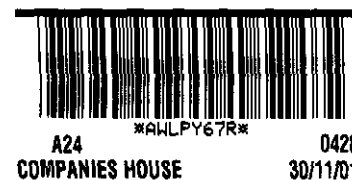


Company Registration No. 3694607 (England and Wales)

PREMIER PIPELINE LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 31 MAY 2001

REID WILLIAMS
CHARTERED ACCOUNTANTS
READING



PREMIER PIPELINE LIMITED

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PREMIER PIPELINE LIMITED

AUDITORS' REPORT TO PREMIER PIPELINE LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements set out on pages 2 to 4, together with the financial statements of the company for the year ended 31 May 2001 prepared under section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTOR AND AUDITORS

The director is responsible for preparing the abbreviated financial statements 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 financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the abbreviated financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements 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 financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 4 are properly prepared in accordance with those provisions.



REID WILLIAMS

**Chartered Accountants and
Registered Auditors**

1 November 2001

Prince Regent House
108 London Street
Reading, Berks

PREMIER PIPELINE LIMITED

ABBREVIATED BALANCE SHEET 31 MAY 2001

	Notes	£	2001 £	£	2000 £
ASSETS EMPLOYED:					
FIXED ASSETS					
Intangible assets	2		154,876		174,235
Tangible assets	2		855		3,531
			<u>155,731</u>		<u>177,766</u>
CURRENT ASSETS					
Stocks		68,236		75,130	
Debtors		123,704		84,373	
Cash at bank and in hand		63,730		2,577	
		<u>255,670</u>		<u>162,080</u>	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		<u>(203,006)</u>		<u>(142,775)</u>	
NET CURRENT ASSETS			<u>52,664</u>		<u>19,305</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			208,395		197,071
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR			<u>(145,000)</u>		<u>(150,000)</u>
			<u>63,395</u>		<u>47,071</u>
FINANCED BY:					
CAPITAL AND RESERVES					
Called up share capital	3		51,000		51,000
Profit and loss account			12,395		(3,929)
Shareholders' funds			<u>63,395</u>		<u>47,071</u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies. The financial statements from which they have been prepared have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The financial statements were approved by the board on 1 November 2001

D J Shepherd
Director

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2001

1.1 Accounting convention

1.2 Turnover

1.3 Goodwill

1.4 Tangible fixed assets and depreciation

Plant and machinery	At 25% on cost
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1.5 Stock

1.6 Foreign currency translation

2 FIXED ASSETS

	Intangible assets	Tangible assets	Total
	£	£	£
Cost			
At 1 June 2000	193,594	8,495	202,089
Disposals	-	(2,237)	(2,237)
At 31 May 2001	193,594	6,258	199,852
Depreciation			
At 1 June 2000	19,359	4,964	24,323
On disposals	-	(1,119)	(1,119)
Charge for the year	19,359	1,558	20,917
At 31 May 2001	38,718	5,403	44,121
Net book value			
At 31 May 2001	154,876	855	155,731
At 31 May 2000	174,235	3,531	177,766

PREMIER PIPELINE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2001

3	SHARE CAPITAL	2001 £	2000 £
	Authorised		
	51,000 Ordinary shares of £1 each	<u>51,000</u>	<u>51,000</u>
	Allotted, called up and fully paid		
	51,000 Ordinary shares of £1 each	<u>51,000</u>	<u>51,000</u>