

PEOPLES BUS COMPANY LIMITED**DIRECTORS' REPORT**

The Directors present their report for the period between 17th August 1994 and 31st March 1995 and the Balance Sheet of the Company as at 31st March 1995.

1. Trading

The Company has not traded since its formation.

2. Directors

The Directors of the Company during the period were:

York Place Company Nominees Limited (resigned 05.10.94)
Mr K Hodgson (appointed 05.10.94, resigned 24.11.94)
Mr D Grace (appointed 17.10.94, resigned 24.11.94)
Mr B J Kerslake (appointed 24.11.94)
Mr P M White (appointed 24.11.94)

The Directors have no beneficial interest in the shares of the Company.

3. Auditors

The Company is exempt from the obligation to appoint Auditors.

The Company is a dormant Company within the meaning of Section 250 and a small Company within the meaning of Section 247 Companies Act 1985.

BY ORDER OF THE BOARD


L RICHARDS
Company Secretary

St. Andrews House
10 St. Paul's Square
Birmingham
B3 1QU

..... 20 October 1995

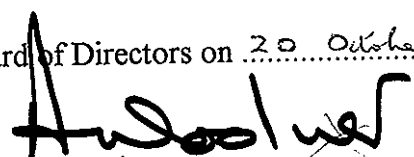


PEOPLE BUS COMPANY LIMITED
BALANCE SHEET AT 31 MARCH 1995

	This Year £	Last Year £
Current Assets		
Debtors	1	N/A
Cash at bank and in hand	—	— N/A
Total assets	— 1	— N/A
Capital and Reserves		
Called up Share Capital	— 1	— N/A
	— 1	— N/A

The Company was dormant (within the meaning of Section 250 of the Companies Act 1985) and a small Company within the meaning of Section 247 Companies Act 1985, throughout the period from formation to 31st March 1995.

These financial statements were approved by the Board of Directors on 20 October 1995.


 Director

NOTES:

1. The Company's ultimate holding Company is West Midlands Travel Limited.
2. The Authorised Share Capital is:

1000 shares of £1

The Issued Share Capital is:

1 share of £1 fully paid
3. There were no loans, quasi loans or credit transactions with director or offices or transactions in which directors or persons connected with them have a material interest.
4. Post Balance Sheet Event

On 26th April 1995 an offer to acquire the entire issued share capital of West Midlands Travel Limited by National Express Group plc became unconditional and the recommended Merger Offer was completed on 19th July 1995.