

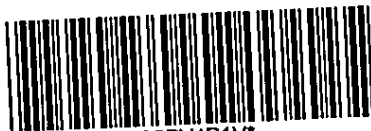
RAIL TRAINING AUDIT SERVICES LIMITED

Company Number 4086002

ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2006

SATURDAY



A45 "A5PV4R1V" 715
07/07/2007
COMPANIES HOUSE

RAIL TRAINING AUDIT SERVICES LIMITED

COMPANY INFORMATION

Directors	A Bailey W J C Douie
Secretary	A Bailey
Company Number	4086002
Registered Office	The Derby Conference Centre London Road Derby DE24 8UX
Auditors	PKF (UK) LLP Farringdon Place 20 Farringdon Road London EC1M 3AP
Bankers	Barclays Bank Plc Level 28 1 Churchill Place Canary Wharf London E14 5HP

RAIL TRAINING AUDIT SERVICES LIMITED

CONTENTS

	Page
DIRECTORS' REPORT	1 - 2
STATEMENT OF DIRECTORS' RESPONSIBILITIES	3
INDEPENDENT AUDITOR'S REPORT	4
PROFIT AND LOSS ACCOUNT	5
BALANCE SHEET	6
NOTES TO THE FINANCIAL STATEMENTS	7 - 11

RAIL TRAINING AUDIT SERVICES LIMITED

DIRECTORS' REPORT YEAR ENDED 31 DECEMBER 2006

The directors submit their report and the financial statements for the year ended 31 December 2006

Results and dividends

The loss for the year, after taxation, amounted to **£11,138** (2005 £190,687 profit)

Principal activity and review of the business

On 30 December 2005 the contract to provide rail training audit services ended and as a result the company ceased to trade

The company has not traded in the year

Directors

The directors who served during the year were

A Bailey
W J C Douie
C Chapman (deceased 27 January 2006)

The company is a wholly owned subsidiary of ATA Group Plc. C Chapman, W J C Douie and A Bailey were all directors of ATA Group Plc during the year, and their interests in the share capital of the parent company are disclosed in the financial statements of ATA Group Plc

Provision of Information to Auditors

Each of the persons who is a director at the date when this report was approved has confirmed

- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- that they have taken all the steps they had ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information

Financial Instruments

Treasury activities take place under procedures and policies approved by and monitored by the Group Board. They are designed to minimise the financial risks faced by the Group, which arise primarily from interest rate and liquidity risk. The Group's policy throughout the period has been to ensure the continuity of funding by the use of an overdraft facility as required.

The Company does not actively use financial instruments as part of its financial risk management. It is exposed to the usual credit risk and cash flow risk associated with selling on credit and manages this through credit control procedures. All transactions are invoiced and paid in sterling so there is no foreign currency risk.

The directors do not consider any other risks attaching to the use of financial instruments to be material to an assessment of its financial position or profit.

Appointment of auditors

A resolution for the reappointment of PKF (UK) LLP as auditors to the company and to authorise the directors to agree their remuneration will be proposed at the forthcoming annual general meeting.

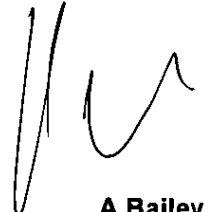
RAIL TRAINING AUDIT SERVICES LIMITED

DIRECTORS' REPORT YEAR ENDED 31 DECEMBER 2006

Business review

The directors' report has taken advantage of the special provisions of Part VII of the Companies Act 1985 (sections 246(4)(a) and 246(7)) not to produce a business review

This report was approved by the board on 22 May 2007 and signed on its behalf



A Bailey
Secretary

RAIL TRAINING AUDIT SERVICES LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required to 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 these financial statements the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures being 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 that disclose with reasonable accuracy at any time the financial position of the company and 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of the financial statements and other information included in annual reports may differ from legislation in other jurisdictions.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
RAIL TRAINING AUDIT SERVICES LIMITED**

We have audited the financial statements of Rail Training Audit Services Limited for the year ended 31 December 2006 which comprise the profit and loss account, the balance sheet and the related notes. The financial statements have been prepared under 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

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom accounting standards ('United Kingdom Generally Accepted Accounting Practice') are set out in the statement of directors' responsibilities.

