NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2013

1 GENERAL

The Company (Registration No. 200300002K) is incorporated in the Republic of Singapore with its registered office and principal place of business at 205 Braddell Road, Singapore 579701. The Company is listed on the Singapore Exchange Securities Trading Limited.

The principal activities of the Company are those of investment holding and the provision of management services. The principal activities of the subsidiaries and associates are described in Note 38.

The financial statements are expressed in Singapore dollars and all values are rounded to the nearest million ($'mil) except when otherwise indicated.

The consolidated financial statements of the Group for the financial year ended 31 December 2013 and the statement of financial position and statement of changes in equity of the Company as at 31 December 2013 were authorised for issue by the Board of Directors on 13 February 2014.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING - The financial statements have been prepared in accordance with the historical cost basis, except as disclosed in the accounting policies below and are drawn up in accordance with the provisions of the Singapore Companies Act, Cap. 50 and Singapore Financial Reporting Standards ("FRSs").

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability which market participants would take into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these consolidated financial statements is determined on such a basis, except for share-based payment transactions that are within the scope of FRS 102, leasing transactions that are within the scope of FRS 17, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in FRS 2 or value in use in FRS 36.

ADOPTION OF REVISED FINANCIAL STANDARDS - In the current financial year, the Group has adopted all the new and revised FRSs that are relevant to its operations and effective for annual periods beginning on 1 January 2013.

The adoption of these new and revised FRSs has no material effect on the amounts reported for the current or prior years.

NEW/REVISED STANDARDS AND IMPROVEMENTS TO THE STANDARDS NOT YET ADOPTED - The Group has not applied the following accounting standards that are relevant to the Group and have been issued as at the end of the reporting period but are not yet effective:

FRS 27 (Revised)	- Separate Financial Statements
FRS 28 (Revised)	- Investments in Associates and Joint Ventures
FRS 110	- Consolidated Financial Statements
FRS 111	- Joint Arrangements
FRS 112	- Disclosure of Interests in Other Entities
Amendments to FRS 110	- Consolidation Financial Statements-– Investment Entities
FRS 110, FRS 111, FRS 112	- Transition Guidance
Amendments to FRS 32	- Financial Instruments: Presentation
Amendments to FRS 36	- Impairment of Assets
INT FRS 121	- Levies
Amendments to FRS 39	- Novation of Derivatives and Continuation of Hedge Accounting

These standards are not expected to have any material impact on the Group's financial statements when they are adopted.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

BASIS OF CONSOLIDATION - The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company (its subsidiaries). Control is achieved when the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

Any changes in the Group's interest in a subsidiary that do not result in a loss of control over the subsidiary are accounted for as transactions with equity owners of the Group. The difference between the change in the carrying amounts of the non-controlling interest and the fair value of the consideration paid or received is recognised in a separate reserve within equity of the Company.

The results of subsidiaries acquired or divested during the year are included in the Group comprehensive income statement from the effective date of acquisition or up to the effective date of divestment, as appropriate.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with those consistently used by the Group.

All intra-group transactions, balances, income and expenses are eliminated on consolidation.

Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the Group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination (see below) and the non-controlling interests' share of changes in equity since the date of the combination. Losses are attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

In the statement of financial position of the Company, investments in subsidiaries and associates are carried at cost less any impairment in net recoverable value that has been recognised in profit or loss.

BUSINESS COMBINATIONS – The acquisition of subsidiaries is accounted for using the acquisition method. The consideration for each acquisition is measured at the aggregate of the fair values, at the date of acquisition, of assets given, liabilities incurred or assumed, and equity instruments issued by the Group to the former owners of the acquiree in exchange for control of the acquiree. The acquiree's identifiable assets, liabilities and contingent liabilities that meet the conditions for recognition under FRS 103 are recognised at their fair values at the acquisition date except for deferred tax assets or liabilities which are recognised and measured in accordance with FRS 12 Income Taxes. Acquisition-related costs are recognised in profit or loss as incurred.

The interest of the non-controlling shareholders in the acquiree is initially measured at the non-controlling interest's proportion of the net fair value of the assets, liabilities and contingent liabilities recognised.

FINANCIAL INSTRUMENTS - Financial assets and financial liabilities are recognised on the Group's statement of financial position when the Group becomes a party to the contractual provisions of the instrument.

Financial assets

Cash and cash equivalents

Cash and cash equivalents comprise bank balances and short-term deposits that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Investments

Investments are recognised and derecognised on a trade date basis where the purchase or sale of an investment is under a contract whose terms require delivery of the investment within the time frame established by the market concerned, and are initially measured at fair value plus transaction costs, except for those financial assets classified as at fair value through profit or loss which are initially measured at fair value.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Investments are classified into the following specified categories: held-for-trading investments at fair value through profit or loss ("FVTPL") and available-for-sale investments. The classification depends on the nature and purpose of investment and is determined at the time of initial recognition.

Financial assets at fair value through profit or loss (FVTPL)

Held-for-trading investments are classified at FVTPL where they have been acquired principally for the purpose of selling in the near future. Hedging instruments that are not designated for a hedge relationship and/or are ineffective in a hedge relationship are also classified at FVTPL. Financial assets that are classified at FVTPL are stated at fair value, with any resultant gain or loss recognised in profit or loss.

Available-for-sale investments

Certain investments held by the Group are classified as being available-for-sale and are stated at fair value. Gains and losses arising from changes in fair value are recognised directly in other comprehensive income with the exception of impairment losses, interest calculated using the effective interest method and foreign exchange gains and losses on monetary assets which are recognised directly in profit or loss. Where the investment is disposed of or is determined to be impaired, the cumulative gain or loss previously recognised in other comprehensive income and accumulated in investment revaluation reserve is reclassified to profit or loss for the period.

Trade and other receivables

Trade receivables, other receivables and grant receivables that have fixed or determinable payments that are not quoted in an active market are classified as "trade and other receivables". Trade and other receivables are measured at initial recognition at fair value, and are subsequently measured at amortised cost using the effective interest method less provision for impairment. Interest is recognised by applying the effective interest method, except for short-term receivables when the recognition of interest would be immaterial.

Provision for impairment of financial assets

Financial assets, other than those at FVTPL, are assessed for indicators of provision for impairment at the end of each reporting period. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the financial assets have been impacted.

The carrying amount of the financial asset is reduced by the provision for impairment directly for all financial assets with the exception of receivables where the carrying amount is reduced through the use of an allowance account. When a receivable is uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited to profit or loss. Changes in the carrying amount of the allowance account are recognised in profit or loss.

