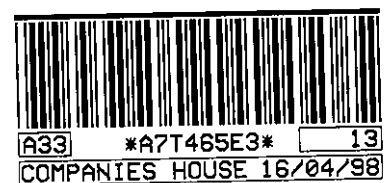


GLOBAL DEBT RECOVERY LIMITED
REPORT AND ABBREVIATED ACCOUNTS
31ST DECEMBER 1997

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



GLOBAL DEBT RECOVERY LIMITEDAUDITORS' REPORT TO GLOBAL DEBT RECOVERY LIMITEDUNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 2 to 4 together with the financial statements of the company for the year ended 31st December 1997 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors


The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to the deliver abbreviated accounts prepared in accordance with section 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



PRIDIE BREWSTER
CHARTERED ACCOUNTANTS
REGISTERED AUDITORS

Carolyn House
29/31 Greville Street
London EC1N 8RB

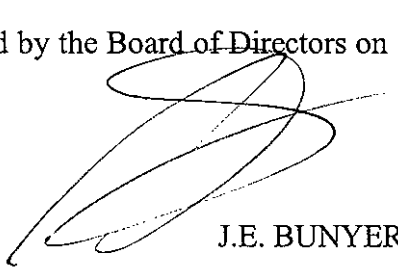
2nd April 1998

GLOBAL DEBT RECOVERY LIMITEDBALANCE SHEET AS AT 31ST DECEMBER 1997

		<u>1997</u>	<u>1996</u>
		£	£
	<u>Notes</u>		
FIXED ASSETS			
Tangible assets	1,2	319,517	229,587
Investments		2	2
		<u>319,519</u>	<u>229,589</u>
CURRENT ASSETS			
Debtors		322,678	359,708
Cash at bank and in hand		920,235	644,102
		<u>1,242,913</u>	<u>1,003,810</u>
CREDITORS (amounts falling due within one year)		925,104	829,279
		<u>317,809</u>	<u>174,531</u>
Net current assets			
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>637,328</u>	<u>404,120</u>
CAPITAL AND RESERVES			
Called up share capital	3	130	130
Profit and loss account		637,198	403,990
		<u>637,328</u>	<u>404,120</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The accounts were approved by the Board of Directors on 2nd APRIL 1998 and were signed on its behalf by:



J.E. BUNYER - DIRECTOR

GLOBAL DEBT RECOVERY LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1997

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 LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1997

2. FIXED ASSETS

Movements in fixed assets were as follows:

Tangible Assets

	£
COST	
At 31.12.96	570,315
Additions	279,739
Disposals	(146,396)
	<hr/>
At 31.12.97	703,658
	<hr/>
DEPRECIATION	
At 31.12.96	340,728
Charge for the year	83,100
Adjustment on disposals	(39,687)
	<hr/>
At 31.12.97	384,141
	<hr/>
NET BOOK VALUE	
At 31.12.97	319,517
	<hr/>
NET BOOK VALUE	
At 31.12.96	229,587
	<hr/>

Motor vehicles with a net book value of £78,202 (1996 - £nil) are held under hire purchase agreements. Depreciation charges allocated to these assets during the year were £6,668 (1996 - £nil).

3. SHARE CAPITAL

	<u>Authorised</u>		<u>Allotted and fully paid</u>	
	<u>1997</u>	<u>1996</u>	<u>1997</u>	<u>1996</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.