

We hereby certify that the attached Accounts are a true copy of the Accounts presented to the Members at the Annual General Meeting.

REGISTERED NUMBER:
1509772
England and Wales

Baker Director W. B. C. C. Secretary

BARNSTON HOLDINGS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MAY 1996

Newman & Partners
Chartered Accountants
and Registered Auditor
Lynwood House
24/32 Kilburn High Road
London NW6 5TG



AUDITORS' REPORT TO BARNSTON HOLDINGS LIMITED

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

We have examined the abbreviated accounts on pages 3 to 5, together with the full financial statements of Barnston Holdings Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 May 1996.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing abbreviated accounts in accordance with Schedule 8 of 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 directors' statement on page 3 and whether the abbreviated accounts 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 accounts 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 section 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 May 1996, and the abbreviated accounts on pages 3 to 5 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On 30 OCTOBER 1996 we reported, as auditors of Barnston Holdings Limited, to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 May 1996, and our audit report was as follows:

We have audited the accounts on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

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

AUDITORS' REPORT TO BARNSTON HOLDINGS LIMITED

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

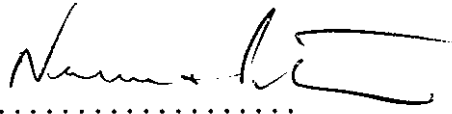
Basis of opinion

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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

Opinion

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31 May 1996 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.



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Date: 30/10/96

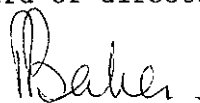
BARNSTON HOLDINGS LIMITED
ABBREVIATED BALANCE SHEET AS AT 31 MAY 1996

		<u>1996</u>	<u>1995</u>
	<u>Note</u>	<u>£</u>	<u>£</u>
FIXED ASSETS			
Investments	2	72,292	72,292
CURRENT ASSETS			
Debtors		28,358	12,990
CREDITORS: amounts falling due within one year		<u>25,676</u>	<u>13,208</u>
NET CURRENT ASSETS/(LIABILITIES)		2,682	(218)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>74,974</u>	<u>72,074</u>
CAPITAL AND RESERVES			
Called up share capital	3	10,000	10,000
Other reserves		64,259	64,259
Profit and loss account		715	(2,185)
SHAREHOLDERS' FUNDS		<u>74,974</u>	<u>72,074</u>

The directors have taken advantage of the exemptions conferred on small companies by the Companies Act 1985, Schedule 8, Part III Section A. In the opinion of the directors the company qualifies as a small company and is entitled to make use of the exemptions.

The directors have taken advantage, in the preparation of the accounts, of special exemptions applicable to small companies under Schedule 8 Part I of the Companies Act 1985. In the opinion of the directors the company qualifies as a small company and is entitled to make use of the special exemptions.

Signed on behalf of
the board of directors



Mrs P Baker
Director

Approved by the board on: 29/10/96

BARNSTON HOLDINGS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 1996

1. ACCOUNTING POLICIES

a) Basis of accounting

The accounts have been prepared under the historical cost convention.

b) Deferred taxation

Provision is made at appropriate rates for deferred taxation in respect of all material timing differences only to the extent that, in the opinion of the directors, there is reasonable probability that a liability or asset will crystallise in the foreseeable future.

c) Cash flow statement

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard Number 1 'Cash flow statements'.

d) Consolidation

Advantage has been taken of the exemption from preparing consolidated accounts available to small groups under the Companies Act 1985. These accounts present information about the company as an individual undertaking and not about its group.

2. FIXED ASSETS

	Investments
	£
Cost or valuation	
As at 1 June 1995 and at 31 May 1996	72,292

Investments

Shares in group undertakings

The company's investment in its subsidiary companies represent the cost of acquisition of the whole of the ordinary share capital of Friday Properties Limited and Barnston Warehousing Limited. The principal activity of Barnston Warehousing Limited is that of providing warehouse expertise and facilities. The principal activity of Friday Properties Limited is that of holding investment properties.

At 31 May 1996, the aggregate of the share capital and reserves of Friday Properties Limited and Barnston Warehousing Limited amounted to £30,534 (1995: £18,842) and £41,453 (1995: £21,193) respectively and the results for the year to that date was profit of £11,692 (1995: £19,441) and £33,260 (1995: £12,751) respectively.

BARNSTON HOLDINGS LIMITED
NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 MAY 1996

3. CALLED UP SHARE CAPITAL	1996	1995
	£	£
Authorised		
10,000 Ordinary shares of £1 each	10,000	10,000
	<u> </u>	<u> </u>
	£	£
Allotted, called up and fully paid		
10,000 Ordinary shares of £1 each	10,000	10,000
	<u> </u>	<u> </u>