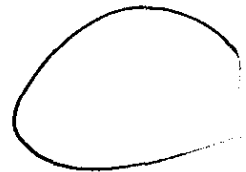


EAGLE COURIERS (SCOTLAND) LIMITED

ABBREVIATED FINANCIAL STATEMENTS

For the year ended 31 May 2000





SPECIAL AUDITORS' REPORT TO THE DIRECTORS OF

**EAGLE COURIERS (SCOTLAND) LIMITED
UNDER SECTION 247B TO THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 2 to 4 together with the financial statements of Eagle Couriers (Scotland) Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 May 2000.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 to 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 to report our opinion to you.

Basis of opinion

We carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts in accordance with sections 246(5) and (6) of the Companies Act 1985 in respect of the year ended 31 May 2000, and the abbreviated accounts on pages 2 to 4 have been properly prepared in accordance with those provisions.

CHIENE & TAIT, CA
Registered Auditors
61 Dublin Street
Edinburgh EH3 6NL

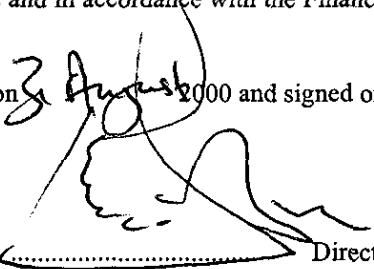
4 September 2000

EAGLE COURIERS (SCOTLAND) LIMITED**ABBREVIATED BALANCE SHEET****As at 31 May 2000**

	Note	2000	1999
		£	£
Fixed assets			
Investments	2	5,000	-
Intangible assets	3	28,340	-
Tangible assets	4	67,577	87,513
		100,917	87,513
Current assets			
Debtors	372,596	350,898	
Cash in hand	95,905	77,428	
	468,501	428,326	
Creditors			
Amounts falling due within one year	311,702	300,077	
Net current assets		156,799	128,249
Total assets less current liabilities		257,716	215,762
Creditors			
Amounts falling due after more than one year	2,918	14,935	
Net assets		254,798	200,827
Capital and reserves			
Called up share capital	5	60,000	60,000
Profit and loss account		194,798	140,827
Shareholders' funds		254,798	200,827

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

Approved by the Board of Directors on 3 August 2000 and signed on its behalf by:


 Director
 David B Bennett

The notes on pages 3 and 4 form part of these abbreviated accounts.

EAGLE COURIERS (SCOTLAND) LIMITED

NOTES to the ABBREVIATED ACCOUNTS

Year ended 31 May 2000

1. Accounting policies

a) Basis of preparation of financial statements

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

b) Depreciation of fixed assets

The provision for depreciation is calculated to write off the cost of the tangible fixed assets by equal annual instalments over the period of their estimated lives at the following rates:

Motor vehicles	25%-50%
Equipment and fittings	15%
Computer equipment	33.3%

Expenditure on leasehold property is written off by equal annual instalments over 7 years.

c) Goodwill

Purchased goodwill is capitalised and amortised through the profit and loss account over its estimated useful life of 3 years.

d) Leasing and hire purchase

Assets obtained under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their useful lives. The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. Rentals payable under operating leases are taken to the profit and loss account on a straight line basis over the lease term.

e) Investments

Fixed asset investments are stated at cost less any permanent diminution in value.

2. Investments

Other investments other than loans:

Cost at 1 June 1999

Additions

Cost at 31 May 2000

**Unlisted
£**

-

5,000

5,000
=====

EAGLE COURIERS (SCOTLAND) LIMITED

NOTES to the ABBREVIATED ACCOUNTS

Year ended 31 May 1999

3. Intangible fixed assets	Goodwill
	£
Cost	
At 1 June 1999	42,500
Additions	-

At 31 May 2000	42,500

Amortisation	
At 1 June 1999	-
Charge for year	14,160

At 31 May 2000	14,160

Net book value	
At 31 May 2000	28,340
	=====
At 31 May 1999	-
	=====

4. Tangible fixed assets	Leasehold Property	Motor Vehicles	Equipment & Fittings	Total
	£	£	£	£
Cost				
At 31 May 1999	35,001	87,846	175,157	298,004
Additions	6,120	12,373	7,962	26,455
Disposals	-	(17,576)	-	(17,576)
	-----	-----	-----	-----
At 31 May 2000	41,121	82,643	183,119	306,883
	-----	-----	-----	-----
Aggregate depreciation				
At 31 May 1999	28,956	38,156	143,379	210,491
Charge for year	2,068	21,248	17,119	40,435
Disposals	-	(11,600)	-	(11,600)
	-----	-----	-----	-----
At 31 May 2000	31,024	47,804	160,498	239,326
	-----	-----	-----	-----
Net book value				
At 31 May 2000	10,097	34,839	22,621	67,577
	=====	=====	=====	=====
At 31 May 1999	6,045	49,690	31,778	87,513
	=====	=====	=====	=====

5. Share capital	2000	1999
	£	£
Authorised, issued and fully paid 60,000 Ordinary shares of each	60,000	60,000
	=====	=====