

JNJ RISK MANAGEMENT LIMITED

Director : R.C. Jennings Esq.

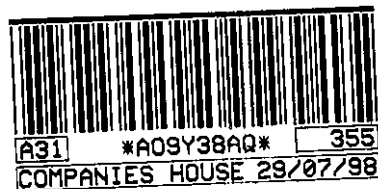
Secretary : Mrs. J. Jennings

Registered Office : George House,
Clarendon Court,
1 The Parade,
Royal Leamington Spa,
Warwickshire,
CV32 4DG.

Registered Number : 1828129 England and Wales

Accountants : R.K. Thomas & Co.
Chartered Accountants
259a Stratford Road
Shirley
SOLIHULL
West Midlands
B90 3AL

Bankers : Royal Bank of Scotland Plc.
11/12 Bennetts Hill,
Birmingham,
B2 5RS.



REPORT OF THE DIRECTORS

The Director submits his annual report and financial statements for the year ended 30th September 1997.

PRINCIPAL ACTIVITIES AND EXPORTS

The Company continued to trade as a General Insurance Consultant.

<u>PROFITS AND APPROPRIATIONS</u>	<u>£</u>
Profit for the Year, after Taxation	57
Balance brought forward	29
	<hr/>
Unappropriated Profits	86
	===

The Director recommends that this balance be carried forward to next year.

SUBSCRIPTIONS

No charitable or political donations were made during the year.

FIXED ASSETS

The Company held no fixed assets during the year.

DIRECTORS

The following was a Director throughout the financial year. His shareholding in the Company is shown at the beginning and ending of the year.

	<u>Interest in Shares</u>	
	<u>1997</u>	<u>1996</u>
R.C. Jennings Esq.	1	1

The Sole Director does not retire.

CLOSE COMPANY PROVISION

The Company is a close company as defined by the provisions of the Income and Corporation Taxes Act 1988. There has been no change in this respect since the end of the financial year.

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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 these 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.

Follow applicable accounting standards, 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.

ACCOUNTANTS

The Accountants, R.K. Thomas and Co., Chartered Accountants have indicated their willingness to continue to act for the Company. Accordingly, a resolution will be proposed at the forthcoming Annual General Meeting.

BASIS OF PREPARATION

In preparing the above report, the Directors have taken advantage of the special exemptions provided by Part II of Schedule 8 applicable to small companies under Section 246(1B) of the Companies Act 1985.

Approved by the Board on 22nd July 1998

Signed : 

R.C. JENNINGS ESQ.

CHAIRMAN

BALANCE SHEET30TH SEPTEMBER 199730TH SEPTEMBER 1996££££CAPITAL AND RESERVES :-CALLED-UP SHARE CAPITAL :-AUTHORISEDISSUED AND
FULLY PAIDAUTHORISEDISSUED AND
FULLY PAID

Ordinary Shares of £1 each

100.00

2.00

100

2

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REVENUE RESERVE :-Profit and Loss Account -
Unappropriated Profits

86.64

29

88.64

31

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REPRESENTED BY :-CURRENT ASSETS :-

Commissions due

123.17

133

Debtor

36.99

437

Director's Current Account :-

R.C. Jennings Esq.

74.95

97

Cash at Bank :-

Client Current Account

- -

618

235.11

1,285

CREDITORS FALLING DUEWITHIN ONE YEAR :-

Insurance premiums due

- -

221

Other Creditors and

Accrued Charges

15.00

692

Taxation

25.00

10

Bank Overdraft

106.47

331

146.47

1,254

NET CURRENT ASSETS

88.64

31

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Exemptions from audit

The Director confirms

- (a) The Company is entitled to exemption under Section 249A(1) of the Companies Act 1985 from the requirement to have its financial statements audited.
- (b) No notice has been deposited under Section 249B(2) by holders of 10% or more of the company's shares.
- (c) and acknowledge his responsibilities for :-
 - (i) Ensuring that the company keeps proper accounting records which comply with Section 221 of the Act.
 - (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the year end date above and of its profit or loss for the year in accordance with the requirements of Section 226 of the Act and which otherwise comply with the requirements of the Act, so far as applicable to the company.