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 have been properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the directors' report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 judgments 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 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, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2006 and of its loss for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the directors' report is consistent with the financial statements.

London, UK
11 June 2007


PKF (UK) LLP
Registered Auditors

RAIL TRAINING AUDIT SERVICES LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 DECEMBER 2006

	Notes	2006 £	2005 £
TURNOVER	2	22,089	810,284
Cost of sales		585	(214,594)
GROSS PROFIT		22,674	595,690
Administrative expenses		(7,694)	(410,081)
OPERATING PROFIT	3	14,980	185,609
Interest payable and similar charges	4	(93)	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		14,887	185,609
TAXATION	7	(26,025)	5,078
(LOSS)/PROFIT FOR THE FINANCIAL YEAR		(11,138)	190,687

All amounts relate to discontinued operations

The company has no recognised gains or losses other than the loss for the period

RAIL TRAINING AUDIT SERVICES LIMITED
BALANCE SHEET
31 DECEMBER 2006

	Notes	2006 £	2005 £
CURRENT ASSETS			
Debtors	9	967,853	929,640
Cash at bank and in hand		-	77,254
		<u>967,853</u>	<u>1,006,894</u>
CREDITORS: amounts falling due within one year	10	<u>(787,770)</u>	<u>(815,673)</u>
NET CURRENT ASSETS		180,083	191,221
TOTAL ASSETS LESS CURRENT LIABILITIES		180,083	191,221
CAPITAL AND RESERVES			
Called up share capital	11	100	100
Profit and loss account	12	179,983	191,121
SHAREHOLDERS' FUNDS	13	180,083	191,221

The financial statements were approved and authorised for issue by the board and signed on its behalf on 22 May 2007



A Bailey

Director

RAIL TRAINING AUDIT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2006

1 ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

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

The company ceased to trade on 30 December 2005 and is therefore not a going concern. The balance sheet has therefore been drawn up to include assets at their estimated recoverable amounts and provision has been made for all known or expected liabilities as at 31 December 2006

(b) Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts

(c) 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 a consolidated cash-flow statement

(d) Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Fixtures & fittings

25 - 33% per annum

(e) Operating lease agreements

Rentals applicable to operating leases are charged against the profits on a straight line basis over the period of the lease

(f) Pensions

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account

2 TURNOVER

Turnover is attributable to one class of business

All turnover arose within the United Kingdom

RAIL TRAINING AUDIT SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2006

3 OPERATING PROFIT

The operating profit is stated after charging

	2006	2005
	£	£
Depreciation of tangible fixed assets		
- owned by the company	-	1,653
Fees payable to the company's auditor for the audit of the company's annual accounts	-	4,644
Fees payable to the company's auditor for other services	-	356
Operating lease rentals		
- other	-	32,800
Exceptional item:		
Provision against intercompany balances	<u>10,599</u>	<u>-</u>

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2006	2005
	£	£
Bank Interest	<u>93</u>	<u>-</u>

5 DIRECTORS' EMOLUMENTS AND BENEFITS

	2006	2005
	£	£
Directors' emoluments	<u>-</u>	<u>55,840</u>

The number of directors accruing benefits under pension schemes were

Money purchase schemes	-	1
------------------------	---	---

W J C Douie, C Chapman and A Bailey were all directors of the company's parent company, ATA Group Plc, do not receive any emoluments from Rail Training Audit Services Limited. Full details of their emoluments and benefits are disclosed in the financial statements of the parent company, ATA Group Plc.

