

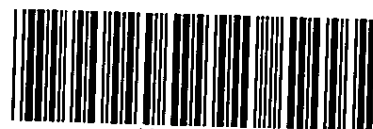
---

**ARRIVA LONDON SOUTH LIMITED**

---

**Annual report and financial statements**  
**for the year ended 31 December 2012**

MONDAY



\*A2I083G9\*

A39

30/09/2013

#336

COMPANIES HOUSE

---

## ARRIVA LONDON SOUTH LIMITED

---

---

### Company Information

---

<b>Directors</b>	P J Batty R A Bowler J E Quantrell R Scowen I R Tarran A P Ward M D J Yexley R S Saund
<b>Company secretary</b>	E A Davies
<b>Company number</b>	2328467
<b>Registered office</b>	Admiral Way Doxford International Business Park Sunderland Tyne and Wear SR3 3XP
<b>Independent auditors</b>	PricewaterhouseCoopers LLP Chartered Accountants and Statutory Auditors 89 Sandyford Road Newcastle upon Tyne NE1 8HW

---

**ARRIVA LONDON SOUTH LIMITED**

---

---

**Contents**

---

	Page
<b>Directors' report</b>	<b>1 - 3</b>
<b>Independent auditors' report</b>	<b>4 - 5</b>
<b>Profit and loss account</b>	<b>6</b>
<b>Balance sheet</b>	<b>7</b>
<b>Notes to the financial statements</b>	<b>8 - 16</b>

---

## ARRIVA LONDON SOUTH LIMITED

---

### Directors' report for the year ended 31 December 2012

---

The directors present their report and the audited financial statements for the year ended 31 December 2012

#### Principal activities

The principal activity of the company continues to be the operation of bus services

#### Business review

Trading is in line with expectations against the backdrop of a very difficult economic environment. The directors remain confident that the company will continue to trade in line with expectations in the future.

The directors consider the state of the company's affairs to be satisfactory and there have been no material changes since the balance sheet date.

The company did not pay a dividend during the year (2011: £Nil)

#### Results

The loss for the year, after taxation, amounted to £4,021,000 (2011: loss £2,040,000)

#### Directors

The directors who served during the year, and up to the date of signing the financial statements, were

P J Batty  
R A Bowler  
J E Quantrell  
R Scowen  
I R Tarran  
A P Ward  
M D J Yexley  
R S Saund (appointed 19 December 2012)

#### Principal risks and uncertainties

The management of the business and the execution of the company's strategy are subject to a number of risks. The key business risks and uncertainties affecting the company are considered to relate to local and national competition and factors which would cause a decline in the market. Further discussion of these risks and uncertainties in the context of the group as a whole, is provided in the annual report of Arriva plc which does not form part of this report.

#### Financial risk management objectives and policies

Details of financial risk management objectives and policies are shown in the annual report of the UK intermediate parent company, Arriva plc, which does not form part of this report.

#### Key performance indicators

The directors of Deutsche Bahn AG manage the group's operations on a divisional basis. For this reason, the company's directors believe that analysis using key performance indicators for the company is not necessary or appropriate for an understanding of the development, performance or position of the business of Arriva London South Limited. The development, performance and position of the group, including this company, is discussed in the group's annual report which does not form part of this report.

---

## **ARRIVA LONDON SOUTH LIMITED**

---

### **Directors' report for the year ended 31 December 2012**

---

#### **Policy on the payment of creditors**

The company's policy regarding the payment of suppliers is to agree terms of payment at the start of business with each supplier to ensure that the supplier is made aware of the payment terms, and to pay in accordance with its contractual or legal obligations. There are no trade creditors at the year end (2011 Nil)

#### **Employee involvement**

The company recognises that its employees are key to its success and is committed to creating a working environment where everyone has the opportunity to learn, develop and contribute to the success of the company, working within a common set of values

The company continues to aim to be an employer of choice and to employ a diverse workforce with the skills, abilities and attitudes to meet business objectives and needs. The company's aim is to provide appropriate remuneration, benefits and conditions of employment which will serve to attract, retain, motivate and reward such employees

The company has, subject to the restraints of commercial confidentiality, continued its policy of employee involvement, by making information available to employees on a regular basis regarding recent and probable future developments and business activities

#### **Disabled employees**

The company continues to give full and fair consideration to applications for employment by disabled persons, having regard to their respective aptitudes and abilities. The company's policy includes, where applicable, the continued employment of those who may become disabled during their employment

