

# NICHOLSON GRAHAM & JONES

SOLICITORS

Steve Intyre Esq  
London Film & Video Development Agency  
6-7 Buck Street  
London NW1 3NJ

Our Ref. MDP/B257-60

Your Ref.

Date 19 May 1994

Dear Steve

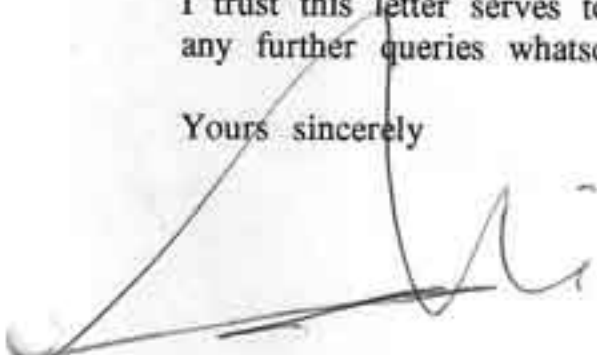
re Hoxton Square Development

I refer to previous correspondence and specifically to your query regarding the potential liability of the Directors of the Agency under the terms of the intended arrangement.

As you are aware, the Leases are to be granted to the LFVDA as tenant with the BFI acting as Guarantor. Both the LFVDA and the BFI are separate legal entities with the result that the Directors themselves will not be entering into any personal legal obligations. There has been no suggestion that the Directors will be called upon to provide personal guarantees and personal liability will therefore not attract. This does not of course relieve the Directors from their paramount duty to act bona fide in the interests of the Agency.

I trust this letter serves to assist but please do not hesitate to contact me should you have any further queries whatsoever.

Yours sincerely

  
Mark Phillips

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