When an available-for-sale financial asset is considered to be impaired, cumulative gains or losses previously recognised in other comprehensive income are reclassified to profit or loss.

With the exception of available-for-sale equity instruments, if, in a subsequent period, the amount of the provision for impairment decreases and the decrease can be related objectively to an event occurring after the provision for impairment was recognised, the previously recognised provision for impairment is reversed through profit or loss to the extent the carrying amount of the financial asset at the date the provision for impairment is reversed does not exceed what the amortised cost would have been had the provision for impairment not been recognised.

In respect of available-for-sale equity instruments, any subsequent increase in fair value after a provision for impairment, is recognised in other comprehensive income.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Financial liabilities and equity instruments

Classification as debt or equity

Financial liabilities and equity instruments issued by the Group are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of the Group after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

Borrowings

Interest-bearing loans are initially measured at fair value, and are subsequently measured at amortised cost, using the effective interest method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of borrowings is recognised in profit or loss over the term of the borrowings.

Trade and other payables

Trade and other payables are initially measured at fair value, net of transaction costs, and are subsequently measured at amortised cost.

Hedging instruments and hedge accounting

The Group uses hedging instruments to manage its exposure to fuel price fluctuation, interest rate and foreign exchange rate risks. The use of hedging instruments is governed by the Group's policies which provide written principles on the use of financial instruments consistent with the Group's risk management strategy (see Note 35).

Hedging instruments are initially recognised at fair value on the contract date, and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in profit or loss immediately unless the hedging instrument is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedge relationship. The Group designates its hedging instruments as either fair value hedges or cash flow hedges.

Hedging instruments are carried as assets when the fair value is positive and as liabilities when the fair value is negative. The fair value of hedging instrument is classified as a non-current asset or a non-current liability if the maturity of the hedge relationship exceeds 12 months and as a current asset or current liability if the maturity of the hedge relationship is within 12 months.

At the inception of the hedge relationship, the Group documents the relationship between the hedging instrument and hedged item, along with its risk management objective and its strategy for undertaking various hedge transactions. Furthermore, at the inception of the hedge and on an ongoing basis, the Group documents whether the hedging instrument is highly effective in offsetting changes in fair values or cash flows of the hedged item.

The Group designates any interest rate swap for hedging of interest rate risk arising from borrowings as cash flow hedges. Hedges of foreign currency risk for future purchases of goods are designated as cash flow hedges. Hedges of fuel price risk for future purchases of goods are also designated as cash flow hedges.

Hedge accounting is discontinued when the Group revokes the hedging relationship, the hedging instrument expires or is sold, terminated, or exercised, or no longer qualifies for hedge accounting.

Note 35(b) contains details of the fair values of the hedging instruments.

Fair value hedge

Changes in the fair value of hedging instruments that are designated and qualify as fair value hedges are recorded in profit or loss immediately, together with any changes in the fair value of the hedged item that is attributable to the hedged risk.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Cash flow hedge

The effective portion of changes in the fair value of hedging instruments that are designated and qualify as cash flow hedges are recognised in other comprehensive income. The gain or loss relating to the ineffective portion is recognised immediately in profit or loss. Amounts recognised in other comprehensive income are taken to profit or loss when the hedged item is realised.

LEASES - Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

The Group as lessor

Amounts due from lessees under finance leases are recorded as receivables at the amount of the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Group's net investment outstanding in respect of the leases.

Rental income from operating leases is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.

The Group as lessee

Assets held under finance leases are recognised as assets of the Group at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the statement of financial position as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly to profit or loss.

Rentals payable under operating leases (net of any incentive received from lessor) are charged to profit or loss on a straight-line basis over the term of the relevant lease.

INVENTORIES - Inventories are stated at the lower of cost and net realisable value. Cost comprises cost of purchase and those costs that have been incurred in bringing the inventories to their present location and condition. Cost is calculated using the weighted average and first-in first-out method. Net realisable value represents the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

VEHICLES, PREMISES AND EQUIPMENT - Vehicles, premises and equipment are stated at cost, less accumulated depreciation and any provision for impairment.

Capital projects in progress comprising development and construction costs incurred during the period of construction are carried at cost, less any recognised provision for impairment. Depreciation on these assets, on the same basis as other vehicles, premises and equipment, commences when the assets are ready for their intended use.

Depreciation is charged so as to write off the cost of the assets, other than freehold land and capital projects in progress, over their estimated useful lives, using the straight-line method, on the following bases:

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

	Number of years
Buses	8 to 23
Leasehold bus depots	Over the period of the lease
Leasehold land and buildings	Over the period of the lease
Freehold buildings	50
Taxis and motor vehicles for rental	5 to 8
Computers and automated equipment	1 to 6
Workshop machinery, tools and equipment	2 to 20
Motor vehicles	3 to 15
Furniture, fittings and equipment	2 to 7

The estimated useful lives, residual values and depreciation method are reviewed at each year end, with the effect of any changes in estimate accounted for on a prospective basis.

On disposal of an item of vehicles, premises and equipment, the difference between the sales proceeds and its carrying amount is recognised in profit or loss.

Fully depreciated vehicles, premises and equipment still in use are retained in the financial statements.

Assets held under finance lease arrangements are depreciated over their expected useful lives on the same basis as owned assets or, if there is no certainty that the lessees will obtain ownership by the end of the lease term, the asset shall be fully depreciated over the shorter of the lease term and its useful life.

ASSOCIATES - An associate is an entity over which the Group does not have control but has met the requirements for equity accounting under FRS 28 Investments in Associates.

The results and assets and liabilities of associates are incorporated in these financial statements using the equity method of accounting. Under the equity method, investments in associates are carried in the Group's statements of financial position at cost as adjusted for post-acquisition changes in the Group's share of the net assets of the associate, less any impairment in the value of individual investments. Losses of an associate in excess of the Group's interest in that associate (which includes any long-term interests that, in substance, form part of the Group's net investment in the associate) are not recognised, unless the Group has incurred legal or constructive obligations or made payments on behalf of the associate.

Any excess of the cost of acquisition over the Group's share of the net fair value of the identifiable assets, liabilities and contingent liabilities of the associate recognised at the date of acquisition is recognised as goodwill. The goodwill is included within the carrying amount of the investment and is assessed for impairment as part of the investment. Any excess of the Group's share of the net fair value of the identifiable assets, liabilities and contingent liabilities over the cost of acquisition, after reassessment, is recognised immediately in profit or loss.