Reduced disclosure allowed for small companies

The Director has taken advantage of special exemptions conferred by Part 1 of Schedule 8 of the Companies Act 1985 and has done so on the grounds that in his opinion, the company qualifies as a small company.


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R.C. JENNINGS ESQ. - DIRECTOR

Approved on 22nd July 1998

<u>PROFIT AND LOSS ACCOUNT</u>	<u>NOTE</u>	<u>YEAR ENDED</u> <u>30TH SEPTEMBER 1997</u>	<u>YEAR ENDED</u> <u>30TH SEPTEMBER 1996</u>
		<u>£</u>	<u>£</u>
Commissions Receivable	2	1,531.01	2,952
Operating Expenses		1,435.87	2,914
		<hr/>	<hr/>
Operating Profit for the Year		95.14	38
Interest Payable	5	14.33	3
		<hr/>	<hr/>
Net Profit for the Year, subject to Taxation		80.81	35
Provision for Corporation Tax	6	23.57	9
		<hr/>	<hr/>
Net Profit for the Year, after Taxation		57.24	26
Unappropriated Prfoits brought forward		29.40	3
		<hr/>	<hr/>
Unappropriated Profits carried forward to next year		86.64	29
		<hr/>	<hr/>
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The results are derived from continuing operations.

The Profit and Loss Account reflects all recognised gains and losses during the year.

The notes on pages 4 and 5 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH SEPTEMBER 19971. ACCOUNTING POLICIES

- (a) The financial statements have been prepared under the Historical Cost Convention.
- (b) The company has taken advantage of the exemptions in Reporting Statement No.1 from the requirement to produce a cashflow statement on the grounds that it is a small company.

2. REVENUE

Revenue represents commissions earned during the year, in respect of general insurance brokerage.

3. <u>DIRECTORS</u>	<u>1997</u>	<u>1996</u>
Number of Directors employed during the year	1 ===	1 =====
	<u>£</u>	<u>£</u>
Director's Remuneration	350 ===	1,000 =====

4. <u>EMPLOYEES</u>	<u>1997</u>	<u>1996</u>
Average number of employees during the year	1 ===	1 =====
	<u>£</u>	<u>£</u>
Salary	300 ===	950 =====

5. <u>INTEREST PAYABLE</u>	<u>1997</u>	<u>1996</u>
	<u>£</u>	<u>£</u>
The charge is computed as follows :-		
Bank Interest	2	3
Interest on late payment of taxation liabilities	12	-
	14 ===	3 =====

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6. TAXATION

	<u>1997</u>	<u>1996</u>
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	<u>£</u>	<u>£</u>
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The charge is computed as follows :-

Corporation Tax payable on the result
for the year at the rate of 24% / 21%

25	10
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Adjustment in respect of previous year

(2)	(1)
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23	9
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7. CONTINGENT LIABILITIES

There were no contingent liabilities known the Directors at
30th September 1997.

8. CAPITAL COMMITMENTS

There were no capital commitments outstanding at 30th September,
1997 (1996 - Nil).

ACCOUNTANTS' REPORT ON THE UNAUDITED FINANCIAL STATEMENTS

(6)

TO THE SHAREHOLDERS OF
JNJ RISK MANAGEMENT LIMITED

In accordance with instructions received, we have prepared without carrying out an audit the financial statements set out on pages 2 to 5 for the year ended 30th September 1997.

These financial statements were prepared from the accounting records of the Company and information and explanations supplied to us.

Our review was limited primarily to enquiries of the directors and their staff and analytical procedures applied to financial data.

Since we have not carried out an audit, we do not express an audit opinion of the attached financial statements.



SHIRLEY
WEST MIDLANDS

DATE 27 7 1998

R.K. THOMAS & CO
CHARTERED ACCOUNTANTS