



Accountants &
business advisers

FAIVELEY TRANSPORT TAMWORTH LIMITED

Company Number: 2851510

ANNUAL REPORT

YEAR ENDED 31 MARCH 2006



FAIVELEY TRANSPORT TAMWORTH LIMITED

COMPANY INFORMATION

Directors	F Faiveley R Joyeux
Secretary	Sisec Limited
Company Number	2851510
Registered Office	Unit 10 Ninian Industrial Park Tame Valley Industrial Estate Wilnecote Tamworth B77 5DE
Auditors	PKF (UK) LLP New Guild House 45 Great Charles Street Queensway Birmingham B3 2LX
Solicitors	Lovells 65 Holborn Viaduct London EC1A 2DY
Bankers	Lloyds TSB Bank plc 125 Colmore Row Birmingham B3 3SD

FAIVELEY TRANSPORT TAMWORTH LIMITED

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FAIVELEY TRANSPORT TAMWORTH LIMITED

DIRECTORS' REPORT YEAR ENDED 31 MARCH 2006

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

Results and dividends

The profit for the year, after taxation, amounted to **£748,537** (2005 - £1,145,878).

The directors recommend a dividend of £374,269.

Principal activity

The principal activity of the company during the year continued to be the distribution and repair of train components.

Business review

The financial sales figures of Faiveley Transport Tamworth Limited are lower than the previous financial year (-11.4%) but above budget (+15%).

The reason for the good performance is linked to one activity:-

- The repair of Faiveley equipment which is out of warranty (29% of the yearly turnover).

The repair activity has steadily increased due to several contracts that the Faiveley Group has been awarded over the last 20 years in the UK, but the increase has been particularly important this financial year. The yearly activity of repairs is heavily related to one specific major project in the UK (Class 220-221, "Virgin Cross Country"). This project represents 43% of all our repair activity.

The other main activities have been sales of spare parts (22%), modifications and upgrades conducted in our in house facility (16%) and overhauls (12%).

The in house modification activity has been driven by one specific contract being the EDCU Class 465 upgrade.

In parallel the overhaul activity of older equipment has continued at a lower level than last year. The main projects are the overhaul of the air conditioning modules fitted onto the Northern Line units, the overhaul of dump valves and the air cylinder of the doors of the EMU 465. Those projects have come to an end during this financial year.

The commissions received from France for warranty support are much lower than last year but are still linked to the delivery by Faiveley Transport of several CCTV and Event Recorder systems.

The level of recharges to other group companies is below last year's figure and is mainly due to design issues on the Virgin Cross Country and Midland Mainline projects. The main type of trains and therefore projects that have generated our turnover this financial year are :

- Class 465, 19% of our turnover
- Virgin Cross Country –Class 220-221, 14% of our turnover
- Northern Line, 6% of our turnover and then
- DMU 158-159, EMU 390 and EMU 377 at less than 5%.

FAIVELEY TRANSPORT TAMWORTH LIMITED

DIRECTORS' REPORT (continued)

YEAR ENDED 31 MARCH 2006

Business review (continued)

This is a drastic change from the previous financial year as Class 390, Virgin West Coast Main Line had been the biggest project in 2003-2004 and in 2004-2005 and it was generating a very high spares activity which has decreased in this financial year.

As a consequence of the decreased spare parts activity, the cost of materials purchased decreased to the same extent (-18.1% from last year). From a wage point of view Faiveley Transport Tamworth continued its consolidation of the work force by transferring contractors to permanent staff. The work force at the end of March is 24 full time employees. The staff costs are slightly higher than last year.

The costs of contractors are again at a high level this year but are under budget and are mainly linked to modification works conducted on behalf of the parent company, overhauls and an increasing repair activity.

The rent has remained at a comparable level to last year.

The year ending 05/06 has been a positive year in respect of the operating and net profit. The changes in the mix of activity compared to previous years (again a decrease in the re-sale of spare parts and an increase in repairs) has meant that a good margin has still been possible even though some exceptional events last financial year have not been repeated this year. The high level of Electronic Products in our turnover has also contributed to our good margin (better profitability than other products activities).

