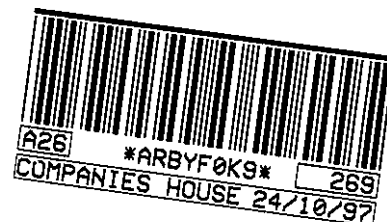


REGISTRAR
2597906

GLOBAL DEBT RECOVERY LIMITED
REPORT AND ABBREVIATED ACCOUNTS
31ST DECEMBER 1996



PRIDIE BREWSTER
CHARTERED ACCOUNTANTS
CAROLYN HOUSE
29-31, GREVILLE STREET
LONDON EC1N 8RB

GLOBAL DEBT RECOVERY LIMITED
AUDITORS' REPORT TO THE DIRECTORS OF
GLOBAL DEBT RECOVERY LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4 together with the full financial statements of Global Debt Recovery Limited for the year ended 31st December, 1996. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 2 and that the abbreviated accounts have been properly prepared from the full financial statements.

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 31st December, 1996 and the abbreviated accounts on pages 2 to 4 have been properly prepared in accordance with that Schedule.

On 20th October 1997 we reported, as auditors of Global Debt Recovery Limited, to the members on the full financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31st December, 1996 and our audit report was as follows:

"We have audited the financial statements on pages 4 to 11, which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described in the directors' report, the company's directors are responsible for the preparation of the 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.

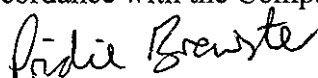
Basis of opinion

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 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 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 31st December 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985."



PRIDIE BREWSTER
CHARTERED ACCOUNTANTS
REGISTERED AUDITORS

Carolyn House
29/31 Greville Street
London EC1N 8RB

20th October 1997

GLOBAL DEBT RECOVERY LIMITEDBALANCE SHEET AS AT 31ST DECEMBER 1996

		<u>1996</u>	<u>1995</u>
		£	£
	<u>Notes</u>		
FIXED ASSETS			
Tangible assets	1,2	229,587	255,742
Investments		2	-
		<u>229,589</u>	<u>255,742</u>
CURRENT ASSETS			
Debtors		359,708	269,283
Cash at bank and in hand		644,102	1,000,341
		<u>1,003,810</u>	<u>1,269,624</u>
CREDITORS (amounts falling due within one year)		829,279	1,238,430
		<u>829,279</u>	<u>1,238,430</u>
Net current assets/(liabilities)		<u>174,531</u>	<u>31,194</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>404,120</u>	<u>286,936</u>
CAPITAL AND RESERVES			
Called up share capital	3	130	130
Profit and loss account		403,990	286,806
		<u>404,120</u>	<u>286,936</u>

The directors have taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 of the Companies Act 1985 on the basis that the company qualifies as a small company.

The accounts were approved by the Board of Directors on 17th October 1997 and were signed on its behalf by:

 J.E.B. BUNYER - DIRECTOR

GLOBAL DEBT RECOVERY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1996

1. ACCOUNTING POLICIES

The principal accounting policies which are adopted in the preparation of the company's accounts are as follows:-

Accounting Convention

These accounts have been prepared under the historical cost convention.

Turnover

Turnover consists of invoiced sales net of VAT.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Motor vehicles	-	25% straight line
Fixtures, fittings and office equipment	-	15% reducing balance
Computer equipment	-	25% straight line

Deferred Taxation

Provision is made at current corporation tax rate for deferred taxation, calculated by the liability method, on all timing differences, to the extent that it is probable that the tax will become payable.

Foreign Currencies

Transactions denominated in foreign currencies are translated at the exchange rate ruling at the transaction date. Assets and liabilities have been retranslated using the closing rate method.

Assets held under Hire Purchase Agreements

Assets held under hire purchase agreements are capitalised in the balance sheet and are depreciated over their useful lives in accordance with the above policy.

The interest charges are taken to the profit and loss account using the straight line method.

Pension Costs

The pension costs charge represents contributions payable by the company to the funds.

GLOBAL DEBT RECOVERY LIMITEDNOTES TO THE ABBREVIATED ACCOUNTSFOR THE YEAR ENDED 31ST DECEMBER 1996

2. FIXED ASSETS

Movements in fixed assets were as follows:

Tangible Assets

	£
COST	
At 31.12.95	537,486
Additions	130,664
Disposals	(97,835)
	<hr/>
At 31.12.96	570,315
	<hr/>
DEPRECIATION	
At 31.12.95	281,744
Charge for the year	87,117
Adjustment on disposals	(28,133)
	<hr/>
At 31.12.96	340,728
	<hr/>
NET BOOK VALUE	
At 31.12.96	229,587
	<hr/>
NET BOOK VALUE	
At 31.12.95	255,742
	<hr/>

3. SHARE CAPITAL

	<u>Authorised</u>		<u>Allotted and fully paid</u>	
	<u>1996</u>	<u>1995</u>	<u>1996</u>	<u>1995</u>
'A' ordinary shares of £1 each	100	100	100	100
'B' ordinary shares of £1 each	100	100	30	30
	<hr/>	<hr/>	<hr/>	<hr/>
	200	200	130	130
	<hr/>	<hr/>	<hr/>	<hr/>

'B' ordinary shares rank pari passu with 'A' ordinary shares, except that 'B' shares do not carry voting rights.