

NEMORAL LIMITED
(LIMITED BY GUARANTEE)

Company No: 01004579

ABBREVIATED
FINANCIAL STATEMENTS

for the year ended

31 DECEMBER 1997

COHEN ARNOLD & CO
CHARTERED ACCOUNTANTS
REGISTERED AUDITOR
LONDON W1X 2JP



NEMORAL LIMITED
(LIMITED BY GUARANTEE)

GOVERNORS (TRUSTEES)

Mr C D Schlaff
Mr M Gross
Mrs Z Schlaff
Mrs R Gross
Mr M Saberski

SECRETARY

Mrs Z Schlaff

REGISTERED OFFICE

13-17 New Burlington Place
Regent Street
LONDON W1X 2JP

AUDITORS

Cohen Arnold & Co
13-17 New Burlington Place
Regent Street
LONDON W1X 2JP

NEMORAL LIMITED
(LIMITED BY GUARANTEE)

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FOR THE YEAR ENDED 31 DECEMBER 1997

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**AUDITORS' REPORT TO NEMORAL LIMITED
(LIMITED BY GUARANTEE)**

PURSUANT TO PARAGRAPH 24 OF

SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages 3 to 4 together with the full financial statements of Nemoral Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1997.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The Directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the director's statement on page 3 and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements have been properly prepared from those financial statements. 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 under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act in respect of the year ended 31 December 1997 and the abbreviated financial statements on pages 3 to 4 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On *20th Oct '98*, we reported, as auditors of Nemoral Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1997, and our audit report was as follows:

"We have audited the Financial Statements on pages 4 to 8 which have been prepared under the historical cost convention and the Accounting Policies set out in Note 1.

RESPECTIVE RESPONSIBILITIES OF GOVERNORS' (TRUSTEES)' AND AUDITORS

As indicated in the Governors' (Trustees') Report, the Company's Governors (Trustees) are responsible for the preparation of Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on the Financial Statements and to report our opinion to you.

**AUDITORS' REPORT TO NEMORAL LIMITED
(LIMITED BY GUARANTEE)**

**PURSUANT TO PARAGRAPH 24 OF
SCHEDULE 8 TO THE COMPANIES ACT 1985**

BASIS OF OPINION

We have 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 amounts and disclosures in the Financial Statements. It also includes an assessment of the significant estimates and judgements by the Governors (Trustees) 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 and to give reasonable assurance that the Financial Statements are free from material mis-statement, 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 at 31 December 1997 and of its results for the year then ended, and have been properly prepared in accordance with the Companies' Act 1985."

London

Date: *20th October 1998*



COHEN ARNOLD & CO
Chartered Accountants and
Registered Auditor

BALANCE SHEET AS AT 31 DECEMBER 1997

I have relied upon the exemptions for individual financial statements under Section A of Part III of Schedule 8 of the Companies Act 1985 and have done so on the basis that the company is entitled to the benefit of those exemptions as a small company.

Date: 20th October 1998

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NEMORAL LIMITED
(LIMITED BY GUARANTEE)

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1997

1. ACCOUNTING POLICIES

The following accounting policies have been used consistently in the preparation of the company's financial statements.

1.1 BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards (Statement of Recommended Practice - Accounting by Charities SORP 2).

1.2 CASH FLOW STATEMENT

The company is exempted from the requirement to prepare a cash flow statement (in accordance with Financial Reporting Standard No 1) on the basis of its being a "small company" as defined by Section 247 Companies Act 1985.

1.3 FOREIGN EXCHANGE

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to profit and loss account.

1.4 INCOME

This includes income from loans, deposits, foreign exchange transactions, donations and receipts under Gift Aid.

2. UNRESTRICTED INCOME FUNDS

	Charitable Funds £
Balance at 1 January 1997	2,038,640
Net Deficit for the Year	(397,159)
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Balance at 31 December 1997	£1,641,481
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