

ASIA HOUSE ENTERPRISES LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 1998

Company Number: 3242229



HAYS ALLAN
CHARTERED ACCOUNTANTS

ASIA HOUSE ENTERPRISES LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 1998

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ASIA HOUSE ENTERPRISES LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 30TH JUNE 1998

The directors present their annual report and the audited financial statements for the year ended 30th June 1998.

INCORPORATION

The company was incorporated on 27th August 1996 as Asia House Limited. On 29th January 1997, the company changed its name to Asia House Enterprises Limited.

REVIEW OF DEVELOPMENTS

The year was dominated by the Celebration of the 50th Anniversary of Indian and Pakistani Independence at the Royal Albert Hall at the beginning and the week of the ASEM 2 conference of Asian and European Leaders in April 1998. Despite the scale of the undertaking, the Albert Hall event was an outstanding success. 1660 people of many nationalities dined and watched a cultural spectacular featuring traditional and modern artistes from India, Pakistan and Sri Lanka. The evening produced a healthy surplus even after the disbursement of a large sum to the Prince's Youth Business Trust.

Asia House and Asia House Enterprises Ltd mounted three major cultural events and a series of top level corporate events during ASEM 2. Six performances of the Way of the Warrior, a festival of martial arts from five countries, sold out at the Sadlers' Wells Peacock Theatre. The Asia City photographic exhibition of the works of ten young Asian artists attracted some 40,000 visitors in six weeks. Corporate events included a luncheon for the 25 Foreign Ministers of ASEM countries, attended by many leading corporate figures. All were successful and our overall effort resulted in a commendation from the Prime Minister.

A gala dinner/dance was held in June to celebrate the Philippine Centennial. The event drew generous sponsorship from Philippine and British sources which, together with a cultural programme featuring the Philippine National Madrigal Singers, ensured a very successful evening.

From the beginning of the next financial year Asia House Enterprises will assume responsibility for the Corporate Programme.

DIRECTORS

The directors who served during the year are as follows:

Sir Peter Wakefield KBE CMG	
M.R.J. Guest	(appointed 2nd October 1997)
H.E. Norton	(appointed 2nd October 1997)
R. de Unger	(appointed 2nd October 1997)

STATEMENT OF 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 those 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,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on a 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.

ASIA HOUSE ENTERPRISES LIMITED

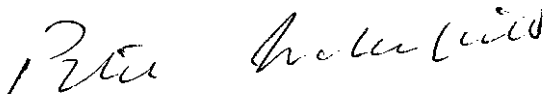
DIRECTORS' REPORT (continued)

FOR THE YEAR ENDED 30TH JUNE 1998

AUDITORS

Hays Allan have indicated their willingness to continue in office and a resolution to re-appoint them will be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors and signed on behalf of the Board



Sir Peter Wakefield KBE CMG

1st March 1999

**AUDITORS' REPORT TO THE MEMBERS OF
ASIA HOUSE ENTERPRISES LIMITED**

We have audited the financial statements on pages 4 to 6 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 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.

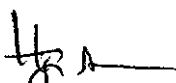
Basis of opinion

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 30th June 1998 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**Hays Allan
Chartered Accountants
Registered Auditors**

**Southampton House
317 High Holborn
London
WC1V 7NL**

1st March 1999.

ASIA HOUSE ENTERPRISES LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30TH JUNE 1998

	1998 £	1997 £
INCOME	775,292	-
Event expenses	679,243	-
OPERATING PROFIT	<u>96,049</u>	<u>-</u>
Interest receivable	11,416	-
PROFIT ON ORDINARY ACTIVITIES BEFORE DEED OF COVENANT	<u>107,465</u>	<u>-</u>
Amount payable to Asia House Trust under deed of covenant	(107,465)	-
RESULT FOR THE YEAR	<u>£ -</u>	<u>£ -</u>

- All transactions are derived from continuing activities
- All recognised gains and losses are included in the profit and loss account.

ASIA HOUSE ENTERPRISES LIMITED

BALANCE SHEET

AS AT 30TH JUNE 1998

	Note	£	1998 £	£	1997 £
CURRENT ASSETS					
Debtors	2	13,766		430,511	
Cash		149,433		-	
		<u> </u>	163,199	<u> </u>	430,511
CREDITORS: Amounts falling due within one year	3		(163,197)		(430,509)
NET ASSETS			<u>£2</u>		<u>£2</u>
CAPITAL AND RESERVES					
Called up share capital	4		2		2
Profit and loss account			-		-
EQUITY SHAREHOLDERS' FUNDS			<u>£2</u>		<u>£2</u>

These financial statements were approved by the Board of Directors on 1st March 1999.

SIGNED ON BEHALF OF BOARD OF DIRECTORS



Sir Peter Wakefield KBE CMG

ASIA HOUSE ENTERPRISES LIMITED
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 1998

1. ACCOUNTING POLICIES

(a) Accounting basis

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

(b) Turnover

Turnover represents the value of services invoiced during the year, stated net of value added tax.

2. DEBTORS	1998	1997
	£	£
Due from parent undertaking	-	247,776
Other debtors	9,139	-
Prepayments	4,627	182,735
	<u>£13,766</u>	<u>£430,511</u>

3. CREDITORS: Amounts falling due within one year

Due to parent undertaking	108,164	-
Accruals and deferred income	55,033	430,509
	<u>£163,197</u>	<u>£430,509</u>

4. CALLED UP SHARE CAPITAL

	1997 and 1998	
Authorised	Number of Shares	£
Ordinary shares	1,000	£1,000
	<u> </u>	<u> </u>
Called up, allotted and fully paid		
Ordinary shares	2	£2
	<u> </u>	<u> </u>

5. PARENT UNDERTAKING

The parent company is a wholly owned subsidiary of Asia House Trust. The financial statements of Asia House Trust can be obtained from the Charity Commission.