

DIRECTOR'S REPORT

OPAL HOLDINGS MUSIC LIMITED

The directors hereby submit the annual report and accounts of the company for the year ended 30 September 1996.

The directors of the company during the financial year and their interest in the shares of the company were as follows:-

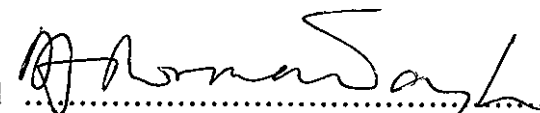
	No. of Shares
BRIAN ENO	3
ANTHEA NORMAN-TAYLOR	3

During the above financial year, the company has not traded and there has been no income or expenditure and therefore no change in the company's position has arisen. Any expenses have been borne by its subsidiary company.

SIGNED ON BEHALF OF THE BOARD

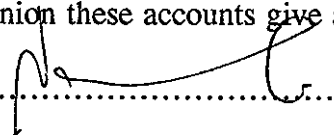

ANTHEA NORMAN-TAYLOR, CHAIRMAN

	1995 £	1996 £
BALANCE SHEET AS AT 30 SEPTEMBER 1996		
ASSETS	287,786	287,786
LIABILITIES	NIL	NIL
	287,786	287,786
SHARE CAPITAL		
AUTHORISED	US \$	US \$
10,000 Ordinary shares of US \$1 each	10,000	10,000
	£	£
ISSUED AND FULLY PAID		
9 Ordinary shares of US \$1 each	6	6
PROFIT AND LOSS ACCOUNT	287,780	287,780
	287,786	287,786

Signed 
ANTHEA NORMAN-TAYLOR, DIRECTOR

AUDITORS REPORT TO THE MEMBERS OF OPAL HOLDINGS MUSIC LIMITED

In our opinion these accounts give a true and fair view of the company's affairs at 30 September 1996.

SIGNED 

DATE 19/9/97