

MAINSTREAM FLEET LIMITED
ABBREVIATED FINANCIAL STATEMENTS
30TH SEPTEMBER 2000

MACINTYRE HUDSON
Chartered Accountants & Registered Auditors
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MAINSTREAM FLEET LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30TH SEPTEMBER 2000

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MAINSTREAM FLEET LIMITED

AUDITORS' REPORT TO THE COMPANY

PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 6, together with the financial statements of the company for the year ended 30th September 2000 prepared under Section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act, and the abbreviated accounts on pages 2 to 6 are properly prepared in accordance with those provisions.

Euro House
1394 High Road
London
N20 9YZ

6 April 2001

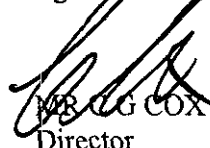
MACINTYRE HUDSON
Chartered Accountants
& Registered Auditors

MAINSTREAM FLEET LIMITED**ABBREVIATED BALANCE SHEET****30TH SEPTEMBER 2000**

	Note	2000 £	1999 £
FIXED ASSETS	1		
Tangible assets		131,451	179,849
CURRENT ASSETS			
Debtors		399,328	334,186
Cash at bank and in hand		2,806	73,813
		<u>402,134</u>	<u>407,999</u>
CREDITORS: Amounts falling due within one year	2	<u>(512,880)</u>	<u>(645,994)</u>
NET CURRENT LIABILITIES		(110,746)	(237,995)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>20,705</u>	<u>(58,146)</u>
CREDITORS: Amounts falling due after more than one year	3	(71,000)	(73,222)
PROVISIONS FOR LIABILITIES AND CHARGES		<u>(8,500)</u>	-
		<u>(58,795)</u>	<u>(131,368)</u>
CAPITAL AND RESERVES			
Called-up equity share capital	4	100	100
Profit and loss account		(58,895)	(131,468)
DEFICIENCY		<u>(58,795)</u>	<u>(131,368)</u>

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on the 3rd April 2001, and are signed on their behalf by:


MR G COX
Director

MAINSTREAM FLEET LIMITED

ACCOUNTING POLICIES

YEAR ENDED 30TH SEPTEMBER 2000

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold Property	-	5% on cost
Plant & Machinery	-	25% reducing balance
Motor Vehicles	-	12.5% on cost

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account.

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included with creditors. Rentals payable are apportioned between the finance element, which is charged to the profit and loss account, and the capital element which reduces the outstanding obligation for future instalments.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits as incurred.

Pension costs

The company also operates a non-contributory pension scheme which is administered by trustees independent of the company's finances and is fully funded. Contributions are paid into the Scheme in accordance with the recommendations of independent actuaries. The contributions are charged against the profits in the year in which they are made and there were no outstanding or prepaid contributions at the balance sheet date.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

MAINSTREAM FLEET LIMITED

ACCOUNTING POLICIES (CONTINUED)

YEAR ENDED 30TH SEPTEMBER 2000

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

MAINSTREAM FLEET LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 30TH SEPTEMBER 2000****1. FIXED ASSETS**

	Tangible Fixed Assets £
COST	
At 1st October 1999	266,037
Additions	60,139
Disposals	(101,707)
At 30th September 2000	<u>224,469</u>
DEPRECIATION	
At 1st October 1999	86,188
Charge for year	36,234
On disposals	(29,404)
At 30th September 2000	<u>93,018</u>
NET BOOK VALUE	
At 30th September 2000	<u>131,451</u>
At 30th September 1999	<u>179,849</u>

2. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2000 £	1999 £
Bank loans and overdrafts	<u>65,442</u>	<u>8,194</u>

- 3. CREDITORS:** Amounts falling due after more than one year Included within creditors falling due after more than one year is an amount of £71,000 (1999 - £71,000) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

4. SHARE CAPITAL

Authorised share capital:

	2000 £	1999 £
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

MAINSTREAM FLEET LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****YEAR ENDED 30TH SEPTEMBER 2000****4. SHARE CAPITAL** *(continued)*

Allotted, called up and fully paid:

	2000 £	1999 £
Ordinary share capital	<u>100</u>	<u>100</u>

5. ULTIMATE PARENT COMPANY

In the opinion of the Directors the company's ultimate parent company is Trunkline Holdings Limited, a company registered in England.