The sales level over the next financial year is expected to decrease to 3,697k GBP. This is a consequence of the decrease in spare part orders and the end of some of the overhaul projects. Part of this turnover decrease will be compensated by the repair activity and hopefully new overhauls either on doors (Heathrow Express) or HVAC (Northern Line). This will again change the mix of activity of Faiveley Transport Tamworth Limited.

To conclude the next year will be a very challenging one with regard to looking for new overhaul /maintenance/modification contracts to secure Faiveley Transport Tamworth Limited's profitability over the next 3 years.

Directors

The directors who served during the year were:

F Faiveley
R Joyeux

The directors had no interest in the company's issued share capital at either the start of the year or at the balance sheet date. The director's interests in the parent company are disclosed in that company's financial statements.

Financial instruments

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. The nature of its financial instruments means that they are not subject to liquidity risk. The company purchases from other group companies in euros. However the company does not seek to actively manage the currency risk associated with these transactions as the counterparty in each case is another group company. The company also sells to customers in euros. Euro receipts from customers are paid into a euro bank account and used to pay off amounts owed to group companies, managing this aspect of 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.

FAIVELEY TRANSPORT TAMWORTH LIMITED

DIRECTORS' REPORT (continued)
YEAR ENDED 31 MARCH 2006

Disclosure of information to auditors

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

By order of the board

A handwritten signature in black ink, consisting of a stylized 'R' followed by a long horizontal stroke.

R Joyeux
Director

FAIVELEY TRANSPORT TAMWORTH LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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 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 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 which 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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FAIVELEY TRANSPORT TAMWORTH LIMITED

We have audited the financial statements of Faiveley Transport Tamworth Limited for the year ended 31 March 2006 which comprise the profit and loss account, the balance sheet, the cash flow statement 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 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.

We report to you whether in our opinion the information given in the directors' report is consistent with the financial statements.

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.

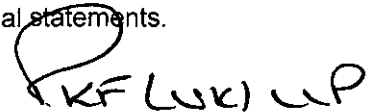
We planned and performed our audit so as to obtain all the information and explanations we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
FAIVELEY TRANSPORT TAMWORTH LIMITED (continued)**

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 March 2006 and of its profit 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.



PKF (UK) LLP
Registered Auditors

Birmingham, UK
23 October 2006

FAIVELEY TRANSPORT TAMWORTH LIMITED

PROFIT AND LOSS ACCOUNT YEAR ENDED 31 MARCH 2006

	Notes	2006 £	2005 £ (as restated)
TURNOVER	2	4,390,138	4,955,281
Cost of sales		<u>(2,520,000)</u>	<u>(2,794,996)</u>
GROSS PROFIT		1,870,138	2,160,285
Distribution costs		<u>(826,077)</u>	<u>(575,465)</u>
OPERATING PROFIT	3	1,044,061	1,584,820
Interest receivable and similar income	5	37,861	38,772
Interest payable and similar charges	6	<u>(8,891)</u>	<u>-</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,073,031	1,623,592
TAXATION	7	(324,494)	<u>(477,714)</u>
PROFIT FOR THE FINANCIAL YEAR	15 & 17	<u>748,537</u>	<u>1,145,878</u>

All amounts relate to continuing operations.

There were no recognised gains or losses for the year other than those included in the profit and loss account.

