

Movex Limited
(Registered Number 1478473)

Directors' Report And Financial Statements

31 December 1997



Movex Limited

Directors' Report For The Year Ended 31 December 1997

The Directors present their report and the audited financial statements of the Company for the year ended 31 December 1997.

Review Of The Business

The Company did not trade during the year and consequently made neither a profit nor a loss. No dividend has been declared and the Company is not expected to recommence trading.

Directors And Their Interests

The Directors holding office during the year and currently are listed below:

H N Russell	- resigned 30 January 1998
W S Morrison	
M R Banham	- appointed 9 April 1998

None of the Directors of the Company had any beneficial interest in the shares of the Company or of any group Company at any time during the year ended 31 December 1997.

Liability Insurance

As permitted by the Companies Act 1985 (s310(3)) the Company's ultimate parent Company, Orient Overseas (International) Limited, maintains a policy of insurance for the benefit of Directors and officers of all its subsidiary undertakings in respect of risks arising in the course of their duties.

Statement Of 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 of the Company for that period. 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;
- 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 are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

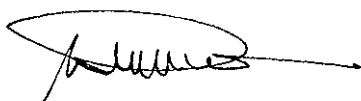
Movex Limited

Directors' Report For The Year Ended 31 December 1997 (Continued)

Auditors

Our auditors, Price Waterhouse merged with Coopers & Lybrand on 1 July 1998 and a resolution to appoint the new firm, PricewaterhouseCoopers, as auditors to the Company will be proposed at the Annual General Meeting.

By Order of the Board



W S Morrison
Director

OOCL House
Levington Park
Bridge Road
Levington
Suffolk
IP10 0NE

Auditors' Report To The Shareholders Of Movex Limited

We have audited the financial statements on pages 4 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective responsibilities 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 amounts 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 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 as at 31 December 1997 and have been properly prepared in accordance with the Companies Act 1985.

Price Waterhouse

Price Waterhouse
Registered Auditors
32 London Bridge Street
London SE1 9SY

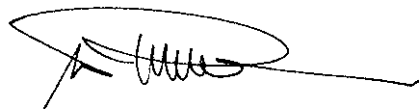
3 July 1998

Movex Limited

Balance Sheet As At 31 December 1997

	Note	1997 US\$	1996 US\$
Creditors (Amounts Falling Due After More Than One Year)			
Amounts owed to group undertakings		(5,604,013)	(5,604,013)
Net Liabilities		(5,604,013)	(5,604,013)
Capital And Reserves			
Called up share capital	4	1,809	1,809
Profit and loss account		(5,605,822)	(5,605,822)
Total Shareholders' Funds		(5,604,013)	(5,604,013)

Approved By The Board On 3 July 1998



W S Morrison
Director

The notes on page 5 and 6 form an integral part of these financial statements.

Movex Limited

Notes To The Financial Statements - 31 December 1997

1 Accounting Policies

Basis of preparation

The financial statements are prepared in United States Dollars under the historical cost convention and in accordance with applicable accounting standards.

2 Trading Results

The Company did not trade during the current or prior year and received no income nor incurred any expenditure. Consequently the Company made neither a profit, recognised gain nor a loss during the current or prior year.

None of the Directors received any emoluments in respect of their services to the Company. Auditors' remuneration is borne by a fellow subsidiary.

3 Taxation

No provision has been made in these accounts for current corporation tax since the Company incurred neither a taxable profit nor an allowable loss for the year. At the balance sheet date the Company had no potential deferred tax liability.

4 Called Up Share Capital

	1997 £	1996 £
Authorised: 1,000 ordinary shares of £1 each	1,000	1,000
	US\$	US\$
Issued and fully paid: 1,000 ordinary shares of £1 each	1,809	1,809

The share capital of the Company is comprised wholly of equity capital.

Movex Limited

Notes To The Financial Statements - 31 December 1997

5 Ultimate Holding Company

At the balance sheet date the Company was a wholly owned subsidiary of Gambier Investments Limited, a Company incorporated in the Republic of Liberia. Copies of the financial statements may be obtained from 80 Broad Street, Monrovia, Liberia.

The ultimate holding Company is Orient Overseas (International) Limited, which is incorporated in Bermuda and registered in Hong Kong. Copies of the financial statements may be obtained from Orient Overseas (International) Limited, 33rd Floor, Harbour Centre, 25 Harbour Road, Hong Kong.

Transactions with other companies within the group are not disclosed as the Company has taken advantage of the exemption available under Financial Reporting Standard No. 8 "Related Party Disclosures," as the consolidated accounts of Orient Overseas (International) Limited in which the Company is included are available at the address noted above.