

Chart Insurance Services Limited

Directors' report and financial statements

27 December 1998

Registered number 103224

Registered office

Lombard House
Minerva Way
Glasgow
G3 8AY



Report and financial statements

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Directors' report

The directors have pleasure in submitting their report and the financial statements for the year ended 27 December 1998.

Principal activity

The company did not trade during the year and the board has no plans at present to commence trading.

Directors

The directors who served during the year are as shown on page 1.

Directors' interests

None of the persons who were directors as at 27 December 1998 had any interest in the shares of the company.

DM Smith is also a director of the intermediate parent undertaking, Lex Transfleet Limited, and his interests in shares and debentures of Group undertakings are included in the directors' report of that company.

The remaining director at the year end had no interest in the share and loan capital of the Group undertakings at any time during the year.

Millennium

The company has recognised that the millennium date change is a major business risk and to mitigate the risk to business critical systems and processes, is participating in a group wide Millennium Programme. The main stages of this programme include inventory, business impact assessment, solution planning, testing and installation and regular reporting to the intermediate parent undertaking, Lex Transfleet Limited.

Progress has been achieved with the company having completed its inventories, impact assessment, prioritised action plans; with remediation, testing and implementation well advanced. The company, as part of its risk assessment process, is also working with key business suppliers and joint venture partners to understand their progress on the millennium issue.

Contingency plans are being prepared for millennium failures that may occur affecting business critical systems and processes.

Independent external reviews are being undertaken to assess this programme with their findings reported to the company and the immediate parent company Board.

No costs have been incurred by the company in 1998 and none are expected to be incurred in future periods.


Given the complexity of the Millennium problem, it is not possible for any organisation to guarantee that no problems will occur. However, based on the progress achieved to date, the parent Board believes that the group will achieve an acceptable state of readiness.

Directors' report *(continued)*

Auditors

Under the provisions of Section 250 of the Companies Act 1985, the directors have taken advantage not to appoint auditors while the company remains dormant.

By order of the board

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

DA Ives
Secretary

19 October 1999

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 for that year. 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;
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements; and
- 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

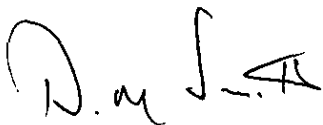
Balance sheet
at 27 December 1998

	Note	1998 £	1997 £
Current assets			
Cash at bank and in hand		2	2
		<u> </u>	<u> </u>
Capital and reserves			
Called up equity share capital	2	2	2
		<u> </u>	<u> </u>

The company was dormant within the meaning of Section 250 of the Companies Act 1985 throughout the financial year ended 27 December 1998.

The notes on page 6 form part of these financial statements.

These financial statements were approved by the board of directors on *19 October 1999* and signed on their behalf by:



DM Smith
Director

Notes

(forming part of the financial statements)

1. Profit and loss account

During the financial year and the preceding financial year the company did not trade and received no income and incurred no expenditure and consequently made neither a profit nor a loss.

2. Called up share capital

	1998	1997
	£	£
<i>Authorised</i>		
Equity: 100 ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>
<i>Allotted, issued and fully paid:</i>	2	2
Equity: 2 ordinary shares of £1 each	<u> </u>	<u> </u>

3. Parent undertaking

The intermediate parent undertaking is Lex Transfleet Limited, the ultimate parent undertaking being National Westminster Bank Plc.

Copies of the financial statements of Lex Transfleet Limited can be obtained from:

The Secretary, Lex Transfleet Limited, c/o Lex Service PLC, Lex House, 17 Connaught Place, London W2 2EL.

Copies of the financial statements of National Westminster Bank Plc can be obtained from:

The Secretary, National Westminster Bank Plc, 41 Lothbury, London, EC2P 2BP.