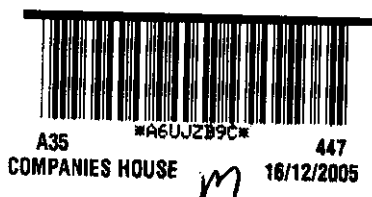


The Birmingham Omnibus Company Limited

FINANCIAL STATEMENTS

for the year ended

31 March 2005



Company Registration No. 2490584

The Birmingham Omnibus Company Limited

DIRECTORS' AND OFFICERS

DIRECTORS

G H Howle (Chairman)
Dr J D Craggs (Managing Director)

SECRETARY

Dr J D Craggs

BANKERS

Barclays Bank Plc
PO Box 777
Wolverhampton
WV1 1XJ

SOLICITORS

George Green & Co
195 High Street
Cradley Heath
Birmingham

REGISTERED OFFICE

Hallbridge Way
Off Tipton Road
Tividale
Warley
West Midlands
B69 3HY

The Birmingham Omnibus Company Limited

DIRECTORS' REPORT

The directors submit their report and the financial statements of The Birmingham Omnibus Company Limited for the year ended 31 March 2005.

PRINCIPAL ACTIVITIES

The company has been dormant during the period under review. No profit and loss account has therefore been prepared.

DIRECTORS AND THEIR INTERESTS

Both Messrs Howle and Craggs, who served throughout the year, are directors of Birmingham Passenger Transport Services Limited, of which the company is a 100% subsidiary. Their interests in Birmingham Passenger Transport Services Limited are shown in that company's financial statements.

By order of the board



Dr J D Craggs
Secretary

30 / 11 / 2005

The Birmingham Omnibus Company Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

Company law requires the directors to prepare financial statements for each financial year which 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 those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. 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 which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the requirements of 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 Birmingham Omnibus Company Limited

BALANCE SHEET

31 March 2005

	Notes	2005 £	2004 £
FIXED ASSETS			
Investments	1	2	2
		<hr/>	<hr/>
CURRENT ASSETS			
Debtors		144,377	144,377
CREDITORS: Amounts falling due within one year	2	(66,484)	(66,484)
		<hr/>	<hr/>
NET CURRENT ASSETS		77,893	77,893
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		77,895	77,895
		<hr/>	<hr/>
		77,895	77,895
		<hr/>	<hr/>
CAPITAL AND RESERVES			
Called up share capital	3	2	2
Profit and loss account		77,893	77,893
		<hr/>	<hr/>
SHAREHOLDERS' FUNDS		77,895	77,895
		<hr/>	<hr/>

For the year ended 31 March 2005, the company was entitled to exemption under section 249AA(1) of the Companies Act 1985.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2).

The directors acknowledge their responsibility for:

- Ensuring that the company keeps accounting records which comply with section 221;
- Preparing accounts which give a true and fair view of the state of affairs of the company as at the end of its financial year, and of its profit and loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts so far as applicable to the company.

Approved by the board on 30/11/2005

G H Howle
Director

The Birmingham Omnibus Company Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

BASIS OF PREPARATION

Group accounts have not been prepared as permitted by section 228(1) of the Companies Act 1985 as the company is a wholly owned subsidiary of a company incorporated in Great Britain.

The accounts present information about the company as an individual undertaking and not about the group.

INVESTMENTS

Investments are shown at cost. The directors consider that at the year end the market value was in excess of cost.

The Birmingham Omnibus Company Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 March 2005

1	FIXED ASSET INVESTMENTS	<i>Investment in subsidiary undertaking</i>
	Cost:	
	At 31 March 2004 and 31 March 2005	2

The investment in subsidiary undertaking comprises a 100% holding of the issued share capital of The Birmingham Coach Company Limited, a company registered in England and Wales.

2	CREDITORS: Amounts falling due within one year	2005 £	2004 £
	Amounts owed to immediate parent undertaking	66,484	66,484

3	SHARE CAPITAL	2005 £	2004 £
	Authorised:		
	Ordinary shares of £1 each	100	100

4 ULTIMATE HOLDING COMPANY

The company's immediate controlling party is Birmingham Passenger Transport Services Limited and its ultimate controlling party is Mr Howle, the Chairman.

The parent undertaking of the largest group, which includes the company and for which group accounts are prepared is also Birmingham Passenger Transport Services Limited, a company incorporated in Great Britain. Copies of the group financial statements are available from Companies House, Crown Way, Maindy, Cardiff, CF14 3UZ.

5 CONTINGENT LIABILITIES

The company has given an unlimited cross guarantee to its bankers to secure the bank borrowings of Birmingham Passenger Transport Services Limited, the ultimate parent company.

The potential liability as at 31 March 2005 was nil.