


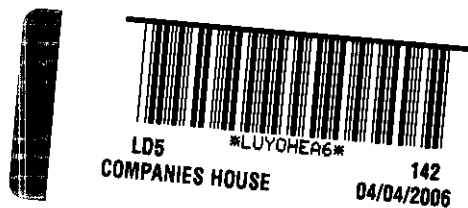
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Toomey Vehicle Rentals Limited

Report and Financial Statements

31 December 2005

 ERNST & YOUNG



Toomey Vehicle Rentals Limited

Registered No: 4146607

Directors

M J Toomey
P J Plant
W R Maynard

Secretary

P J Plant

Auditors

Ernst & Young LLP
1 More London Place
London
SE1 2AF

Registered office

Service House
West Mayne
Basildon
Essex
SS15 6RW

Directors' report

The directors present their report and financial statements for the year ended 31 December 2005.

Results and dividends

The loss after tax for the year amounted to £170,494 (2004: £94,144). The directors do not recommend a final dividend, (2004 £nil).

Principal activity and review of the business

The company's principal activity during the year was the provision of motor vehicles for self-drive hire. The directors do not anticipate any significant change in the principal activity of the company.

Directors and their interests

The directors who served the company during the year and appointed subsequently were as follows:

M J Toomey
P A Dance (resigned 29 November 2005)
R G Griffiths (resigned 31 January 2005)
P J Plant (appointed 1 January 2005)
W R Maynard (appointed 22 February 2006)

The company is a wholly owned subsidiary of Laindon Holdings Limited.

According to the register maintained as required under the Companies Act 1985, the directors own no shares other than Mr M J Toomey, who holds one ordinary share as nominee of the parent undertaking.

The interest of Mr M J Toomey in the shares of the parent undertaking is disclosed in the director's report of that company.

Auditors

A resolution to reappoint Ernst & Young LLP as auditors will be put to the members at the Annual General Meeting.

On behalf of board



Director

29 MAR 2006

Statement of directors' responsibilities in respect of the financial statements

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors to prepare financial statements for each financial year 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; and
- 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.

Independent auditors' report

to the members of Toomey Vehicle Rentals Limited

We have audited the company's financial statements for the year ended 31 December 2005, which comprise the Profit and Loss Account, Statement of Total Recognised Gains and Losses, Balance Sheet, and the related notes 1 to 19. These financial statements have been prepared on the basis of the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the statement of directors' responsibilities, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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.

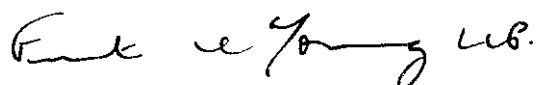
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity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

Independent auditors' report

to the members of Toomey Vehicle Rentals Limited (continued)

Opinion

In our opinion the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the company as at 31 December 2005 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Ernst & Young LLP
Registered Auditor
London

30/3/06 .

Profit and loss account

for the year ended 31 December 2005

	Notes	2005 £	2004 £
Turnover	3	1,043,339	1,309,773
Cost of sales		(736,241)	(797,031)
Gross profit		307,098	512,742
Administrative expenses		(463,168)	(541,470)
Operating loss	4	(156,070)	(28,728)
Interest payable	7	(87,493)	(105,763)
Loss on ordinary activities before taxation		(243,563)	(134,491)
Taxation	8	73,069	40,347
Loss retained for the financial year		(170,494)	(94,144)

Statement of total recognised gains and losses

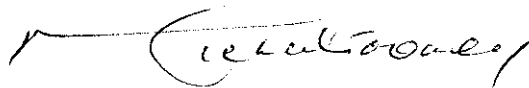
There are no recognised gains or losses other than the loss of £170,494 attributable to the shareholders for the year ended 31 December 2005 (2004 - loss of £94,144).

