

ENG LIAN DEVELOPMENT SDN. BHD.
(Incorporated in Malaysia)

DIRECTORS' REPORT

The directors have pleasure in submitting their report and the audited accounts of the company for the year ended March 31, 1996.

PRINCIPAL ACTIVITY

The principal activity of the company is property development. There has been no significant change in the nature of this activity during the year.

RESULTS

RM

Profit after taxation	928
Accumulated loss brought forward	(2,978,994)

Accumulated loss carried forward	(2,978,066)

DIVIDEND

No dividend has been declared or paid by the company since the end of the previous financial year.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions during the year.

BAD AND DOUBTFUL DEBTS

Before the profit and loss account and balance sheet of the company were made out, the directors took reasonable steps to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of provisions for doubtful debts and satisfied themselves that there were no known bad debts and that no provision for doubtful debts was necessary.

At the date of this report, the directors are not aware of any circumstances that would render it necessary to write off any bad debts or to make a provision for doubtful debts in respect of the account.

CURRENT ASSETS

Before the profit and loss account and balance sheet of the company were made out, the directors took reasonable steps to ascertain whether any current assets, other than debts, were unlikely to realise in the ordinary course of business their value as shown in the accounting records of the company and to the extent so ascertained were written down to an amount that they might be expected to realise.

At the date of this report, the directors are not aware of any circumstances that would render the values attributed to the current assets in the accounts of the company misleading.