Where a Group entity transacts with an associate of the Group, profits and losses are eliminated to the extent of the Group's interest in the relevant associate.

INTANGIBLE ASSETS

Intangible assets acquired separately

Bus operating rights, taxi and other licences acquired separately are recorded at cost less accumulated amortisation and any accumulated impairment losses. Taxi and other licences with finite useful lives are amortised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each annual reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Bus operating rights, taxi and other licences with indefinite useful lives are not amortised. Each period, the useful lives of such assets are reviewed to determine whether events and circumstances continue to support an indefinite useful life assessment for the asset. Such assets are tested for impairment in accordance with the policy below.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Intangible assets acquired in a business combination

Intangible assets acquired in a business combination are identified and recognised separately from goodwill where they satisfy the definition of an intangible asset and their fair values can be measured reliably. The cost of such intangible assets is their fair value at the acquisition date.

Subsequent to initial recognition, intangible assets acquired in a business combination are reported at cost less accumulated amortisation and any accumulated impairment losses, on the same basis as intangible assets acquired separately.

GOODWILL - Goodwill arising on the acquisition of a subsidiary represents the excess of the cost of acquisition over the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the subsidiary recognised at the date of acquisition. If, after reassessment, the Group's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities exceeds the cost of the acquisition, the excess is recognised immediately in profit or loss.

Goodwill is initially recognised as an asset at cost and is subsequently measured at cost less any provision for impairment.

For the purpose of impairment testing, goodwill is allocated to each of the Group's cash-generating units expected to benefit from the synergies of the combination. Cash-generating units to which goodwill has been allocated are tested for impairment annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the provision for impairment is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit. A provision for impairment recognised for goodwill is not reversed in a subsequent period.

On divestment of a subsidiary, the attributable amount of goodwill is included in the determination of the profit or loss on divestment.

IMPAIRMENT OF TANGIBLE AND INTANGIBLE ASSETS EXCLUDING GOODWILL - At the end of each reporting period, the Group reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the provision for impairment (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Intangible assets with indefinite useful lives are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (cash-generating unit) is reduced to its recoverable amount. A provision for impairment is recognised immediately in profit or loss.

Where provision for impairment subsequently reverses, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no provision for impairment been recognised for the asset (cash-generating unit) in prior years. A reversal of provision for impairment is recognised immediately in profit or loss.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

FUEL PRICE EQUALISATION ACCOUNT - At the direction of the Public Transport Council ("PTC"), a fuel price equalisation account ("FPEA") has been set up to account for diesel price and electricity tariff adjustment charge for the purpose of mitigating the effects of any increase in fuel price and electricity tariff.

Annual contributions to the FPEA may be required as determined by the PTC, based on the reference electricity tariff and diesel price for the year.

Applications can be made to the PTC to seek approval for a draw down as may be catered for by the purpose of the FPEA mechanism, provided that the amount drawn does not exceed half of the available FPEA balance.

PROVISION FOR ACCIDENT CLAIMS - Claims for accident, public liability and others are provided in the financial statements based on the claims outstanding and the estimated amounts payable.

PROVISIONS - Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that the Group will be required to settle that obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the present value of the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

DEFERRED INCOME - Deferred income comprises of:

(i) The deferred grants relating to the net present value of the grant income from the transport regulators in Australia for the acquisition of new buses that is amortised to profit or loss over the useful lives of the assets.

(ii) Advance receipts from customers that are recognised to profit or loss when the services are rendered.

SERVICE BENEFITS - These comprise the following:

(i) Retirement Benefits - Under the Collective Agreement entered into by certain subsidiaries in Singapore with their relevant unions, retirement benefit subject to a maximum of $3,000 is payable to a retiring employee on or after attaining the age of sixty-seven years and on completion of at least five years of service. Provision is made in the financial statements based on the number of years of service rendered by qualifying employees.

(ii) Long Service Awards - Staff of certain subsidiaries in Singapore serving more than 5 years and up to 25 years are entitled to long service awards. Provision is made in the financial statements based on the number of years of service rendered by qualifying employees.

The provision for retirement benefits and long service awards is discounted using the market yield of Singapore Government Bonds at the end of each reporting period.

(iii) Defined Benefit Retirement Plans - The Group operates two defined benefit pension schemes ("Pension Schemes") for employees of one of its foreign subsidiaries, the assets of which are held in trustee administered funds.

The Pension Schemes were closed to future accruals in 2007 and employees were transferred to a defined contribution pension scheme.

The cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at the end of each reporting period. Actuarial gains and losses arising over the financial year are recognised immediately in other comprehensive income and accumulated in equity under retirement benefit reserve and are reflected in the statement of financial position as a pension asset or liability as appropriate. The retirement benefit obligation recognised in the statement of financial position represents the present value of the defined benefit obligation net of fair value of plan assets.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(iv) Apart from the Pension Schemes above, the Group makes contribution to pension schemes as defined by the laws of the countries in which it has operations. In particular, Singapore companies make contributions to the Central Provident Fund in Singapore, a defined contribution pension scheme. Contributions to pension schemes are recognised as an expense in the period in which the related service is performed.

(v) Employee Leave Entitlement - Employee entitlements to annual leave are recognised when they accrue to employees. A provision is made for the estimated liability for annual leave as a result of services rendered by employees up to the end of the reporting period.

(vi) Share-Based Payments - The Group and the Company issue share options to certain employees and Directors. Share options are measured at fair value of the equity instruments (excluding the effect of non market-based vesting conditions) at the date of grant. The fair value determined at the grant date of the share options is expensed on a straight-line basis over the vesting period with a corresponding adjustment against share option reserve, based on the Group's and the Company's estimate of the number of equity instruments that will eventually vest.

Fair value is measured using the Black-Scholes pricing model. The expected life used in the model has been adjusted, based on Management's best estimate, for the effects of non-transferability, exercise restrictions and behavioural considerations.

REVENUE RECOGNITION - Revenue is measured at the fair value of the consideration received or receivable, net of discounts and sales related taxes.

Revenue from rendering of services is recognised as and when services are rendered.

Revenue from the sale of goods is recognised when all the following conditions are satisfied:
- the Group has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the Group retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the Group; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable.

Dividend income from investments is recognised when the shareholders' rights to receive payment have been established.

Rental income is recognised on a straight-line basis over the term of the relevant lease.

BORROWING COSTS - Borrowing costs incurred to finance the purchase of assets are capitalised during the period of time that is required to complete and prepare the asset for its intended use. Other borrowing costs are recognised in profit or loss in the period in which they are incurred.