FAIVELEY TRANSPORT TAMWORTH LIMITED

BALANCE SHEET

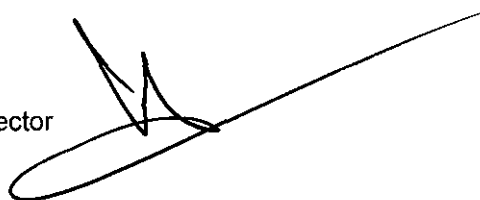
31 MARCH 2006

	Notes	2006 £	2005 £ (as restated)
FIXED ASSETS			
Tangible	8	178,798	192,070
CURRENT ASSETS			
Stocks	9	252,447	213,419
Debtors	10	838,736	1,319,784
Cash at bank and in hand		2,737,276	1,924,056
		<u>3,828,459</u>	<u>3,457,259</u>
CREDITORS: amounts falling due within one year	11	<u>(1,207,304)</u>	<u>(1,103,608)</u>
NET CURRENT ASSETS		<u>2,621,155</u>	<u>2,353,651</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,799,953</u>	<u>2,545,721</u>
CREDITORS: amounts falling due after more than one year	12	(253,355)	(330,425)
PROVISIONS FOR LIABILITIES AND CHARGES	13	<u>(155,704)</u>	<u>-</u>
NET ASSETS		<u><u>2,390,894</u></u>	<u><u>2,215,296</u></u>
CAPITAL AND RESERVES			
Called up share capital	14	50,000	50,000
Profit and loss account	15	2,340,894	2,165,296
SHAREHOLDERS' FUNDS	17	<u><u>2,390,894</u></u>	<u><u>2,215,296</u></u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on *14 June 2006*

R Joyeux

Director



FAIVELEY TRANSPORT TAMWORTH LIMITED

CASH FLOW STATEMENT YEAR ENDED 31 MARCH 2006

	2006 £	2005 £
Reconciliation of operating profit to net cash inflow from operating activities		
Operating profit	1,044,061	1,584,820
Depreciation of tangible fixed assets	65,406	60,402
Profit on sale of fixed assets	(1,811)	(1,200)
Decrease/(increase) in debtors	481,048	(103,309)
(Increase)/decrease in stocks	(39,028)	29,287
Increase/(decrease) in creditors	287,330	(15,922)
Net cash inflow from operating activities	<u>1,837,006</u>	<u>1,554,078</u>
 CASH FLOW STATEMENT (note 18)		
Net cash inflow from operating activities	1,837,006	1,554,078
Returns on investments and servicing of finance	28,970	38,772
Taxation	(429,494)	(368,714)
Capital expenditure	(50,323)	(46,921)
Equity dividends paid	(572,939)	(313,145)
Increase in cash	<u>813,220</u>	<u>864,070</u>
 Reconciliation of net cash flow to movement in net funds (note 19)		
Increase in cash in the year	813,220	864,070
Net funds at 1 April 2005	1,924,056	1,059,986
Net funds at 31 March 2006	<u>2,737,276</u>	<u>1,924,056</u>

FAIVELEY TRANSPORT TAMWORTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 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.

(b) Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts. Turnover is recognised on the despatch of goods or the completion of services.

(c) Presentation of cost of sales and distribution costs

The directors have reviewed the allocation of certain costs between cost of sales and distribution costs. They consider that costs of £1,008,963 (2005: £870,212) should be more appropriately classified as part of cost of sales rather than distribution costs. Accordingly cost of sales and distribution costs for the year ended 31 March 2005 are £870,212 higher and £870,212 lower than previously reported.

(d) Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. 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:

Leasehold improvements	over life of the lease
Plant and machinery	10 - 50 % straight line
Motor vehicles	33 % straight line
Furniture and fittings	10 % straight line
Office equipment	25 - 50% straight line

(e) Operating leases

Operating lease rentals are charged in the profit and loss account on a straight line basis over the lease term.

(f) Stocks and work in progress

Stocks are stated at the lower of cost and net realisable value. Cost is determined on a first in first out basis. Net realisable value is based on estimated selling price allowing for all further costs of disposal.

(g) Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

(h) Deferred taxation

Deferred tax is provided using the full provision method. Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. Deferred tax balances are not discounted. Deferred tax assets are only recognised where they arise from timing differences where their recoverability in the short term is regarded as more likely than not.

(i) Pensions

The company operates a defined contribution pension scheme and the pension charge in the profit and loss account represents the amounts payable by the company to the fund in respect of the year.

FAIVELEY TRANSPORT TAMWORTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

1 ACCOUNTING POLICIES (continued)

(j) Deferred income

The company carries out certain warranty work on behalf of other group companies for which it receives commission. In previous years all such commission was recognised as turnover and a warranty provision was then established to reflect the work that has to be carried out by the company over the warranty period. The directors have reviewed this policy and consider that commission income relating to warranty provision is more appropriately treated as deferred income and only recognised as turnover over the warranty period.

