

REPORT OF THE DIRECTORS

The Directors present their report with the Financial Statements of the Company for the year ended 31 July 1998 .

DIRECTORS

The Directors of the Company during the financial year and their interests in the shares of the Company were as follows:

P J Harris Esq
C A A P Hutchinson Esq

1 Ordinary £1 Share
1 Ordinary £1 Share

TRADING ACTIVITIES

During the above financial year, the Company has not traded and there has been no income or expenditure, and therefore no change in the Company's position has arisen. Any expenses have been met by the Directors personally.

BY ORDER OF THE BOARD



CHAIRMAN



REPORT OF THE ACCOUNTANTS

In accordance with instructions given to us we have prepared the Non-Trading Financial Statements for the year ended 31 July 1998 set out on page 2 from information and explanations supplied to us by the management of the company.

We have not audited the Non-Trading Financial Statements. Accordingly, we do not express an audit opinion or any other form of assurance that the Non-Trading Financial Statements are free from material misstatement.



McCabe Ford Williams
Chartered Accountants

Date: 6 August 1998

Bank Chambers
1 Central Avenue
Sittingbourne
Kent ME10 4AE

ART FOR OFFICES LIMITED**Company No: 3231835****BALANCE SHEET AS AT 31 JULY 1998**

	<u>1998</u>	<u>1997</u>
	£	£
<u>CURRENT ASSETS</u>		
Other Debtors	2	2
<u>CURRENT LIABILITIES</u>	-	-
	<u>2</u>	<u>2</u>
NET ASSETS	<u>2</u>	<u>2</u>

Represented By:**Authorised Share Capital**

Ordinary Shares of £1 each	<u>100</u>	<u>100</u>
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SHARE CAPITAL ISSUED AND FULLY PAID

Ordinary Shares of £1 each	<u>2</u>	<u>2</u>
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The Company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 31 July 1998.

No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its Financial Statements for the financial year.

The Directors acknowledge their responsibilities for:

- (a) ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985; and
- (b) preparing Financial Statements which give a true and fair view of the state of affairs of the Company as at the end of each financial year and of its results for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to Financial Statements, so far as applicable to the Company.

These Financial Statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

ON BEHALF OF THE BOARD:

Approved by the Board on:



DIRECTOR

3.8.98