INCOME TAX - Current income tax liabilities (and assets) for current and prior periods are recognised at the amounts expected to be paid to (or recovered from) the tax authorities, using the tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred income tax assets/liabilities are recognised for deductible/taxable temporary differences arising between the tax bases of assets and liabilities and their carrying amounts. The principal temporary differences arise from depreciation, provision for fuel equalisation and future tax benefits from certain provisions not allowed for tax purposes until a later period. Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Deferred tax liabilities are recognised on taxable temporary differences arising on investments in subsidiaries and associates, and interests in joint ventures, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Group intends to settle its current tax assets and liabilities on a net basis.

Current and deferred tax are recognised as an expense or income in profit or loss, except when they relate to items credited or debited outside profit or loss (either in other comprehensive income or directly in equity), in which case the tax is also recognised outside profit or loss (either in other comprehensive income or directly in equity), or where they arise from the initial accounting for a business combination. In the case of a business combination, the tax effect is taken into account in calculating goodwill or determining the excess of the acquirer's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities over cost.

FOREIGN CURRENCY TRANSACTIONS AND TRANSLATION - The individual financial statements of each Group entity are presented in the currency of the primary economic environment in which the entity operates (its functional currency). The consolidated financial statements of the Group and the statement of financial position and statement of changes in equity of the Company are presented in Singapore dollars, which is the functional currency of the Company, and the presentation currency for the consolidated financial statements.

In preparing the financial statements of the individual entities, transactions in currencies other than the entity's functional currency are recorded at the rate of exchange prevailing on the date of the transaction. At the end of each reporting period, monetary items denominated in foreign currencies are translated at rates prevailing at the end of each reporting period. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences arising on the settlement of monetary items, and on retranslation of monetary items are included in profit or loss for the period. Exchange differences arising on the retranslation of non-monetary items carried at fair value are included in profit or loss for the period except for differences arising on the translation of non-monetary items in respect of which gains and losses are recognised in other comprehensive income. For such non-monetary items, any exchange component of that gain or loss is also recognised in other comprehensive income.

In order to hedge its exposure to certain foreign exchange risks, the Group enters into forward contracts and options (please see above for details of the Group's accounting policies in respect of such hedging instruments).

For the purpose of presenting consolidated financial statements, the assets and liabilities of the Group's foreign operations (including comparatives) are expressed in Singapore dollars using exchange rates prevailing at the end of the reporting period. Income and expense items (including comparatives) are translated at the average exchange rates for the period, unless exchange rates fluctuated significantly during that period, in which case the exchange rates at the dates of the transactions are used. Exchange differences arising, if any, are recognised in other comprehensive income and accumulate in the Group's currency translation reserve. Such translation differences are recognised in profit or loss in the period in which the foreign operation is disposed of.

On consolidation, exchange differences arising from the translation of the net investment in foreign entities (including monetary items that, in substance, form part of the net investment in foreign entities), and of borrowings and other currency instruments designated as hedges of such investments, are recognised in other comprehensive income and accumulated in the currency translation reserve.

Goodwill and fair value adjustments arising on the acquisition of a foreign operation are treated as assets and liabilities of a foreign operation and translated at the closing rate.

3 CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Critical judgements in applying the Group's accounting policies

In the application of the Group's accounting policies, which are described in Note 2, Management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. Management is of the opinion that any instances of applications of judgements are not expected to have a significant effect on the amounts recognised in the financial statements (apart from those involving estimations, which are dealt with below).

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Critical accounting judgements and key sources of estimation uncertainty

The key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are discussed below.

Provisions

(i) Accident claims

Claims for property damage and personal injury are provided in the financial statements based on the claims outstanding as of the end of the financial year and estimated amounts payable. The past claims history and payment trends are used as a basis to estimate the amounts in which the Group will have to pay to third parties for such claims. The provision for accident claims included in Note 22 is $65.8 million (2012 : $62.6 million).

(ii) Insurance premium payable

With effect from 2008, the Group has undertaken property damage and personal injury insurance with a fixed annual premium per vehicle. However, the Group had in the previous financial years incurred additional premiums payable as the insurance claims per vehicle had exceeded the minimum amount as stipulated in the insurance policy for those years. An estimate of the liability for the period from 2002 to 2009 of $18.7 million (2012 : $22.0 million) had been made based on the history of incurred claims per vehicle for each of the policy year (Note 22).

(iii) Retirement benefits and long service awards

For certain subsidiaries, retirement benefit subject to a maximum of $3,000 is payable to a retiring employee on or after attaining the age of sixty-seven years and on completion of at least five years of service. Provision for retirement benefits is made based on the number of years of service rendered by qualifying employees and discounted to present value using the market yield of Singapore Government Bonds at the end of each reporting period and after taking into account an estimated attrition rate. The estimated attrition rate used is based on Management's best estimate of the respective subsidiaries' attrition rate, based on past experience.

Provision for long service awards is made based on the number of years of service rendered by qualifying employees of these subsidiaries and discounted to present value using the market yield of Singapore Government Bonds at the end of each reporting period.

The total provision for service benefits and long service awards is disclosed in Note 23(c).

The cost of providing benefits under the two defined benefit pension schemes for employees of one of the foreign subsidiaries is determined using the Projected Unit Credit Method, with actuarial valuations carried out at the end of each reporting period. The retirement benefit obligation recognised in the Group's statement of financial position amounting to $17.6 million (2012 : $15.4 million) disclosed in Note 23(d) represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, and as reduced by the fair value of plan assets.

3 CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY (CONT'D)

Impairment review of goodwill, taxi licences and bus operating rights

The Group tests goodwill, taxi licences and bus operating rights annually for impairment, or more frequently if there are indications that they might be impaired.

Determining whether goodwill, taxi licences and bus operating rights are impaired requires an estimation of the value in use of the cash-generating units ("CGUs") to which goodwill, taxi licences and bus operating rights have been allocated. The value in use calculation requires the entity to estimate the future cash flows expected to arise from the cash-generating unit and a suitable discount rate in order to calculate present value. A provision for impairment loss on goodwill, taxi licences and bus operating rights is recognised in profit or loss and is reversed in the subsequent period except for goodwill.

The recoverable amounts of the CGUs are determined from value in use calculations. The key assumptions for the value in use calculations are those regarding the discount rates, growth rates and expected changes to profit margins during the period.

The Group prepares cash flow forecasts derived from the most recent financial budgets approved by Management for the next year and extrapolates cash flows for the following 4 years based on estimated growth rate which ranges from 1.8% to 7.3% (2012 : 1.1% to 8.2%). The estimated growth rate is based on industry growth forecasts and does not exceed the average long-term growth rate for the relevant markets.