The impact of this change in policy is to increase turnover and reduce cost of sales in 2006 by £18,601. The comparative figures have been restated to reduce turnover and increase cost of sales by £206,004. £214,000 (2005: £143,531) of this deferred income has been included within creditors falling due within one year and £253,355 (2005: £330,425) within creditors falling due in more than one year.

(k) Warranty provision

A provision has been established in the current year to reflect the expected future costs to be incurred by the company as a result of reliability and design issues on a number of contracts on which the company is the prime contractor.

2 TURNOVER

Turnover is attributable to one class of business.

Turnover is analysed by geographical market as follows:

	2006 £	2005 £ (as restated)
United Kingdom	3,890,607	4,401,167
European Union	499,531	554,114
Total	<u>4,390,138</u>	<u>4,955,281</u>

3 OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2006 £	2005 £
Depreciation of tangible fixed assets:		
- owned by the company	65,406	60,402
Audit fees	4,725	4,500
Auditors' remuneration - non-audit services	15,944	13,398
Operating lease rentals:		
- plant & machinery	659	659
- other	73,665	73,665
Net foreign exchange differences	<u>(1,135)</u>	<u>(17,772)</u>

No directors received any emoluments (2005 - £NIL).

FAIVELEY TRANSPORT TAMWORTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

4 STAFF COSTS

Staff costs were as follows:

	2006	2005
	£	£
Wages and salaries	737,447	618,159
Social security costs	76,148	72,089
Other pension costs	52,325	48,806
	<u>865,920</u>	<u>739,054</u>

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

	No	No
Administration	9	8
Engineering	17	16
	<u>26</u>	<u>24</u>

5 INTEREST RECEIVABLE AND SIMILAR INCOME

	2006	2005
	£	£
Interest receivable from group companies	-	20,856
Other interest receivable	37,861	17,916
	<u>37,861</u>	<u>38,772</u>

6 INTEREST PAYABLE AND SIMILAR CHARGES

	2006	2005
	£	£
Interest payable to group companies	8,891	-
	<u>8,891</u>	<u>-</u>

FAIVELEY TRANSPORT TAMWORTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

7 TAXATION

(a) Analysis of charge in year	2006 £	2005 £
UK corporation tax		
Current tax on income for the year	325,000	477,500
Adjustments in respect of prior periods	(506)	214
Tax on profit on ordinary activities	324,494	477,714

The tax assessed for the year is greater 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	1,073,031	1,623,592
Profit on ordinary activities multiplied by the standard rate of corporation tax of 30% (2005: 30%)	321,909	487,078
Effects of:		
Expenses not deductible for tax purposes	1,571	1,212
Depreciation for the period in excess of capital allowances	3,166	1,651
Adjustment to tax charge in respect of previous periods	(506)	214
Short term timing differences	(1,646)	(12,441)
Current tax charge for the year	324,494	477,714

8 TANGIBLE FIXED ASSETS

	Leasehold improvements £	Plant, machinery, furniture, fittings and equipment £	Motor vehicles £	Total £
Cost				
At 1 April 2005	196,414	244,281	133,485	574,180
Additions	7,852	20,487	23,795	52,134
Disposals	-	-	(6,000)	(6,000)
At 31 March 2006	204,266	264,768	151,280	620,314
Depreciation				
At 1 April 2005	143,895	157,838	80,377	382,110
Charge for year	12,495	23,399	29,512	65,406
On disposals	-	-	(6,000)	(6,000)
At 31 March 2006	156,390	181,237	103,889	441,516
Net book amount				
At 31 March 2006	47,876	83,531	47,391	178,798
At 31 March 2005	52,519	86,443	53,108	192,070

FAIVELEY TRANSPORT TAMWORTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

9 STOCKS

	2006 £	2005 £
Raw materials and components	<u>252,447</u>	<u>213,419</u>

10 DEBTORS

	2006 £	2005 £
Due within one year		
Trade debtors	698,506	769,132
Amounts due from group undertakings	98,912	517,569
Other debtors	2,345	2,345
Prepayments & accrued income	38,973	30,738
	<u>838,736</u>	<u>1,319,784</u>

