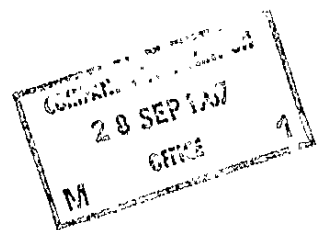


REPORT AND ACCOUNTS

GUARDIAN NEWSPAPERS LIMITED

1987



GUARDIAN NEWSPAPERS LIMITED

Directors

Peter Walter Gibbings
James Charles Markwick
Peter John Preston
Caroline Anne Marland
Henry John Roche
Ian Wheeler Wright
Frank Platt
Jonathan Michael Gordon
Charles Barry George Baker

Secretary

Ian Stanley Ashcroft

Auditors

Coopers & Lybrand, Chartered Accountants,
St. James's House
Charlotte Street
Manchester M1 4DZ

Registered Office

164 Deansgate
Manchester M60 2RR

GUARDIAN NEWSPAPERS LIMITED

REPORT OF THE DIRECTORS

For the year ended 28th March 1987

1. Activity

The company manages on behalf of and as agents for the holding company and provides the services of staff and operatives to the holding company for the printing, publishing and selling of newspapers. All transactions relating to the activity of the company have been recorded in the books of the holding company.

2. Holding company

The company's ultimate holding company is The Guardian and Manchester Evening News plc, a company incorporated in England.

3. Directors interest in shares of the company

According to the Register kept under Section 325 of the Companies Act 1985 no director had any interest in the shares of the company, the company's holding company or a subsidiary of the company's holding company either at the beginning or end of the period. As permitted by statutory instrument the Register does not include any shareholdings by directors who are also directors of the holding company.

4. Directors

The directors at 28th March 1987 are as listed on page 1, all of whom served throughout the year with the exception of C.B.G. Baker who was appointed on 7th November 1986 and J.M.Gordon who was appointed on the 13th February 1987. Mr.M.G.A.Jack retired on 8th January 1987.

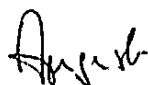
5. Auditors

A resolution to reappoint the auditors, Coopers & Lybrand, will be proposed at the general meeting.

BY ORDER OF THE BOARD



I.S. Ashcroft
Secretary
164 Deansgate
Manchester M60 2RR.

 28. 11.87

AUDITORS REPORT

to the members of

GUARDIAN NEWSPAPERS LIMITED

We have audited the accounts set out on pages 4 and 5 in accordance with approved Auditing Standards.

In our opinion the accounts give a true and fair view of the state of the company's affairs at 28th March 1987 and comply with the Companies Act 1985.

Coopers & Lybrand

Coopers & Lybrand

Chartered Accountants
Manchester

28 AUG 1987

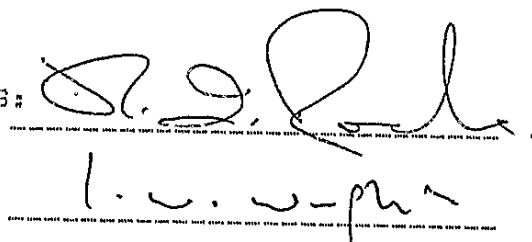
GUARDIAN NEWSPAPERS LIMITED

BALANCE SHEET

as at 28th March 1987

	Note	1987 £	1986 £
Assets		£ NIL	£ NIL
Capital and reserves			
Called up share capital: Authorised, called up, issued and fully paid			
£1 ordinary shares		100,000	100,000
Capital reserve		11,832	11,832
Profit and loss account		(356,583)	(356,583)
		(244,751)	(244,751)
Amount due to holding company	3	244,751	244,751
		£ NIL	£ NIL

DIRECTORS:



The notes on page 5 form part of these accounts.

Auditors report - page 3.

GUARDIAN NEWSPAPERS LIMITED

Notes relating to the accounts year ended 20

1. Trading results

The company has not traded on its own account
neither profits nor losses.

2. Contingent liabilities

There are no material contingent liabilities.

3. Amount due to holding company

The balance is repayable at the holding company.