#### **Directors' responsibilities statement**

The directors are responsible for preparing the Directors' 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 prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 judgements and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures 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 adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. 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

---

**ARRIVA LONDON SOUTH LIMITED**

---

**Directors' report  
for the year ended 31 December 2012**

---

**Provision of information to auditors**

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information

This report was approved by the board on 5 July 2013 and signed on its behalf



**E A Davies**  
Company secretary

---

## ARRIVA LONDON SOUTH LIMITED

---

---

### Independent auditors' report to the members of Arriva London South Limited

---

We have audited the financial statements of Arriva London South Limited for the year ended 31 December 2012 which comprise the profit and loss account, the balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

#### **Respective responsibilities of directors and auditors**

As explained more fully in the directors' responsibilities statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

#### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

#### **Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2012 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

---

**ARRIVA LONDON SOUTH LIMITED**

---

---

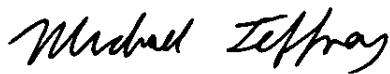
**Independent auditors' report to the members of Arriva London South Limited**

---

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



Michael Jeffrey (Senior statutory auditor)

for and on behalf of

**PricewaterhouseCoopers LLP**

Chartered Accountants and Statutory Auditors

89 Sandyford Road  
Newcastle upon Tyne  
NE1 8HW

25 September 2013



**ARRIVA LONDON SOUTH LIMITED**

**Profit and loss account  
for the year ended 31 December 2012**

	Note	2012 £000	2011 £000
<b>TURNOVER</b>	1,2	<b>108,831</b>	<b>113,445</b>
Cost of sales		<u>(100,601)</u>	<u>(101,051)</u>
<b>GROSS PROFIT</b>		<b>8,230</b>	<b>12,394</b>
Administrative expenses		<u>(13,536)</u>	<u>(15,243)</u>
Other operating income		<u>-</u>	<u>49</u>
<b>OPERATING LOSS</b>	3	<b>(5,306)</b>	<b>(2,800)</b>
Interest receivable and similar income	6	<u>158</u>	<u>291</u>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>(5,148)</b>	<b>(2,509)</b>
Tax on loss on ordinary activities	7	<u>1,127</u>	<u>469</u>
<b>LOSS FOR THE FINANCIAL YEAR</b>	15	<b><u>(4,021)</u></b>	<b><u>(2,040)</u></b>

All amounts relate to continuing operations

There were no recognised gains and losses for 2012 or 2011 other than those included in the profit and loss account. Therefore, no statement of total recognised gains and losses has been presented.

There is no material difference between the loss on ordinary activities before taxation and the loss for the financial year stated above, and their historical cost equivalents.

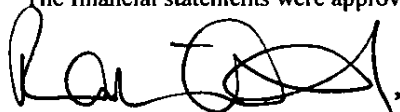
The notes on pages 8 to 16 form part of these financial statements.

**ARRIVA LONDON SOUTH LIMITED**  
**Registered number: 2328467**

**Balance sheet**  
**as at 31 December 2012**

	Note	£000	2012 £000	£000	2011 £000
<b>FIXED ASSETS</b>					
Intangible assets	8		1,439		1,679
Tangible assets	9		2,602		2,282
			<u>4,041</u>		<u>3,961</u>
<b>CURRENT ASSETS</b>					
Stocks	10	547		596	
Debtors	11	20,771		25,473	
Cash at bank and in hand		2		2	
		<u>21,320</u>		<u>26,071</u>	
<b>CREDITORS</b> amounts falling due within one year	12	(14,777)		(15,427)	
<b>NET CURRENT ASSETS</b>			<u>6,543</u>		<u>10,644</u>
<b>NET ASSETS</b>			<u><u>10,584</u></u>		<u><u>14,605</u></u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	14		3,992		3,992
Share premium account	15		3,991		3,991
Profit and loss account	15		2,601		6,622
<b>TOTAL SHAREHOLDERS' FUNDS</b>	16		<u><u>10,584</u></u>		<u><u>14,605</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 5 July 2013



**R S Saund**  
Director

The notes on pages 8 to 16 form part of these financial statements

---

## ARRIVA LONDON SOUTH LIMITED

---

### Notes to the financial statements for the year ended 31 December 2012

---

#### 1. ACCOUNTING POLICIES

##### 1.1 Basis of preparation of financial statements

These financial statements are prepared on the going concern basis, under the historical cost convention, and in accordance with the Companies Act 2006 applicable to companies reporting under UK GAAP, and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

##### 1.2 Cash flow statement

The company, being a subsidiary undertaking where 90% or more of the voting rights are controlled within the group whose consolidated financial statements are publicly available, is exempt from the requirement to draw up a cash flow statement in accordance with FRS 1.