Balance sheet

at 31 December 2005

	Notes	2005 £	2004 £
Fixed assets			
Vehicles on contract hire	9	889,006	1,231,578
Other tangible assets	10	7,667	13,082
		<u>896,673</u>	<u>1,244,660</u>
Current assets			
Debtors	11	299,827	322,540
Cash at bank and in hand		200	200
		<u>300,027</u>	<u>322,740</u>
Creditors: amounts falling due within one year	12	(808,499)	(710,125)
		<u>(508,472)</u>	<u>(387,385)</u>
Net current liabilities before finance company liability			
Amounts owed to finance companies falling due within one year	13	(408,257)	(539,453)
		<u>(916,729)</u>	<u>(926,838)</u>
Net current liabilities			
		<u>(20,056)</u>	<u>317,822</u>
Total assets less current liabilities			
Creditors: amounts falling due after more than one year			
Obligations under finance leases and hire purchase contracts	13	(383,629)	(551,013)
		<u>(403,685)</u>	<u>(233,191)</u>
Capital and reserves			
Called up share capital	15	100	100
Profit and loss account	16	(403,785)	(233,291)
		<u>(403,685)</u>	<u>(233,191)</u>
Equity shareholders' funds	16	<u>(403,685)</u>	<u>(233,191)</u>

Director



29 MAR 2006

Notes to the financial statements

at 31 December 2005

1. Fundamental accounting concept

The financial statements have been prepared under the going concern concept because the parent undertaking has agreed to provide adequate funds for the company to meet its liabilities as they fall due.

2. Accounting policies

Basis of preparation

The financial statements are prepared under the historical cost convention.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and its parent publishes consolidated financial statements.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value based on prices prevailing at the date of acquisition of each asset evenly over its expected useful life, as follows:

Leased plant and equipment	-	over the term of the lease
Vehicles on contract hire and lease	-	over the term of the lease

The carrying values of tangible fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Deferred taxation

Deferred taxation is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or right to pay less or to receive more, tax, with the following exception:

- deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Hire purchase agreements

Where assets that are capitalised are held under hire purchase contracts the capital element of the related rental obligations is included in creditors. The interest element of the rental obligations is charged to the profit and loss account so as to produce a constant periodic rate of charge.

Leasing income

All leasing income is recognised on a straight-line basis over the period of the lease.

Notes to the financial statements

at 31 December 2005

3. Turnover

Turnover comprises the invoice value of services supplied by the company exclusive of VAT.

All trading operations are continuing and carried on within the UK.

4. Operating loss

This is stated after charging:

	2005	2004
	£	£
Auditors' remuneration - audit services	3,000	3,500
- non audit services	600	800
Depreciation of assets held under finance leases and hire purchase contracts	565,039	675,099
	<u>568,639</u>	<u>679,399</u>

5. Directors' emoluments

None of the directors was remunerated through the company during the year.

6. Staff costs

	2005	2004
	£	£
Wages and salaries	203,884	284,015
Social security costs	15,908	27,869
	<u>219,792</u>	<u>311,884</u>

The average monthly number of employees during the year was as follows:

	2005	2004
	No.	No.
Management	1	1
Administration	1	1
Sales	4	6
Other	5	6
	<u>11</u>	<u>14</u>

7. Interest payable

	2005	2004
	£	£
Bank charges and interest	19,706	11,408
Finance charges payable under finance leases and hire purchase contracts	67,787	94,355
	<u>87,493</u>	<u>105,763</u>

Notes to the financial statements

at 31 December 2005

8. Taxation

(a) Tax on loss on ordinary activities

The tax credit is made up as follows:

	2005 £	2004 £
<i>Current tax</i>		
Group relief	(57,601)	(31,065)
Total current tax (note 8(b))	(57,601)	(31,065)
<i>Deferred tax</i>		
Origination and reversal of timing differences (note 14)	(15,468)	(9,282)
Total tax credit	(73,069)	(40,347)

(b) Factors affecting current tax credit:

	2005 £	2004 £
Loss on ordinary activities before tax	(243,563)	(134,491)
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 30% (2004 - 30%)	(73,069)	(40,347)
<i>Effects of:</i>		
Decelerated capital allowances	15,468	9,282
Current tax for the year (note 8(a))	(57,601)	(31,065)

