 31 December 1998	<u>6,237</u>

9 Reconciliation of movements in shareholders' funds

	1998
	£
Profit for the financial period	6,237
Proceeds from issue of shares	1,000
Net addition to shareholders' funds	<u>7,237</u>
Opening shareholders' funds	-
Closing shareholders' funds	<u>7,237</u>

10 Contingent liabilities

There were no known contingent liabilities at the balance sheet date.

11 Capital commitments

There were no major capital commitments at the balance sheet date.

ORAN MARKETING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 1998**

12 Employees

Number of employees, wages and salaries

There were no employees during the period apart from the directors. The directors received no remuneration during the period.

13 Ultimate Controlling Party and Related party transactions

The directors are not aware of the ultimate controlling party, transactions related thereto and any other related party transactions.