The discount rates applied to the forecast for the Group are assumed to range from 5.08% to 7.75% (2012 : 5.41% to 7.20%).

The expected changes to profit margins are based on past performance and Management's expectation of market development.

As at 31 December 2013 and 31 December 2012, any reasonably possible changes to the key assumptions applied are not likely to cause the recoverable amount to be below the carrying amount of the CGU.

Impairment review of quoted available-for-sale equity investment

The Group reviews the available-for-sale equity investment for impairment annually, or more frequently if there are indications of a significant or prolonged decline in the fair value of the investment below its cost. During the financial year, Management determined that no provision for impairment is required.

Useful lives of vehicles, premises and equipment

As described in Note 2, the Group reviews the estimated useful lives of vehicles, premises and equipment at the end of each annual reporting period. During the financial year, Management determined that the estimated useful lives of vehicles, premises and equipment are appropriate and no material revision is required.

4 SHORT-TERM DEPOSITS AND BANK BALANCES

	The Group		The Company	
	2013	**2012**	**2013**	**2012**
	$'mil	**$'mil**	**$'mil**	**$'mil**
Cash and bank balances	16.6	14.2	-	-
Interest bearing bank balances	110.8	96.5	0.9	2.3
Fixed deposits	703.2	583.9	401.1	326.9
Total	830.6	694.6	402.0	329.2

Interest bearing bank balances bear effective interest rates ranging from 0% to 2.5% (2012: 0% to 3.5%).

4 SHORT-TERM DEPOSITS AND BANK BALANCES (CONT'D)

Fixed deposits are placed on a staggered basis based on the Group's cashflow projections, bear effective interest rates ranging from 0.3% to 6.9% (2012: 0.3% to 9.0%). These deposits are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

5 AVAILABLE-FOR-SALE INVESTMENTS

	The Group		The Company	
	2013	**2012**	**2013**	**2012**
	$'mil	**$'mil**	**$'mil**	**$'mil**
a) Quoted investments, at fair value:				
Bonds in corporations	16.1	16.8	5.6	5.8
Equity shares in corporations	52.3	64.6	40.4	50.0
b) Unquoted investments, at cost:				
Equity shares in corporations	0.2	0.2	-	-
Others	0.7	0.9	0.1	0.1
Total	69.3	82.5	46.1	55.9
Analysed as:				
Current	5.0	-	-	-
Non-current	64.3	82.5	46.1	55.9
Total	69.3	82.5	46.1	55.9

Quoted investments' fair values are based on the closing market prices on the last market day of the financial year.

6 TRADE RECEIVABLES

	The Group	
	2013	**2012**
	$'mil	**$'mil**
Outside parties	113.0	130.3
Allowance for doubtful receivables	(1.7)	(1.8)
Net	111.3	128.5

The credit period on sale of goods and rendering of services ranges from 7 days to 60 days (2012 : 7 days to 60 days) except for insurance claims against third parties which have no credit period due to their nature.

An allowance has been made for estimated irrecoverable amounts which has been determined by reference to past default experience.

The credit risk on trade receivables that are past due but not impaired at the reporting date are insignificant as a majority of receivables is from the transport regulators and insurance companies. The receivables that are past due at the reporting date for which the Group has not provided for are insignificant. The Group does not hold any collateral over these balances.

6 TRADE RECEIVABLES (CONT'D)

Movements in the allowance for doubtful debts:

	The Group	
	2013 $'mil	2012 $'mil
Balance at beginning of the year	1.8	2.3
Amounts written off during the year	(0.7)	(1.0)
Increase in allowance recognised in income statement	0.6	0.5
Balance at end of the year	1.7	1.8

7 OTHER RECEIVABLES AND PREPAYMENTS

	The Group		The Company	
	2013 $'mil	2012 $'mil	2013 $'mil	2012 $'mil
Prepayments	62.0	59.9	0.2	0.2
Downpayments for the purchase of vehicles, premises and equipment	27.3	41.5	-	-
Interest receivable	1.8	1.4	0.3	0.2
Staff advances	0.5	0.7	-	-
Security and tender deposits	1.9	2.1	-	-
Accrued income	30.9	27.8	-	-
Receivable from a non-controlling shareholder of a subsidiary	-	5.9	-	-
Others	95.3	76.9	1.4	1.5
Total	219.7	216.2	1.9	1.9
Analysed as:				
Current	191.8	174.4	1.9	1.9
Non-current	27.9	41.8	-	-
Total	219.7	216.2	1.9	1.9

In 2012, the receivable from a non-controlling shareholder of a subsidiary was secured on taxi licences, bore interest at fixed rate of 6.1% per annum and was received during the year.

The Group's and the Company's other receivables and prepayments that are not denominated in the functional currencies of the respective entities are not significant.

8 GRANT RECEIVABLES

	The Group	
	2013 $'mil	2012 $'mil
Grant receivables	291.4	357.8
Analysed as:		
Current	22.1	24.2
Non-current	269.3	333.6
Total	291.4	357.8

8 GRANT RECEIVABLES (CONT'D)

The grant receivables of $291.4 million (2012 : $357.8 million) are unsecured, bear effective interest at rates ranging from 4.36% to 8.14% (2012 : 4.93% to 8.44%) per annum and receivable over the period that the Group expects to retain the contract to operate the bus routes. This balance represents the net present value of the grants receivable from the transport regulators in Australia for the acquisition of new buses.

The carrying amounts of long-term grant receivables approximate their fair values.

9 DUE FROM SUBSIDIARIES

	The Company	
	2013	**2012**
	$'mil	**$'mil**
Receivables from subsidiaries	27.9	34.0
Analysed as:		
Current	6.5	10.8
Non-current	21.4	23.2
Total	27.9	34.0

Of the amount of $27.9 million (2012 : $34.0 million) due from subsidiaries, $21.4 million (2012 : $23.2 million) relates to a loan which bears variable interest at rate of 4.21% (2012 : 4.8%) per annum and is unsecured. The remaining balances of $6.5 million (2012 : $10.8 million) are unsecured and interest-free.