##### 1.3 Turnover

Turnover consists of the gross revenue for road passenger transport together with the aggregate amounts receivable for other goods and services supplied in the ordinary course of the business, excluding value added tax. Income is accrued where it is earned in an earlier period to that in which it is billed or received in cash. Income is deferred where it is received in an earlier period than that to which it relates.

##### 1.4 Intangible fixed assets and amortisation

Intangible fixed assets, which relate to licences for the use of the Arriva brand name, are being amortised through the profit and loss account over the licence period of 15 years.

##### 1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation. Cost includes the original purchase price of the asset and the costs attributable to bringing the asset to its working condition for its intended use. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant, machinery, fixtures and motor vehicles	-	10% to 48% straight line
Public service vehicles	-	straight line over periods up to 15 years

##### 1.6 Leasing and hire purchase commitments

Where assets are financed by leasing agreements ('finance leases') the assets are included in the balance sheet at cost less depreciation in accordance with the company's normal accounting policies. The present value of future rentals is shown as a liability. The interest element of rental obligations is charged to the profit and loss account over the period of the lease in proportion to the balance of capital repayments outstanding. Assets held under finance leases are depreciated over their estimated useful life or the term of the lease, whichever is the shorter.

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Where assets are leased out under a finance lease arrangement any amounts due from the lessee are recorded in the balance sheet as a debtor at the amount of the net investment in the lease. Finance lease income under the finance lease is allocated to accounting periods so as to give a constant periodic rate of return on the net cash investment in the lease each period.

---

## ARRIVA LONDON SOUTH LIMITED

---

### Notes to the financial statements for the year ended 31 December 2012

---

#### 1. ACCOUNTING POLICIES (continued)

##### 1.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

##### 1.8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as 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 assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

##### 1.9 Pensions

Arriva plc operates retirement benefit schemes, both defined benefit and defined contribution schemes, which cover employees of the company. The assets of the defined benefit scheme are held separately from those of the company in independently administered funds. As the company is unable to identify its share of the assets and liabilities of the group scheme, it accounts for contributions as if they were to a defined contribution pension scheme. Contributions payable by the company are charged to the profit and loss account in the period in which they fall due. Contributions payable under the defined contribution scheme are charged to the profit and loss account as they arise.

##### 1.10 Dividends

Dividend distributions to the company's shareholders are recognised in the company's financial statements in the period in which the dividends are paid.

#### 2. TURNOVER

The whole of the turnover is attributable to the company's principal activity.

All turnover arose within the United Kingdom.

---

**ARRIVA LONDON SOUTH LIMITED**

---

**Notes to the financial statements  
for the year ended 31 December 2012**

---

**3. OPERATING LOSS**

The operating loss is stated after charging

	2012 £000	2011 £000
Amortisation - intangible assets	240	240
Depreciation of tangible assets		
- owned by the company	358	243
- held under hire purchase agreements	149	161
Operating lease rentals		
- plant and machinery	10,419	9,548
- land and buildings	140	2,148
	<u>          </u>	<u>          </u>

During the year, no director received any emoluments in respect of their services to the company (2011 - £NIL)

**4. AUDITORS' REMUNERATION**

	2012 £000	2011 £000
Fees payable to the company's auditor for the audit of the company's financial statements	<u>6</u>	<u>6</u>

**5. STAFF COSTS**

Staff costs were as follows

	2012 £000	2011 £000
Wages and salaries	60,834	64,760
Social security costs	6,045	6,411
Other pension costs (note 17)	1,420	1,538
	<u>68,299</u>	<u>72,709</u>

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

	2012 No.	2011 No.
Drivers	1,509	1,644
Engineering	134	149
Administrative	163	126
	<u>1,806</u>	<u>1,919</u>

**ARRIVA LONDON SOUTH LIMITED**

**Notes to the financial statements  
for the year ended 31 December 2012**

**6. INTEREST RECEIVABLE AND SIMILAR INCOME**

	2012 £000	2011 £000
Finance lease interest receivable	8	12
Bank interest receivable	150	279
	<u>158</u>	<u>291</u>

