

NOTES TO THE CONSOLIDATED ACCOUNTS

CONTINUED

17 FINANCIAL ASSETS

	31 December 2006 £m	31 December 2005 £m
Available for sale investments (unlisted ordinary and preference shares)	13.5	11.4
Derivative financial instruments – interest rate swaps	0.3	–
Derivative financial instruments – fuel price swaps	–	0.6
Financial assets included in non-current assets	13.8	12.0
Derivative financial instruments – interest rate swaps	1.5	–
Derivative financial instruments – fuel price swaps	–	6.7
Derivative financial instruments – foreign exchange forward contracts	6.6	–
Financial assets included in current assets	8.1	6.7

Further information on the Group's use of fuel price swaps and foreign exchange forward contracts instruments is included in note 30.

Available for sale investments

	31 December 2006 £m	31 December 2005 £m
Cost or valuation:		
At 1 January	17.2	16.0
Arising on acquisition of subsidiaries	–	1.2
Additions	5.3	–
Disposals	(3.2)	–
At 31 December	19.3	17.2
Accumulated impairment:		
At 1 January and 31 December	(5.8)	(5.8)
Net carrying amount:		
At 31 December	13.5	11.4
At 1 January	11.4	10.2

The principal available for sale investments are as follows:

Name	County of registration	Class of share	Proportion held %
London & Continental Railways (LCR)	England and Wales	Ordinary shares	21
Prepayment Cards Limited (PCL)	England and Wales	Ordinary shares	23.5
Union Railways (South) Limited (URS)	England and Wales	Preference shares	21
Metros Ligeros de Madrid, S.A. (MLM)	Spain	Ordinary shares	15
Various investments within Alsa	Spain	Ordinary shares	4–16

The investment in Trainline Holdings Limited, which could not be reliably measured at 31 December 2005, was sold on 4 July 2006 for total proceeds of £13.8m. After disposal costs of £1.2m, a profit on disposal of £9.4m has been recognised. Disposal costs of £0.6m are unpaid at 31 December 2006.

Additions of £5.3m comprises an investment in Metros Ligeros de Madrid, S.A., of which £0.7m will be paid in 2007.

Although the Group holds more than 20% of the ordinary shares of LCR, it does not have a presence on the board and is not in a position to exert significant influence over this investment. Although the Group holds more than 20% of the ordinary shares of PCL, the investment is held at nil value and the Group has no obligation to make further investments.