10 FINANCE LEASE RECEIVABLES

	The Group			
	Minimum lease payments		**Present value of minimum lease payments**	
	2013	**2012**	**2013**	**2012**
	$'mil	**$'mil**	**$'mil**	**$'mil**
Amounts receivable under finance leases:				
Within one year	9.3	16.2	8.8	15.3
Within the second to fifth year inclusive	4.9	9.5	4.7	9.0
	14.2	25.7	13.5	24.3
Less: Unearned finance income	(0.7)	(1.4)	NA	NA
Present value of minimum lease payments receivable	13.5	24.3	13.5	24.3
Less: Provision for unguaranteed residual values	(0.8)	(1.0)	(0.8)	(1.0)
Net	12.7	23.3	12.7	23.3
Analysed as:				
Current finance lease receivables (recoverable within 12 months)			8.3	14.7
Non-current finance lease receivables (recoverable after 12 months)			4.4	8.6
Total			12.7	23.3

10 FINANCE LEASE RECEIVABLES (CONT'D)

The Group enters into finance lease arrangements for some of its motor vehicles. The average term of finance leases entered into is 2.1 years (2012 : 1.5 years).

Gross unguaranteed residual values of assets under finance leases at the end of the reporting period are estimated at $10.3 million (2012 : $18.1 million).

Provision for unguaranteed residual values has been determined by reference to past loss experience.

The interest rate inherent in the leases is fixed at the contract date for all of the lease term. The average effective interest rate contracted ranges from 3.26% to 6.01% (2012 : 2.45% to 6.58%) per annum.

The carrying amount of the Group's finance lease receivables at the end of each reporting period approximates its fair value, based on discounting the estimated cash flows at the market rate.

11 INVENTORIES

	The Group	
	2013	**2012**
	$'mil	**$'mil**
Goods held for sale	15.7	14.3
Consumables, materials and supplies	51.8	41.2
Work in progress	3.1	2.4
	70.6	57.9

12 SUBSIDIARIES

	The Company	
	2013	**2012**
	$'mil	**$'mil**
Quoted equity shares, at cost	93.6	93.6
Unquoted equity shares, at cost	943.9	943.9
	1,037.5	1,037.5
Market value of quoted equity shares	596.5	637.7

Details of subsidiaries are included in Note 38(a).

13 ASSOCIATES

	The Group		The Company	
	2013	**2012**	**2013**	**2012**
	$'mil	**$'mil**	**$'mil**	**$'mil**
Unquoted equity shares, at cost	1.2	1.2	0.1	0.1
Add: Share of post-acquisition reserves	5.7	4.1	-	-
Provision for impairment	(0.7)	-	-	-
Net	6.2	5.3	0.1	0.1

(a) Details of significant associates are included in Note 38(b).

13 ASSOCIATES (CONT'D)

(b) Summarised financial information in respect of the Group's associates is set out below:

	The Group	
	2013	2012
	$'mil	$'mil
Total assets	18.0	13.6
Total liabilities	(6.3)	(5.2)
Net assets	11.7	8.4
Group's share of associates' net assets	5.7	4.0
Revenue	14.4	13.8
Profit for the year	8.2	7.6
Group's share of associates' profit	4.0	3.6

14 VEHICLES, PREMISES AND EQUIPMENT

	Buses $'mil	Leasehold bus depots $'mil	Leasehold land and buildings $'mil	Freehold land and buildings $'mil
The Group				
Cost:				
At 1 January 2012	2,060.9	94.4	313.3	188.5
Arising from acquisition of a subsidiary	0.3	-	-	-
Arising from disposal of subsidiaries	(47.0)	-	(0.4)	-
Additions	97.9	-	1.3	5.5
Disposals	(135.1)	(0.9)	(4.5)	-
Transfers from capital projects in progress	164.9	0.4	1.1	0.4
Exchange differences	(29.7)	-	(3.4)	(5.8)
At 31 December 2012	2,112.2	93.9	307.4	188.6
Arising from acquisition of subsidiaries	17.9	-	14.2	8.4
Arising from disposal of subsidiaries	(31.7)	-	(4.0)	-
Additions	80.1	-	1.8	0.2
Disposals	(149.8)	-	(13.3)	-
Reclassification	-	-	(2.4)	-
Transfers from capital projects in progress	176.1	1.6	-	-
Exchange differences	(24.5)	-	7.2	(12.4)
At 31 December 2013	2,180.3	95.5	310.9	184.8
Accumulated depreciation:				
At 1 January 2012	797.3	69.1	151.3	10.1
Depreciation	110.0	3.1	10.7	1.6
Arising from disposal of subsidiaries	(22.5)	-	(0.3)	-
Write-off on disposals	(130.2)	(0.9)	(4.3)	-
Exchange differences	(8.7)	-	(1.1)	(0.3)
At 31 December 2012	745.9	71.3	156.3	11.4
Depreciation	118.9	1.8	10.8	1.6
Arising from disposal of subsidiaries	(23.5)	-	(2.3)	-
Reclassification	-	-	0.5	(0.5)
Write-off on disposals	(96.1)	-	(4.6)	-
Exchange differences	(7.2)	-	1.9	0.3
At 31 December 2013	738.0	73.1	162.6	12.8
Provision for impairment:				
At 1 January 2012	0.1	-	-	-
Provision for the year	-	-	-	-
Write-off on disposals	-	-	-	-
At 31 December 2012	0.1	-	-	-
Provision for the year	-	-	-	-
At 31 December 2013	0.1	-	-	-
Carrying amount:				
At 31 December 2013	1,442.2	22.4	148.3	172.0
At 31 December 2012	1,366.2	22.6	151.1	177.2

