Registered No: 648121

FARROW GROUP LIMITED

DIRECTORS REPORT

The Directors submit herewith their Report and the Balance Sheet as at 30 September 1995.

DIRECTORS

The Directors holding office during the Financial Year were:-

Mr A M A Price
Lovell Nominees Limited

PRINCIPAL ACTIVITIES

The Company has not traded during the year.

REVIEW OF THE FINANCIAL YEAR

The Directors do not recommend payment of a dividend.

AUDITORS

As the Company is dormant and meets the other requirements of Section 250 of the Companies Act 1985, its entitlement to exemption from the obligation to appoint auditors continues.

By order of the Board
For and on behalf of
Lovell Nominees Ltd

D Thom
Secretary

30 April 1996

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FARROW GROUP LIMITED

BALANCE SHEET AS AT 30 SEPTEMBER 1995

	Notes	1995 £	1994 £
CREDITORS: DUE WITHIN ONE YEAR			
Creditors and accrued liabilities	6	41,117	41,117
NET CURRENT (LIABILITIES)		(41,117)	(41,117)
CAPITAL AND RESERVES			
EQUITY SHARE CAPITAL	7	1,250,000	1,250,000
PROFIT AND LOSS ACCOUNT		(1,291,117)	(1,291,117)
		(41,117)	(41,117)

The Company was dormant (within the meaning of Section 250 of the Companies Act 1985) throughout the accounting period ending at the date of this balance sheet.

Director

A M A Price

30 April 1996

FARROW GROUP LIMITED

NOTES TO THE ACCOUNTS - 30 SEPTEMBER 1995

1. BASIS OF ACCOUNTS

The accounts have been prepared on a going concern basis and in accordance with applicable accounting standards under the historical cost convention.

2. PROFIT AND LOSS

The Company has not traded and has made neither profit or loss in the financial year and the preceding year.

3. ULTIMATE HOLDING UNDERTAKING

The parent and immediate holding undertaking is Y J Lovell (Holdings) plc incorporated in England. The address of the principal place of business for Y J Lovell (Holdings) plc is Marsham House, Station Road, Gerrards Cross, Buckinghamshire SL9 8ER. Copies of the Group accounts can be obtained from the Registrar of Y J Lovell (Holdings) plc at this address.

4. DIRECTORS' EMOLUMENTS

No remuneration has been paid to the Directors.

5. DIRECTORS' INTERESTS

No Director has any beneficial interest in the share or loan capital of any subsidiary of Y J Lovell (Holdings) plc.

The Directors had the following interests in the share or loan capital of Y J Lovell (Holdings) plc at 30 September 1995 and at 30 September 1994.

	1995			1994		
	Ordinary 10p Shares	Options for 10p Shares	Type of Scheme	Ordinary 10p Shares	Options for 10p Shares	Type of Scheme
A M A Price	500	1,390	Executive 1991	500	1,390	Executive 1991
		2,781	Executive 1992		2,781	Executive 1992
		25,000	Executive 1994		25,000	Executive 1994

Details of the various option schemes can be found in the Accounts of Y J Lovell (Holdings) plc.

	1995 £	1994 £
6. CREDITORS: DUE WITHIN ONE YEAR:		
Due to Group Undertakings	41,117	41,117

Under the terms of the Lovell Group's UK banking agreements, security has been granted over the Company's assets to the Group's UK bankers.

7. EQUITY SHARE CAPITAL

The share capital is as follows:

Authorised, issued and fully paid:

250,000 Ordinary Shares of £1 each	250,000	250,000
1,000,000 Deferred Shares of £1 each	1,000,000	1,000,000
	1,250,000	1,250,000