11 CREDITORS

	2006 £	2005 £ (as restated)
Amounts falling due within one year		
Trade creditors	114,326	114,077
Amounts owed to group undertakings	480,014	373,806
Corporation tax	130,000	235,000
Other tax and social security	176,170	136,714
Other creditors	6,799	10,488
Accruals and deferred income	299,995	233,523
	<u>1,207,304</u>	<u>1,103,608</u>

Included in other creditors is **£NIL** (2005 - £5,485) relating to outstanding contributions payable to the pension scheme.

12 CREDITORS

	2006 £	2005 £ (as restated)
Amounts falling due after more than one year		
Accruals and deferred income	<u>253,355</u>	<u>330,425</u>

FAIVELEY TRANSPORT TAMWORTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

13 PROVISIONS FOR LIABILITIES AND CHARGES

	Warranty provision £
At 1 April 2005	-
Charged to the profit and loss account	155,704
At 31 March 2006	155,704

14 SHARE CAPITAL

Equity share capital

	Authorised £	Allotted, called up and fully paid No	£
At 1 April 2005 and 31 March 2006 Ordinary shares of £1 each	50,000	50,000	50,000

15 RESERVES

Profit and loss account

	£
At 1 April 2005	2,165,296
Profit for the year	748,537
Dividends on equity share capital (note 16)	(572,939)
At 31 March 2006	2,340,894

16 DIVIDENDS

	2006 £	2005 £
Dividends paid in year		
Final dividend	572,939	313,145
Dividends paid not previously provided for	572,939	313,145

Dividends proposed before the date of approval of the accounts are £374,269.

17 SHAREHOLDERS' FUNDS

	2006 £	2005 £
Shareholders' funds at 1 April 2005	2,215,296	1,382,563
Profit for the year	748,537	1,145,878
Dividends (note 16)	(572,939)	(313,145)
Shareholders' funds at 31 March 2006	2,390,894	2,215,296

FAIVELEY TRANSPORT TAMWORTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

18 GROSS CASH FLOWS

	2006 £	2005 £
Returns on investments and servicing of finance		
Interest received	37,861	38,772
Interest paid	(8,891)	-
	<u>28,970</u>	<u>38,772</u>
Capital expenditure		
Payments to acquire tangible fixed assets	(52,134)	(48,121)
Receipts from sales of tangible fixed assets	1,811	1,200
	<u>(50,323)</u>	<u>(46,921)</u>

19 ANALYSIS OF CHANGES IN NET FUNDS

	At 1 April 2005 £	Cash flows £	At 31 March 2006 £
Cash at bank and in hand	<u>1,924,056</u>	<u>813,220</u>	<u>2,737,276</u>

20 OTHER COMMITMENTS

At 31 March 2006 the company had annual commitments under operating leases as follows:

	Land and buildings		Other	
	2006 £	2005 £	2006 £	2005 £
Expiry date:				
Between one and five years	<u>84,547</u>	<u>73,665</u>	<u>2,635</u>	<u>2,635</u>

21 TRANSACTIONS WITH RELATED PARTIES

In preparing these financial statements, advantage has been taken of the exemption conferred by paragraph 3 (c) of FRS 8, "Related Party Disclosures" from the requirement to disclose transactions with other companies within the group.

22 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.

FAIVELEY TRANSPORT TAMWORTH LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2006

23 PARENT UNDERTAKINGS AND CONTROLLING PARTIES

The company is controlled by Faiveley SA.

The parent undertaking of the largest and smallest group for which consolidated accounts are prepared is Faiveley SA, a company incorporated in France. Consolidated accounts are available from Faiveley SA, 143 Boulevard Anatole France, Carrefour Pleyel, 93285, Saint-Denis, Cedex, France.

In the opinion of the directors this is the company's ultimate parent company.

Faiveley SA is ultimately controlled by Francois Faiveley.