Taxis and motor vehicles for rental $'mil	Computers and automated equipment $'mil	Workshop machinery, tools and equipment $'mil	Motor vehicles $'mil	Furniture, fittings and equipment $'mil	Capital projects in progress $'mil	Total $'mil
1,309.7	258.5	122.7	28.7	39.1	41.8	4,457.6
-	-	17.5	-	-	-	17.8
(12.9)	(0.3)	(0.4)	(0.6)	(0.6)	-	(62.2)
175.1	7.4	10.4	4.3	1.9	215.8	519.6
(126.7)	(8.2)	(2.9)	(2.6)	(1.2)	-	(282.1)
34.1	5.3	0.3	0.1	1.8	(208.4)	-
(11.8)	(1.7)	(1.4)	(0.6)	(0.5)	(0.1)	(55.0)
1,367.5	261.0	146.2	29.3	40.5	49.1	4,595.7
-	-	0.2	-	-	-	40.7
(1.3)	(0.3)	(0.7)	(1.0)	(3.4)	-	(42.4)
203.4	8.1	11.2	6.0	3.4	185.9	500.1
(110.4)	(53.7)	(2.9)	(4.4)	(1.5)	-	(336.0)
-	-	(0.8)	-	-	3.2	-
9.3	6.0	1.8	-	0.9	(195.7)	-
13.7	1.9	(17.2)	-	(0.3)	0.3	(31.3)
1,482.2	223.0	137.8	29.9	39.6	42.8	4,726.8
480.6	206.0	88.0	15.9	30.2	-	1,848.5
157.9	21.2	9.0	2.9	2.3	-	318.7
(8.7)	(0.2)	(0.3)	(0.4)	(0.5)	-	(32.9)
(89.5)	(6.6)	(2.7)	(2.3)	(1.2)	-	(237.7)
(5.3)	(1.1)	(0.8)	(0.2)	(0.3)	-	(17.8)
535.0	219.3	93.2	15.9	30.5	-	1,878.8
167.4	16.4	10.7	2.8	2.7	-	333.1
(0.6)	(0.2)	(0.7)	(0.5)	(1.5)	-	(29.3)
-	0.3	-	(0.1)	(0.2)	-	-
(93.0)	(52.5)	(2.5)	(3.2)	(1.6)	-	(253.5)
6.5	1.9	0.3	-	(0.3)	-	3.4
615.3	185.2	101.0	14.9	29.6	-	1,932.5
3.7	1.5	-	-	-	-	5.3
6.1	-	-	-	-	-	6.1
(1.1)	-	-	-	-	-	(1.1)
8.7	1.5	-	-	-	-	10.3
6.6	-	-	-	-	-	6.6
15.3	1.5	-	-	-	-	16.9
851.6	36.3	36.8	15.0	10.0	42.8	2,777.4
823.8	40.2	53.0	13.4	10.0	49.1	2,706.6

14 VEHICLES, PREMISES AND EQUIPMENT (CONT'D)

Buses of the Group with a total carrying amount of $373.8 million (2012 : $435.5 million) are either under finance lease arrangements or secured for bank loans as disclosed in Note 18.

During the financial year, the Group carried out a review of the recoverable amount of its taxis. The review led to a provision for impairment of $6.6 million (2012 : $6.1 million) that had been recognised in profit or loss. The recoverable amount of the taxis has been determined on the basis of their value in use.

	Leasehold bus depots $'mil	Leasehold buildings $'mil	Computers and automated equipment $'mil	Motor vehicles $'mil	Furniture, fittings and equipment $'mil	Total $'mil
The Company						
Cost:						
At 1 January 2012	7.6	52.1	4.3	0.3	7.3	71.6
Additions	-	0.1	0.2	-	0.1	0.4
Disposal	-	-	(0.4)	-	-	(0.4)
At 31 December 2012	7.6	52.2	4.1	0.3	7.4	71.6
Additions	-	0.1	0.6	0.4	0.5	1.6
Disposal	-	-	-	(0.3)	(0.1)	(0.4)
At 31 December 2013	7.6	52.3	4.7	0.4	7.8	72.8
Accumulated depreciation:						
At 1 January 2012	7.6	38.6	3.6	0.2	6.1	56.1
Depreciation	-	1.7	0.3	-	0.3	2.3
Disposal	-	-	(0.4)	-	-	(0.4)
At 31 December 2012	7.6	40.3	3.5	0.2	6.4	58.0
Depreciation	-	1.7	0.3	0.1	0.3	2.4
Disposal	-	-	-	(0.3)	-	(0.3)
At 31 December 2013	7.6	42.0	3.8	-	6.7	60.1
Carrying amount:						
At 31 December 2013	-	10.3	0.9	0.4	1.1	12.7
At 31 December 2012	-	11.9	0.6	0.1	1.0	13.6

15 TAXI LICENCES AND BUS OPERATING RIGHTS

	The Group	
	2013	2012
	$'mil	$'mil
Cost:		
At beginning of year	429.2	439.3
Additions	2.2	7.5
Arising from acquisition of a subsidiary	35.5	18.9
Arising from disposal of a subsidiary	(6.5)	(19.1)
Exchange differences	(4.0)	(17.4)
At end of year	456.4	429.2
Accumulated amortisation:		
At beginning of year	36.0	32.1
Amortisation for the year	4.3	4.3
Disposal	(0.6)	-
Exchange differences	3.4	(0.4)
At end of year	43.1	36.0
Carrying amount:		
At end of year	413.3	393.2
At beginning of year	393.2	407.2

Of the carrying amount of $413.3 million (2012 : $393.2 million) is $194.1 million (2012 : $177.2 million) of bus operating rights and $174.2 million (2012 : $161.6 million) of taxi licences with indefinite lives as follows:

	The Group	
	2013	2012
	$'mil	$'mil
Bus operating rights:		
Australia	184.5	168.1
United Kingdom	9.6	9.1
	194.1	177.2
Taxi licences:		
China	174.2	161.6
Total	368.3	338.8

The remaining balance of $45.0 million (2012 : $54.4 million) relates to the taxi licences in China with finite useful lives over which the assets are amortised. The amortisation period for these taxi licences ranges from 8 years to 30 years.

16 GOODWILL

	The Group	
	2013	2012
	$'mil	$'mil
Cost:		
At beginning of year	176.0	145.7
Adjustment/Arising from acquisition of subsidiaries	100.7	33.2
Exchange differences	(2.9)	(2.9)
At end of year	273.8	176.0

Goodwill acquired in a business combination is allocated at acquisition, to the cash-generating units ("CGUs") that are expected to benefit from that business combination.

The carrying amount of goodwill of $273.8 million (2012 : $176.0 million) is allocated to the bus business in Australia of $95.2 million (2012 : $105.6 million) and the United Kingdom of $119.4 million (2012 : $23.2 million); taxi business in Australia of $26.0 million (2012 : $14.2 million), China of $2.9 million (2012 : $2.9 million), the United Kingdom of $4.5 million (2012 : $4.3 million) and Vietnam of $0.9 million (2012 : $0.9 million). In Singapore, the carrying amount of goodwill of $9.4 million (2012 : $9.4 million) and $10.5 million (2012 : $10.5 million) is allocated to the bus and inspection and testing businesses respectively. The remaining balance of $5.0 million (2012 : $5.0 million) is allocated to vehicle leasing business in Malaysia of $1.4 million (2012 : $1.4 million), inspection and testing business in China of $3.0 million (2012 : $3.0 million) and driving centre business in China of $0.6 million (2012 : $0.6 million).

