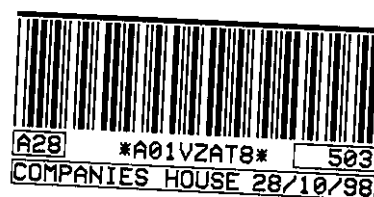


**THE BERTRAND RUSSELL PEACE FOUNDATION
LIMITED**

ABBREVIATED FINANCIAL STATEMENTS

31ST DECEMBER 1997

Registered number: 891680



**REEVE and DUFFIN
CHARTERED ACCOUNTANTS**

THE BERTRAND RUSSELL PEACE FOUNDATION LIMITED

ABBREVIATED FINANCIAL STATEMENTS

for the year ended 31st December 1997

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THE BERTRAND RUSSELL PEACE FOUNDATION LIMITED

**Auditors' report to
The Bertrand Russell Peace Foundation Limited
under section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 to 4, together with the financial statements of the company for the year ended 31st December 1997 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

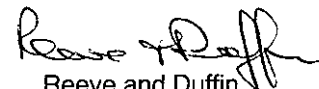
Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 4 are properly prepared in accordance with those provisions.

16th October 1998


Reeve and Duffin
Registered Auditors
Chartered Accountants

THE BERTRAND RUSSELL PEACE FOUNDATION LIMITED

ABBREVIATED BALANCE SHEET

at 31st December 1997

	Note	£	1997 £	£	1996 £
Fixed assets					
Intangible assets	2		2		2
Tangible assets	2		8,722		13,104
Investments	2		4		4
			<u>8,728</u>		<u>13,110</u>
Current assets					
Stocks		27,650		45,502	
Debtors		30,128		32,919	
Cash at bank and in hand		256,648		189,807	
		<u>314,426</u>		<u>268,228</u>	
Creditors: amounts falling due within one year		(9,298)		(11,937)	
Net current assets			<u>305,128</u>		<u>256,291</u>
Total assets less current liabilities			<u>313,856</u>		<u>269,401</u>
Reserves					
Profit and loss account			<u>313,856</u>		<u>269,401</u>
Total reserves			<u>313,856</u>		<u>269,401</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 4 were approved by the board of directors on 16th October 1998 and signed on its behalf by:


K J Fleet
Director

The annexed notes on pages 3 to 4 form an integral part of these accounts

THE BERTRAND RUSSELL PEACE FOUNDATION LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1997

1 Accounting policies**Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost less any residual value over their estimated useful lives as follows:

Office equipment	10% per annum on cost
Motor vehicles	25% per annum on cost
Computers	20% per annum on cost
Fixtures and fittings	5% per annum on cost

Stocks

Stocks are valued at the lower of net realisable value or cost from which a writing down provision has been deducted as follows:

Purchases: within one year	10% of cost
one to two years	25% of cost
three to five years	50% of cost
six to ten years	75% of cost
over ten years	100% of cost

Pensions**Defined contribution pension scheme**

The company operates through its subsidiary company The Russell Press Limited a defined contribution scheme and contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Royalties

Royalties receivable and payable have been included on a cash basis.

Group income

Dividends received from the company's subsidiary company The Russell Press Limited have been included on a cash basis.

THE BERTRAND RUSSELL PEACE FOUNDATION LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1997

2 Fixed assets

Cost	Intangible fixed assets £	Tangible fixed assets £	Fixed asset investments £	Total £
1st January 1997	2	32,815	4	32,821
Additions	-	863	-	863
31st December 1997	2	33,678	4	33,684
Depreciation				
1st January 1997	-	19,711	-	19,711
Charge for year	-	5,245	-	5,245
31st December 1997	-	24,956	-	24,956
Net book amount				
31st December 1997	2	8,722	4	8,728
1st January 1997	2	13,104	4	13,110

Fixed asset investments

The Russell Press Limited – registered in England

Printers – 100% holding of ordinary share capital.

For the year ended 31st December 1997 the retained Profit after tax but before distributions was £ 44,096.

The Capital and reserves totalled £ 549,069 at the 31st December 1997.