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REGISTERED NUMBER: 3908575 (England and Wales)

RETURN LOGISTICS LTD

**ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2005**

**Banks Chartered Accountants
14 Devizes Road
Old Town
Swindon
Wiltshire
SN1 4BH**



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for the Year Ended 31 December 2005**

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RETURN LOGISTICS LTD

COMPANY INFORMATION

for the Year Ended 31 December 2005

DIRECTORS:

C A Trapanese
N Bearcroft
R Rogers
P Clifton

SECRETARY:

J D Gourley

REGISTERED OFFICE:

14 Devizes Road
Old Town
Swindon
Wiltshire
SN1 4BH

REGISTERED NUMBER:

3908575 (England and Wales)

AUDITORS:

Banks Chartered Accountants
14 Devizes Road
Old Town
Swindon
Wiltshire
SN1 4BH

**REPORT OF THE INDEPENDENT AUDITORS TO
RETURN LOGISTICS LTD
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages three to five, together with the full financial statements of the company for the year ended 31 December 2005 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 accounts 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 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. 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 full financial statements.

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 on pages three to five are properly prepared in accordance with those provisions.

Other information

On 31 August 2006 we reported, as auditors to the shareholders of the company on the financial statements for the year ended 31 December 2005 prepared under Section 226 of the Companies Act 1985, and our report included the following paragraph:

"Going concern

In forming our opinion, we have considered the adequacy of the disclosures made in note 1 of the financial statements concerning the uncertainty as to the company having adequate financial resources with which to continue operating the business for the foreseeable future. In view of the significance of this uncertainty we consider that it should be brought to your attention, but our opinion is not qualified in this respect."



Banks Chartered Accountants
Registered Auditor
14 Devizes Road
Old Town
Swindon
Wiltshire
SN1 4BH

Date: ...31 August 2006...

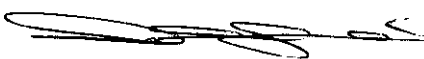
RETURN LOGISTICS LTD

ABBREVIATED BALANCE SHEET 31 December 2005

		2005		2004	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		177,958		190,044
CURRENT ASSETS:					
Stocks		54,126		-	
Debtors		719,070		551,807	
Cash at bank and in hand		168,073		173,169	
		941,269		724,976	
CREDITORS: Amounts falling due within one year		1,117,584		1,066,195	
NET CURRENT LIABILITIES:			(176,315)		(341,219)
TOTAL ASSETS LESS CURRENT LIABILITIES:			£1,643		£(151,175)
CAPITAL AND RESERVES:					
Called up share capital	3		425,000		350,000
Share premium			75,000		-
Profit and loss account			(498,357)		(501,175)
SHAREHOLDERS' FUNDS:			£1,643		£(151,175)

These abbreviated accounts 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 January 2005).

ON BEHALF OF THE BOARD:


.....
R Rogers - Director


.....
N Bearcroft - Director

Approved by the Board on 31-8-06

**NOTES TO THE ABBREVIATED ACCOUNTS
for the Year Ended 31 December 2005**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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).

Going concern

The company has net current liabilities and is dependant upon the continued support of certain creditors. In particular, at the balance sheet date, the company owed £177,634 (2004: £123,307) to its parent company, Global Solutions LLC. Global Solutions LLC has agreed to provide continuing support and, because of this support, the directors believe the company to be a going concern.

In the directors' opinion, having due regard to the current and future periods and overdraft facilities, the going concern basis remains appropriate for the preparation of the financial statements. Inherently, there can be no certainty in relation to these matters and the financial statements do not include any adjustments that would be necessary if the going concern basis was not appropriate.

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 goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 10% on cost
Computer equipment	- 33% on cost

During the year the directors have reviewed their estimates of the useful lives of certain of the company's assets. As a result of this review they have amended the rate of depreciation on some of the company's fixtures, fittings and equipment to 10% straight line for the remainder of the revised useful lives of the assets affected. As a result of this change the depreciation charge for the year is £25,213 less than it would have been on the original basis.

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

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

RETURN LOGISTICS LTD

NOTES TO THE ABBREVIATED ACCOUNTS for the Year Ended 31 December 2005

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 January 2005	245,539
Additions	34,919
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At 31 December 2005	280,458
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DEPRECIATION:	
At 1 January 2005	55,494
Charge for year	47,006
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At 31 December 2005	102,500
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NET BOOK VALUE:	
At 31 December 2005	177,958
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At 31 December 2004	190,044
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3. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2005	2004
			£	£
500,000	Ordinary	£1	<u>500,000</u>	<u>500,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2005	2004
			£	£
350,000	Ordinary	£1	<u>425,000</u>	<u>350,000</u>

During the year 75,000 Ordinary £1 shares were issued to 3 of the directors to fund the growth in the company's operations. These ordinary £1 shares were all issued at a premium of £1 per share and this has been shown in the Share Premium Account.

4. ULTIMATE PARENT COMPANY

The parent company is Global Solutions LLC, a company incorporated in the United States of America.

5. RELATED PARTY DISCLOSURES

During the year the company supplied goods and services to Mr R Rogers, one of the directors, to a value of £1,176. There was no balance owing to the company at the year end in respect of this. The company also provided goods and services to Return Services NV, a Belgian company owned by the company's parent company. The value of goods supplied was £835 and this sum remained outstanding at the year end.

6. DEFERRED TAX

As at the year end the company had a deferred tax asset arising from unutilised Corporation Tax losses of £94,441 (2004 - £95,200). This has not been incorporated in the accounts as the timing of its future realisation is uncertain