

**MELLING LIMITED**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 1999**

Company Number: ~~4347885~~  
3481522

FRASER RUSSELL  
Chartered Accountants  
4 London Wall Buildings  
Blomfield Street  
London EC2M 5UQ



**MELLING LIMITED**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 1999**

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**MELLING LIMITED**  
**REPORT OF THE DIRECTORS**

The directors present their report and financial statements for the year ended 31 December 1999.

**Review of the business**

The company has not traded during the year.

**Directors and their interests**

The directors of the company during the period were as follows:-

P.A. Neill	(appointed on 14 September 1999)
C.C. Burford	(resigned on 14 September 1999)
F.P. McGinty	(resigned on 14 January 2000)

None of the directors have any beneficial interest in the shares of the company.

**Statement of directors responsibilities**

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- \* select suitable accounting policies and then apply them consistently;
- \* make judgements and estimates that are reasonable and prudent;
- \* state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- \* prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Auditors**

Fraser Russell, Chartered Accountants and Registered Auditors were appointed auditors of the company during the year. A resolution for their re-appointment will be put to the Annual General Meeting.

**BY ORDER OF THE BOARD**

  
**D. E. MURRAY**  
Secretary

**Registered Office:**  
Lancashire House  
24 Winckley Square  
Preston  
Lancashire PR1 3JJ

Dated: 16 June 2000

**AUDITORS' REPORT TO MEMBERS OF  
MELLING LIMITED**

We have audited the financial statements on pages 3 to 4 which have been prepared under the historical cost convention and the accounting policies set out on page 4.

**Respective responsibilities of directors and auditors**

As described on page 1, the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

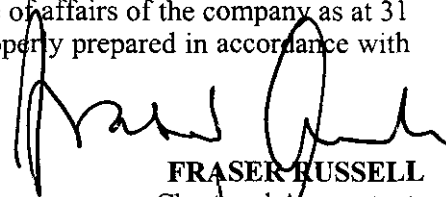
**Basis of opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 31 December 1999 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**FRASER RUSSELL**  
Chartered Accountants  
and Registered Auditors

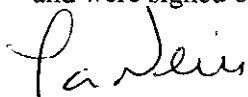
4 London Wall Buildings  
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London EC2M 5UQ

Date: 16 June 2000

**MELLING LIMITED****BALANCE SHEET****As at 31 December 1999**

	Notes	1999 £	1998 £
<b>Creditors:</b> amounts falling due within one year			
Amount due from parent company		1	1
		<u>1</u>	<u>1</u>
<b>Capital and reserves</b>			
Called up share capital	3	1	1
		<u>1</u>	<u>1</u>

The financial statements were approved by the Board of Directors on 16 June 2000  
and were signed on its behalf by:


**P. A. NEILL**

Director

**MELLING LIMITED****NOTES TO THE FINANCIAL STATEMENTS****For the period ended 31 December 1999****1. Accounting policies****Basis of preparation**

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards.

**2. Profit and loss account**

As this company is dormant, no profit and loss account has been prepared.

**3. Called up share capital**

The company's authorised, issued and called up share capital is 100 ordinary shares of £1 each (1998: 100 ordinary shares of £1 each).

**4. Control**

The company's immediate holding company is Lancashire Waste Services Limited, a company incorporated in England and Wales, which owns 100% of the issued share capital. Group Fabricom Plc is the parent undertaking of the smallest group for which group accounts are prepared. Copies of the accounts drawn up by this company can be obtained from the following address:

Group Fabricom Plc  
Severalls Lane  
Colchester  
Essex  
CO4 4PD

The company's ultimate holding company is Suez Lyonnaise des Eaux, a company incorporated in France whose principal place of business is in Paris. Copies of the accounts drawn up by this company can be obtained from the following address:

Suez Lyonnaise des Eaux  
1 Rue d'Astorg  
75008, Paris  
France

**5. Related party transactions**

The company has taken advantage of the exemption not to disclose transactions with group companies. After taking into consideration the exemption above there were no material transactions with related parties as defined by FRS 8 'Related Party Transactions'.