

DRAYSEY & WRIGHT NOMINEES LIMITED

Report and Financial Statements

31 December 1999

Gearey Smith & Windle
One Waterloo Street
Birmingham
B2 5PG



REPORT OF THE DIRECTORS

The directors present their annual report and the audited financial statements for the period ended 31 December 1999.

The directors are required by the Companies Act 1985 to prepare financial statements which give a true and fair view of the state of the company's affairs at the end of the financial year and of the profit or loss, recognised gains and losses and cash flows for the year. The directors are of the opinion that in preparing the financial statement on page 3 *appropriate accounting policies have been consistently applied, supported by reasonable and prudent estimates and judgements* and all applicable accounting standards have been followed. They are also satisfied that the company has adequate resources to meet its operational needs for the foreseeable future and accordingly they continue to adopt the going concern basis in preparing the financial statements.

The directors are responsible for ensuring that the company keeps accounting records which disclose, with reasonable accuracy, the financial position of the company and which enable them to ensure that the accounts 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.

1. Activity

The company, which was incorporated on 25 May 1999, acts as a nominee for clients of Draysey & Wright Stockbrokers Limited.

2. Directors

The following were the directors of the company throughout the period:

C J Draysey
N Wright

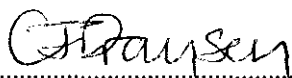
3. Directors interests

None of the directors had any interest in the shares of the company at any time during the period. Their interests in the shares of the ultimate holding, Draysey & Wright Stockbrokers Limited, are shown in that company's directors' report.

4. Auditors

Gearey Smith & Windle, who were appointed auditors by the directors, have expressed 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



(C J Draysey)
Director
31 March 2000

Gearey Smith & Windle

Chartered Accountants

One Waterloo Street
Birmingham
B2 5PG
Telephone: 0121 633 0633
Facsimile: 0121 632 5433

AUDITORS' REPORT TO THE MEMBERS

of

DRAYSEY & WRIGHT NOMINEES LIMITED

We have audited the financial statement on page 3.

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.

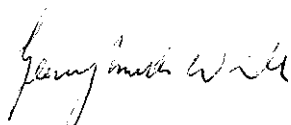
Basis of opinion

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 mis-statement, 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 affairs of the company at 31 December 1999 and of the result for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



Chartered Accountants
and Registered Auditors

31 March 2000

DRAYSEY & WRIGHT NOMINEES LIMITED

BALANCE SHEET - 31 December 1999

	1999 £
CURRENT ASSETS	
Called up share capital not paid	1
	<hr/>
CAPITAL AND RESERVES	
Called up share capital, being shareholders' funds (all attributable to equity interests)	1
	<hr/>

Notes

1. ACCOUNTING POLICIES

The balance sheet is prepared in accordance with applicable accounting standards and under the historical cost convention.

	1999 £
2. SHARE CAPITAL	
Authorised:	
Ordinary shares of £1 each	100
	<hr/>
Allotted:	
Ordinary shares of £1 each, issued during the period at par	1
	<hr/>


3. PROFIT AND LOSS ACCOUNT

The company has not traded since its incorporation on 25 May 1999 and consequently no profit and loss account has been prepared.

4. ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of Draysey & Wright Stockbrokers Limited, registered in England and Wales. Copies of its financial statements are available from the Registrar of Companies, Companies House, Crown Way, Maindy, Cardiff, CF4 3UZ

Approved by the board of directors on 31 March 2000 and signed on their behalf by:

.......... Director
(C J Draysey)