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AUDITORS' REPORT TO THE DIRECTORS OF JOHN LIBBEY EUROTTEXT LIMITED
IN COMPLIANCE WITH SCHEDULE 8, PART 1, OF THE COMPANIES ACT 1985
FOR THE YEAR ENDED 31ST DECEMBER 1995

We have examined the financial statements on pages 2,3 and 4 which have been abbreviated, in the manner permitted for a small company, from the financial statements of the company prepared for its Shareholders for the year ended 31st December 1995.

In our opinion, the company satisfied the requirements for exemption applicable to a small company in respect of the period ended 31st December 1995 and the abbreviated financial statements attached have been properly prepared in the manner permitted by section 249 of the Companies Act 1985.

We reproduce below our Audit Report to the Shareholders of the Company on the full Accounts for the year ended 31st December 1995.

"We have audited the financial statements on pages 3 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective Responsibility of Directors and Auditors

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of Opinion

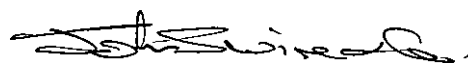
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amount and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 1995 and of its Profit for the year then ended, and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."

Dated this 6th day of February 1997


JOHN SWIRE & CO.
Registered Auditors
Certified Accountants

3 Leicester Road, New Barnet, Herts. EN5 5EW



JOHN LIBBEY EUROTEXT LIMITED

BALANCE SHEET

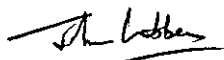
AS AT 31ST DECEMBER 1995

	£	£	1994	£
<u>FIXED ASSETS</u>				
Tangible Assets (Note 3)		39,977		35,053
Investment		<u>8,850</u>		<u>8,850</u>
		48,827		43,903
<u>CURRENT ASSETS</u>				
Stock (Note 1)	163,746		169,682	
Debtors	1,267,998		671,317	
Cash at Bank	<u>447,432</u>		<u>361,845</u>	
	1,879,176		1,202,844	
<u>Less: CREDITORS</u> - Amounts falling due within one year	<u>1,903,378</u>		<u>1,243,184</u>	
		(24,202)		(40,340)
<u>NET ASSETS</u>		24,625		3,563
		=====		=====
<u>CAPITAL AND RESERVES</u>				
Called up Share Capital (Note 2)		1,000		1,000
Profit and Loss Account		<u>23,625</u>		<u>2,563</u>
<u>SHAREHOLDERS FUNDS</u> - all equity		24,625		3,563
		=====		=====

The directors have taken advantage of special exemptions conferred by Schedule 8 to the Companies Act 1985 applicable to small companies in the preparation of the financial statements and have done so on the grounds that, in their opinion, the company is entitled to those exemptions.



G. A. CAHN - Director



J. R. LIBBEY - Director

The Accounts were approved by the Directors on 6th February 1997

The notes on pages 3 and 4 form part of the full financial statements.

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 1995

1. ACCOUNTING POLICIES

Basis of Preparation of Financial Statements

The Financial Statements are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

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

Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Valued Added Tax and trade discounts.

Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Office Equipment and Fittings	25% reducing balance basis
Motor Vehicle	25% reducing balance basis

Stock

Stock is valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stock.

Foreign Currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

2. CALLED UP SHARE CAPITAL

Authorised - 10,000 Ordinary Shares of £1 Each

Called Up, Allotted and Fully Paid - 1,000 Ordinary Shares of £1 Each

JOHN LIBBEY EUROTTEXT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

YEAR ENDED 31ST DECEMBER 1995

3. TANGIBLE ASSETS

<u>Cost</u>	<u>Office Equipment and Fittings</u> £	<u>Motor Vehicle</u> £	<u>Total</u> £
Balance at 1st January 1995	103,386	4,971	108,357
Additions during year	<u>16,401</u>	<u>1,849</u>	<u>18,250</u>
Balance at 31st December 1995	119,787	6,820	126,607
	=====	=====	=====
<u>Depreciation</u>			
Balance at 1st January 1995	72,061	1,243	73,304
Charge for year	<u>11,932</u>	<u>1,394</u>	<u>13,326</u>
Balance at 31st December 1995	83,993	2,637	86,630
	=====	=====	=====
Net Book Value 31st December 1995	35,794	4,183	39,977
	=====	=====	=====
Net Book Value 31st December 1994	31,325	3,728	35,053
	=====	=====	=====