**7. TAX ON LOSS ON ORDINARY ACTIVITIES**

	2012 £000	2011 £000
<b>Analysis of tax credit in the year</b>		
<b>Current tax</b> (see note below)		
UK corporation tax credit on loss for the year	(1,179)	(1,101)
Adjustments in respect of prior years	1	586
<b>Total current tax</b>	<u>(1,178)</u>	<u>(515)</u>
<b>Deferred tax</b>		
Origination and reversal of timing differences	58	613
Adjustments in respect of prior years	(7)	(567)
<b>Total deferred tax</b> (see note 13)	<u>51</u>	<u>46</u>
<b>Total tax on loss on ordinary activities</b>	<u>(1,127)</u>	<u>(469)</u>

**Factors affecting tax charge for the year**

The tax assessed for the year is higher than (2011 - higher than) the standard rate of corporation tax in the UK of 24.5% (2011 - 26.5%). The differences are explained below

	2012 £000	2011 £000
Loss on ordinary activities before tax	<u>(5,148)</u>	<u>(2,509)</u>
Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 24.5% (2011 - 26.5%)	(1,261)	(665)
<b>Effects of:</b>		
Non-tax deductible amortisation of intangible fixed assets	58	64
Expenses not deductible for tax purposes	26	47
Capital allowances for year in excess of depreciation	(2)	(547)
Adjustments in respect of prior years	1	586
<b>Current tax credit for the year</b>	<u>(1,178)</u>	<u>(515)</u>

---

**ARRIVA LONDON SOUTH LIMITED**

---

**Notes to the financial statements  
for the year ended 31 December 2012**

---

**7. TAX ON LOSS ON ORDINARY ACTIVITIES (continued)**

**Factors that may affect future tax charges**

During 2012 the Chancellor announced that the UK Corporation Tax rate applicable from 1 April 2013 would be 23%, and that the UK Corporation Tax rate applicable from 1 April 2014 would be 21%

On 20 March 2013 the Chancellor made a further announcement that the UK Corporation Tax rate applicable from 1 April 2015 would be 20%

**8. INTANGIBLE ASSETS**

	<b>Licences £000</b>
<b>Cost</b>	
At 1 January 2012 and 31 December 2012	<u>3,600</u>
<b>Accumulated amortisation</b>	
At 1 January 2012	1,921
Charge for the year	<u>240</u>
At 31 December 2012	<u>2,161</u>
<b>Net book value</b>	
At 31 December 2012	<u>1,439</u>
At 31 December 2011	<u>1,679</u>

**ARRIVA LONDON SOUTH LIMITED**

**Notes to the financial statements  
for the year ended 31 December 2012**

**9. TANGIBLE ASSETS**

	Plant, machinery, fixtures and motor vehicles £000	Public service vehicles £000	Total £000
<b>Cost</b>			
At 1 January 2012	2,202	3,091	5,293
Additions	812	140	952
Disposals	(214)	(800)	(1,014)
At 31 December 2012	<u>2,800</u>	<u>2,431</u>	<u>5,231</u>
<b>Accumulated depreciation</b>			
At 1 January 2012	1,500	1,511	3,011
Charge for the year	179	328	507
Disposals	(170)	(719)	(889)
At 31 December 2012	<u>1,509</u>	<u>1,120</u>	<u>2,629</u>
<b>Net book value</b>			
At 31 December 2012	<u>1,291</u>	<u>1,311</u>	<u>2,602</u>
At 31 December 2011	<u>702</u>	<u>1,580</u>	<u>2,282</u>

The net book value of assets held under finance leases or hire purchase contracts, included above, are as follows

	2012 £000	2011 £000
Public service vehicles	<u>153</u>	<u>381</u>

The depreciation charged to the financial statements in the year in respect of such assets amounted to £149,000 (2011 £161,000)

**10. STOCKS**

	2012 £000	2011 £000
Raw materials and consumables	<u>547</u>	<u>596</u>



**ARRIVA LONDON SOUTH LIMITED**

**Notes to the financial statements  
for the year ended 31 December 2012**

**11. DEBTORS**

	2012 £000	2011 £000
Trade debtors	3,509	2,887
Amounts owed by group undertakings	7,511	12,704
Group relief repayable	1,179	1,101
Amounts receivable under finance leases	69	134
Other debtors	95	112
Prepayments and accrued income	7,763	7,839
Deferred tax asset (see note 13)	645	696
	<u>20,771</u>	<u>25,473</u>

