

Highway Contract Hire Limited

Registered number 1523965

Report and Accounts 2005

Registered office

25 Gresham Street
London
EC2V 7HN

Directors

J L Davies
M P Kilbee
D K Potts

Secretary

D A Saunders



Member of Lloyds TSB Group

Highway Contract Hire Limited

Report of the directors

Review of the year

During the year ended 31 December 2005, the Company has not traded and has made neither profit nor loss (2004: £nil).

Directors and their interests

The names of directors who served during the year are shown on page 1.

All of the directors at 31 December 2005 were also directors of Highway Vehicle Leasing Limited and reference is made in the accounts of that company to their interests in the share and loan capital of Lloyds TSB Group plc, the ultimate parent company and its subsidiaries.

On behalf of the Board

A handwritten signature in black ink, appearing to be 'D A Saunders', followed by a long horizontal line.

D A Saunders
Company Secretary

25 September 2006

Highway Contract Hire Limited

Balance sheet

31 December 2005

	Note	2005 £'000	2004 £'000
ASSETS			
Current assets			
Receivables from related parties	3	<u>350</u>	<u>350</u>
EQUITY			
Share capital	2	<u>350</u>	<u>350</u>

For the year ended 31 December 2005 the Company was dormant and was therefore entitled, under section 249 AA(1) of the Companies Act 1985, to exemption from audit and the member has not required it to obtain an audit.

The directors are responsible for:

- 1 keeping accounting records which comply with the provisions of the Companies Act; and
- 2 preparing accounts which give a true and fair view of the state of affairs of the Company at 31 December 2005 and of the profit or loss for the year ended 31 December 2005 and which otherwise comply with the requirements of the Act.

The notes on page 4 are an integral part of these financial statements.

Approved by the Board of Directors on 25 September 2006.



Director

Highway Contract Hire Limited

Notes to the financial statements

31 December 2005

1 Accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. There are no accounting policies where the use of assumptions and estimates are determined to be significant to the financial statements.

The company's ultimate parent company, Lloyds TSB Group plc, adopted International Financial Reporting Standards ("IFRS") in its financial statements for the year ended 31 December 2005. In accordance with the Companies Act 1985, the company has also adopted IFRS in the preparation of these financial statements for the year ended 31 December 2005. There is no impact on the company's financial statements as a result of the change in accounting framework from UK Generally Accepted Accounting Principles to IFRS.

An income statement, a statement of changes in equity and a cash flow statement are not presented in these financial statements as these would show nil amounts for the current and preceding financial years.

2 Share capital

	2005 £'000	2004 £'000
Authorised		
500,000 ordinary shares of £1 each	500	500
	=====	=====
Allotted and nil paid		
350,002 ordinary shares of £1 each	350	350
	=====	=====

3 Related party transactions

Up until 31 December 2005, the Company's immediate parent company was Highway Vehicle Leasing Limited. On 1 January 2006, ownership of the Company was transferred to Black Horse Finance Management Limited. The company regarded by the directors as the ultimate parent company is Lloyds TSB Group plc, which is also the parent undertaking of the largest group of undertakings for which group accounts are drawn up and of which the Company is a member. The registered office of Lloyds TSB Group plc is Henry Duncan House, 120 George Street, Edinburgh, EH2 4LA. Lloyds TSB Bank plc is the parent undertaking of the smallest such group of undertakings. Copies of the group accounts of both may be obtained from the Company Secretary's Office, Lloyds TSB Group plc, 25 Gresham Street, London EC2V 7HN.

The company's related parties include other companies in the Lloyds TSB Group, pension schemes of the Company's ultimate parent company and the Company's key management personnel.

The outstanding balances with the related party at year end are as follows:

	Group and associated companies	
	2005 £'000	2004 £'000
Highway Vehicle Leasing Limited debtor	350	350
	=====	=====

There were no related-party transactions with the parent company or the ultimate parent company in the current or prior years.

Directors and key management personnel

No remuneration was paid or is payable by the company to the directors (2004: £nil). The directors are employed by other companies in the Lloyds TSB Group and consider that their duties to this company are incidental to their other activities within the group.

Key management personnel are those persons having authority and responsibility for planning and controlling the activities of the Company. Accordingly, key management comprise the directors of the Company and the members of the Lloyds TSB Asset Finance Division Limited Board, which comprise the statutory directors of that company and certain other senior management. Key management personnel are employed by other companies within the Lloyds TSB Asset Finance Division Limited sub group and consider that their services to the Company are incidental to their activities within the group.