Notes to the financial statements

at 31 December 2005

9. Vehicles on contract hire

	£
Cost:	
As at 1 January 2005	1,855,161
Additions	690,810
Disposals	(1,067,506)
	<hr/>
As at 31 December 2005	1,478,465
	<hr/>
Depreciation:	
As at 1 January 2005	623,583
Charge for the year	559,624
Disposals	(593,748)
	<hr/>
At 31 December 2005	589,459
	<hr/>
Net book value:	
At 31 December 2005	889,006
	<hr/>
At 1 January 2005	1,231,578
	<hr/>

10. Other tangible fixed assets

	<i>Leased plant and machinery</i> £
Cost:	
At 1 January 2005 and 31 December 2005	21,432
	<hr/>
Depreciation:	
At 1 January 2005	8,350
Charge for the year	5,415
	<hr/>
At 31 December 2005	13,765
	<hr/>
Net book value:	
At 31 December 2005	7,667
	<hr/>
At 1 January 2005	13,082
	<hr/>

Notes to the financial statements

at 31 December 2005

11. Debtors

	2005	2004
	£	£
Trade debtors	132,738	196,627
Amounts owed by group undertakings	14,589	14,515
Group relief receivable	57,601	31,065
Prepayments and accrued income	27,119	28,021
Deferred tax asset (see note 14)	67,780	52,312
	<u>299,827</u>	<u>322,540</u>

12. Creditors: amounts falling due within one year

	2005	2004
	£	£
Bank loans and overdrafts	286,053	148,740
Trade creditors	59,635	65,499
Amounts owed to group undertakings	426,224	451,482
Other taxes and social security costs	20,155	35,787
Accruals	16,432	8,617
	<u>808,499</u>	<u>710,125</u>

13. Obligations under finance leases and hire purchase contracts

The maturity of these amounts is as follows:

	2005	2004
	£	£
Amounts payable:		
within one year	408,257	539,453
in two to five years	383,629	551,013
	<u>791,886</u>	<u>1,090,466</u>

14. Provisions for liabilities and charges

Deferred taxation recognised in the financial statements is as follows:

	2005	2004
	£	£
Decelerated capital allowances	(67,780)	(52,312)
	<u></u>	<u></u>
		£
Recognised at start of year		(52,312)
Deferred tax credit in profit and loss account for the year (note 8(a))		(15,468)
		<u></u>
Recognised at end of year		(67,780)
		<u></u>

Notes to the financial statements

at 31 December 2005

15. Share capital

	<i>Authorised</i>	
	<i>2005</i>	<i>2004</i>
	<i>£</i>	<i>£</i>
Ordinary shares of £1 each	2,000	2,000
<hr/>		
	<i>Allotted, called up and fully paid</i>	
	<i>2005</i>	<i>2004</i>
	<i>No.</i>	<i>No.</i>
	<i>£</i>	<i>£</i>
Ordinary shares of £1 each	100	100
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16. Reconciliation of shareholders' funds and movements on reserves

	<i>Share capital</i>	<i>Profit and loss account</i>	<i>Total</i>
	<i>£</i>	<i>£</i>	<i>£</i>
At 31 December 2003	100	(139,147)	(139,047)
Loss for the year	–	(94,144)	(94,144)
At 31 December 2004	100	(233,291)	(233,191)
Loss for the year	–	(170,494)	(170,494)
At 31 December 2005	100	(403,785)	(403,685)

17. Contingent liabilities

The company has guaranteed the bank overdrafts of other group undertakings and the loan facilities of the parent undertaking.

18. Ultimate parent undertaking

The ultimate parent undertaking of Toomey Vehicle Rentals Limited is Laindon Holdings Limited. Laindon Holdings Limited is the parent undertaking of the smallest and largest group of which the company is a member and for which group financial statements are prepared. Copies of the parent's consolidated accounts, which include the company, are available from its registered office: Service House, West Mayne, Basildon, Essex SS15 6RW.

In the director's opinion, the company's ultimate controlling party is Mr M.J. Toomey.

19. Related party transactions

The company has taken advantage of the exemption available under FRS 8 and accordingly no disclosure has been made of transactions between group companies.