

REGISTERED NUMBER: SC259721 (Scotland)

ABBREVIATED AUDITED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

FOR

RAIL FREIGHT MANAGEMENT LIMITED



RAIL FREIGHT MANAGEMENT LIMITED

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FOR THE YEAR ENDED 31 MARCH 2006**

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RAIL FREIGHT MANAGEMENT LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2006**

DIRECTORS.

Allan Porter
Mark Breingan
John Sloss

SECRETARY:

John Sloss

REGISTERED OFFICE:

1 7 Napier Place
Wardpark North
Cumbernauld
G68 0LL

REGISTERED NUMBER:

SC259721 (Scotland)

AUDITORS

William Duncan & Co
Chartered Accountants
Registered Auditors
Silverwells House
114 Cadzow Street
Hamilton
ML3 6HP

BANKERS:

The Royal Bank of Scotland plc
1 Roadside
The Village
Cumbernauld
G67 2SS

SOLICITORS.

Shepherd and Wedderburn LLP
Saltire Court
20 Castle Terrace
Edinburgh
EH1 2ET

**REPORT OF THE INDEPENDENT AUDITORS TO
RAIL FREIGHT MANAGEMENT LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages three to four, together with the financial statements of Rail Freight Management Limited for the year ended 31 March 2006 prepared under Section 226 of the Companies Act 1985

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and 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 abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin 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.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with those provisions.

Other information

On 8 February 2007 we reported, as auditors to the shareholders of the company on the financial statements for the year ended 31 March 2006 prepared under Section 226 of the Companies Act 1985, and our report included the following extract:

"Going concern

Without qualifying our opinion, we draw attention to Note 10 in the financial statements which indicates that the company incurred a loss of £7,260 during the year ended 31 March 2006 and at that date, the company's current liabilities exceeded its current assets by £210,750. These conditions indicate the existence of an uncertainty which may cast doubt about the company's ability to continue as a going concern. The company meets its day to day working capital requirements through the continuing support of its parent undertaking. The financial statements have been prepared on the going concern basis which assumes that the company will continue in operational existence for the foreseeable future. Further information is given in Note 10 to support the preparation of the financial statements on a going concern basis."

William Duncan & Co
Chartered Accountants
Registered Auditors
Silverwells House
114 Cadzow Street
Hamilton
ML3 6HP



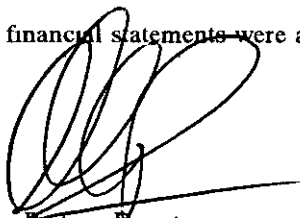
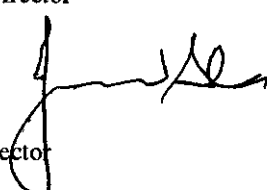
8 February 2007

RAIL FREIGHT MANAGEMENT LIMITED**ABBREVIATED BALANCE SHEET****31 MARCH 2006**

	31.3.06 £	31 3 05 £
CURRENT ASSETS		
Debtors	992	39,367
Cash at bank	1	4,136
	<u>993</u>	<u>43,503</u>
CREDITORS		
Amounts falling due within one year	<u>211,743</u>	<u>246,993</u>
NET CURRENT LIABILITIES	<u>(210,750)</u>	<u>(203,490)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	<u>(210,750)</u>	<u>(203,490)</u>
CAPITAL AND RESERVES		
Called up share capital	100	100
Profit and loss account	<u>(210,850)</u>	<u>(203,590)</u>
SHAREHOLDERS' FUNDS	<u>(210,750)</u>	<u>(203,490)</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

The financial statements were approved by the Board of Directors on 8 February 2007 and were signed on its behalf by


Allan Porter Director
John Sloss Director

RAIL FREIGHT MANAGEMENT LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2006

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

Turnover

Turnover represents net invoiced sales of services, excluding value added tax

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

2 CALLED UP SHARE CAPITAL

Authorised Number	Class	Nominal value £1	31 3 06 £ 10,000	31 3 05 £ 10,000
10,000	Ordinary		<u>10,000</u>	<u>10,000</u>
Allotted, issued and fully paid				
Number	Class	Nominal value £1	31 3 06 £ 100	31 3 05 £ 100
100	Ordinary		<u>100</u>	<u>100</u>

3 ULTIMATE PARENT COMPANY

Freight Management Group Limited, a company registered in Scotland, owns 100% of the company's issued share capital. Copies of the accounts of this company are available from the Registrar of Companies, Edinburgh.

Allan Porter and Mark Breingan own 100% of the issued share capital of Freight Management Group Limited. The directors therefore control the company.

4 GOING CONCERN

The company incurred a loss for the year of £7,260 and at the balance sheet date, the company's net current liabilities amounted to £210,750. The company meets its day to day working capital requirements through the continuing support of its parent company.

The financial statements have been prepared on a going concern basis which assumes that the company will continue in operational existence for the foreseeable future. If the company was unable to continue in operational existence for the foreseeable future, adjustments would have to be made to reduce the balance sheet values of assets to their recoverable amounts, to provide for further liabilities that might arise.

The parent undertaking continues to support the company in the post year end period and the directors believe that it is appropriate for the financial statements to be prepared on a going concern basis.