6 STAFF COSTS

Staff costs, including directors' emoluments, were as follows

	2006	2005
	£	£
Wages and salaries	1,621	279,003
Social security costs	1,684	33,220
Other pension costs	-	7,580
	<u>3,305</u>	<u>319,803</u>

The average monthly number of employees, including executive directors, during the year was

Audit	-	4
Administrative	2	3
	<u>2</u>	<u>7</u>

RAIL TRAINING AUDIT SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2006

7 TAXATION

(a) Analysis of charge in year	2006	2005
	£	£
UK corporation tax		
Current tax on income for the year	4,842	14,143
Adjustments in respect of prior periods	21,183	(19,221)
Tax on profit on ordinary activities	26,025	(5,078)

(b) Factors affecting the tax charge for the year

The tax assessed for the year is higher than would be expected by multiplying profit on ordinary activities by the standard rate of corporation tax in the UK of 30%. The differences are explained below

	2006	2005
	£	£
Profit on ordinary activities before tax	14,887	185,609
Profit on ordinary activities multiplied by the standard rate of corporation tax of 30% (2005 30%)	4,466	55,683
Effects of		
Depreciation in excess of capital allowances	-	202
Expenses not deductible for tax purposes	3,179	-
Group relief	-	(37,027)
Reduction to small companies rate	(2,803)	(4,715)
Adjustments in respect of prior periods	21,183	(19,221)
Current tax charge for the year	26,025	(5,078)

8 DIVIDENDS

	2006	2005
	£	£
Ordinary shares		
Interim paid	-	110,000
of which		
Dividends on equity shares	-	110,000

RAIL TRAINING AUDIT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2006

9 DEBTORS

	2006	2005
	£	£
Due within one year		
Trade debtors	-	81,791
Amounts due from group undertakings	960,787	847,749
Corporation tax debtor	6,018	-
Other debtors	948	-
Prepayments & accrued income	100	100
	<u>967,853</u>	<u>929,640</u>

10 CREDITORS

	2006	2005
	£	£
Amounts falling due within one year		
Bank overdraft	3	-
Trade creditors	-	20,615
Amounts owed to group undertakings	787,767	725,440
Corporation tax	-	14,143
Other tax and social security	-	23,831
Accruals and deferred income	-	31,644
	<u>787,770</u>	<u>815,673</u>

The bank overdraft is secured by a cross guarantee and debenture over Catalis Rail Training Limited, ATA Group Plc, ATA Selection Limited, Ganymede Manpower Services Limited and Rail Training Audit Services Limited

11 SHARE CAPITAL

	Authorised	Allotted, called up and fully paid	
	£	No	£
At 1 January 2006 and 31 December 2006			
£1 ordinary shares	<u>1,000</u>	<u>100</u>	<u>100</u>

12 RESERVES

	£
Profit and loss account	
At 1 January 2006	191,121
Loss for the year	(11,138)
At 31 December 2006	<u>179,983</u>

RAIL TRAINING AUDIT SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2006

13 SHAREHOLDERS' FUNDS

	2006 £	2005 £
Shareholders' funds at 1 January 2006	191,221	110,534
Loss/profit for the year	(11,138)	190,687
Dividends	-	(110,000)
Shareholders' funds at 31 December 2006	<u>180,083</u>	<u>191,221</u>

14 CONTINGENT LIABILITIES

The company has provided Barclays Bank Plc with an unlimited cross guarantee with fellow wholly owned subsidiaries of ATA Group Plc in respect of net overdraft facilities of £1,000,000 (2005 £1,000,000) available to these companies. At 31 December 2006 the company had a gross contingent liability of £Nil (2005 £764,000) in respect of this facility.

15 TRANSACTIONS WITH RELATED PARTIES

The company has taken advantage of the exemption available in Financial Reporting Standard No 8 (Related Party Disclosures) and has not disclosed transactions with either the parent company, or other wholly owned subsidiary undertakings of the parent company.

16 PENSION COSTS

The company operates a defined contribution pension scheme, the assets of which are held separately from those of the company in an independently administered fund.

Contributions made by the company to the scheme during the year amounted to £Nil (2005 £7,580).

17 PARENT UNDERTAKINGS AND CONTROLLING PARTIES

The company is controlled by ATA Group plc. The parent undertaking of the largest and smallest group for which consolidated accounts are prepared is ATA Group plc. Consolidated accounts are available from ATA Group plc, Kingston House, Oaklands Business Park, Armstrong Way, Yate, BS37 5NA. In the opinion of the directors this is the company's ultimate parent company.