**12. CREDITORS:**

**Amounts falling due within one year**

	2012 £000	2011 £000
Amounts owed to group undertakings	8,915	10,473
Other creditors	4,035	3,303
Accruals and deferred income	1,827	1,651
	<u>14,777</u>	<u>15,427</u>

**13. DEFERRED TAX ASSET**

	2012 £000	2011 £000
At 1 January	696	742
Charged for year (note 7)	(51)	(46)
	<u>645</u>	<u>696</u>
At 31 December	<u>645</u>	<u>696</u>

The deferred tax asset is made up as follows

	2012 £000	2011 £000
Excess of depreciation of fixed assets over capital allowances	632	696
Short term timing differences	13	-
	<u>645</u>	<u>696</u>

**ARRIVA LONDON SOUTH LIMITED**

**Notes to the financial statements  
for the year ended 31 December 2012**

**14. CALLED-UP SHARE CAPITAL**

	2012 £000	2011 £000
<b>Authorised</b>		
15,000,000 Ordinary shares of £1 each (2011 15,000,000)	<u>15,000</u>	<u>15,000</u>
<b>Allotted and fully paid</b>		
3,992,000 Ordinary shares of £1 each (2011 3,992,000)	<u>3,992</u>	<u>3,992</u>

**15. RESERVES**

	Share premium account £000	Profit and loss account £000
At 1 January 2012	3,991	6,622
Loss for the financial year		(4,021)
At 31 December 2012	<u>3,991</u>	<u>2,601</u>

**16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2012 £000	2011 £000
Opening shareholders' funds	14,605	16,645
Loss for the financial year	(4,021)	(2,040)
Closing shareholders' funds	<u>10,584</u>	<u>14,605</u>

**17. PENSION COMMITMENTS**

At 31 December 2012 the UK intermediate parent company, Arriva plc, operated both defined benefit and defined contribution retirement benefit schemes providing benefits to certain employees within Arriva London South Limited. The schemes are financed through separate Trustee administered funds managed by independent professional fund managers on behalf of the Trustees.

Contributions to the defined benefit scheme, the Arriva London North and Arriva London South Pension Scheme, are based upon actuarial advice following the most recent actuarial valuation of the fund. The latest actuarial valuation was performed as at 5th April 2009, using the Projected Unit Method. The principal actuarial assumptions were that

(i) the annual rate of return on investment would be 1.95 per cent higher than the annual increase in total pensionable remuneration of 3.95 per cent, and

(ii) there would be no variation from a scheme's rules to pensions in payment.

---

## ARRIVA LONDON SOUTH LIMITED

---

### Notes to the financial statements for the year ended 31 December 2012

---

#### 17 PENSION COMMITMENTS (continued)

On the basis of these assumptions the actuarial value of the funds at 5th April 2009 was sufficient to cover 54 per cent of the benefits then accrued to members. The market value of the Scheme's assets at 5th April 2009 was £65.0 million.

The pension cost for the year represents contributions payable by the company to both schemes and amounts to £1,420,000 (2011: £1,538,000).

##### FRS 17 'Retirement benefits'

The company makes contributions to a defined benefit Scheme, the Arriva London North and Arriva London South Pension Scheme which is operated by the UK intermediate parent company, Arriva plc. Other companies within the Arriva group make contributions to the Scheme, therefore it is not possible for the company to identify its share of the underlying assets and liabilities as at 31 December 2012. As the company is unable to identify its share of the assets and liabilities of the group scheme, it accounts for contributions as if they were to a defined contribution pension scheme. Contributions payable by the company are charged to the profit and loss account in the period in which they fall due.

#### 18 OPERATING LEASE COMMITMENTS

The company had annual commitments under other non-cancellable operating leases as follows:

	2012 £000	2011 £000
Expiry date:		
Between 2 and 5 years	7,558	8,163
After more than 5 years	875	173

#### 19. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The ultimate parent company and ultimate controlling party is Deutsche Bahn AG, a company registered in Germany, which has prepared group financial statements incorporating the results of Arriva London South Limited. Copies of these financial statements can be obtained from Potsdamer Platz 2, 10785 Berlin.

Deutsche Bahn AG is the largest group to consolidate the financial statements and DB Mobility Logistics AG is the smallest.

Information on Arriva London South Limited can be obtained from their registered address: Admiral Way, Doxford International Business Park, Sunderland, Tyne and Wear, SR3 3XP.

Transactions with other companies in the Deutsche Bahn Group are not specifically disclosed as the company has taken advantage of the exemption available under FRS 8 'Related party disclosures' for wholly-owned subsidiaries.