17 DEFERRED TAX ASSETS/LIABILITIES

	The Group		The Company	
	2013	2012	2013	2012
	$'mil	$'mil	$'mil	$'mil
Deferred tax assets	8.4	3.9	-	-
Deferred tax liabilities	(204.1)	(193.1)	(2.8)	(0.3)
Net	(195.7)	(189.2)	(2.8)	(0.3)
At beginning of year	(189.2)	(184.4)	(0.3)	(0.3)
Acquisition of subsidiaries	0.1	-	-	-
Disposal of subsidiaries	1.3	(1.3)	-	-
Charge to profit or loss (Note 29)	(13.4)	(2.4)	(2.5)	-
Over (Under) provision in prior years (Note 29)	0.4	(1.5)	-	-
Changes in tax rate	1.4	0.5	-	-
Arising from movement in other comprehensive income statement	(0.2)	(1.6)	-	-
Exchange differences	3.9	1.5	-	-
At end of year	(195.7)	(189.2)	(2.8)	(0.3)

17 DEFERRED TAX ASSETS/LIABILITIES (CONT'D)

The balances in the accounts comprise the tax effects of:

	The Group		The Company	
	2013	**2012**	**2013**	**2012**
	$'mil	**$'mil**	**$'mil**	**$'mil**
Deferred tax assets				
Excess of book over tax depreciation	0.1	0.1	-	-
Provisions	3.8	3.7	-	-
Tax losses	4.5	0.1	-	-
	8.4	3.9	-	-
Deferred tax liabilities				
Accelerated tax depreciation	(236.9)	(224.1)	(1.8)	(0.3)
Other items	32.8	31.0	(1.0)	-
	(204.1)	(193.1)	(2.8)	(0.3)
Net	(195.7)	(189.2)	(2.8)	(0.3)

18 BORROWINGS

	The Group	
	2013	**2012**
	$'mil	**$'mil**
Borrowings comprise of the following:		
(a) Short-term loans	150.2	8.6
(b) Long-term loans	241.3	216.5
(c) Medium Term Notes	250.0	250.0
(d) Finance lease obligations	166.4	228.5
	807.9	703.6
Analysed as:		
Current	218.4	76.6
Non-current	589.5	627.0
Total	807.9	703.6

18 BORROWINGS (CONT'D)

(a) Short-term loans

	The Group 2013 $'mil	The Group 2012 $'mil
Bank loans - unsecured	150.1	8.5
Loan from a non-controlling shareholder of a subsidiary - unsecured	0.1	0.1
	150.2	8.6

(i) Of the $150.1 million (2012 : $8.5 million) unsecured bank loans, $147.9 million (2012 : nil) bear floating interest at rates ranging from 0.40% to 9.60% (2012 : nil) per annum and the remaining $2.2 million (2012 : $8.5 million) bear fixed interest at rates ranging from 5.45% to 6.00% (2012 : 5.07% to 6.89%) per annum.

(ii) The $0.1 million (2012 : $0.1 million) loan from a non-controlling shareholder of a subsidiary is interest-free (2012 : interest-free).

(b) Long-term loans

	The Group 2013 $'mil	The Group 2012 $'mil
Bank loans - secured	142.2	166.3
Bank loans - unsecured	0.3	2.2
Loan from a non-controlling shareholder of a subsidiary - unsecured	21.2	19.8
Loan from an external party - secured	77.6	28.2
Total	241.3	216.5
Less: Amount due for settlement within 12 months (shown as current liabilities):		
Bank loans - secured	(34.6)	(33.5)
Bank loans - unsecured	-	(1.5)
Loan from an external party - secured	(5.0)	(1.2)
Total	(39.6)	(36.2)
Amount due for settlement after 12 months	201.7	180.3

	The Group 2013 $'mil	The Group 2012 $'mil
The borrowings are repayable as follows:		
On demand or within one year	39.6	36.2
In the second year	85.8	35.7
In the third year	9.2	88.5
In the fourth year	14.0	1.7
In the fifth year	19.5	14.2
After five years	73.2	40.2
	241.3	216.5

18 BORROWINGS (CONT'D)

(i) The $142.2 million (2012 : $166.3 million) secured bank loans are secured on buses, taxis and motor vehicles (see Note 14). Of the $142.2 million secured bank loans, $76.5 million (2012 : $90.7 million) bear fixed interest at rates ranging from 6.88% to 7.62% (2012 : 6.88% to 7.62%) per annum and the remaining $65.7 million (2012 : $75.6 million) bear floating interest at rates ranging from 1.95% to 3.95% (2012 : 1.96% to 5.11%) per annum.

(ii) The $0.3 million (2012 : $2.2 million) unsecured bank loan bears fixed interest at rate of 6.65% (2012 : 6.65% to 8.68%) per annum. In 2013, a $1.5 million unsecured bank loan has been fully repaid.

(iii) The $21.2 million (2012 : $19.8 million) unsecured loan from a non-controlling shareholder of a subsidiary bears floating interest at rate of 4.21% (2012 : 4.97%, 5.00% and interest-free) per annum. In 2013, a $0.6 million unsecured and interest-free loan from a non-controlling shareholder of a subsidiary has been fully repaid.

(iv) The $77.6 million (2012 : $28.2 million) loan from an external party is secured over buses and related accessories acquired by a subsidiary under the Bus Service Enhancement Program. As at the end of the reporting period, the carrying amounts of the vehicles pledged amounted to $70.1 million (2012 : $17.1 million). The loan bears an interest rate of 6% per annum for the first 5 years and is payable to the extent of the financing subsidy made available to the subsidiary.

(v) The fair values of the Group's long term loans approximate their carrying amount.

(c) Medium Term Notes

	The Group	
	2013	**2012**
	$'mil	**$'mil**
Medium Term Notes - unsecured	250.0	250.0

(i) In 2012, a subsidiary issued $150.0 million 5-year fixed rate unsecured Series 002 notes due in September 2017. The notes bear an interest rate of 1.80% per annum payable on a semi-annual basis. The same subsidiary issued $100.0 million 5-year fixed rate unsecured Series 001 notes due in October 2015 in 2010. The notes bear an interest rate of 1.95% per annum payable on a semi-annual basis.

(ii) The fair value of the Group's Medium Term Notes approximate their carrying amount.

18 BORROWINGS (CONT'D)

(d) Finance lease obligations

	The Group			
	Minimum lease payments		Present value of minimum lease payments	
	2013 $'mil	2012 $'mil	2013 $'mil	2012 $'mil
Amounts payable under finance leases:				
Within one year	36.4	41.4	28.6	31.8
Within the second to fifth year inclusive	110.1	146.0	88.7	109.1
After five years	57.7	97.8	49.1	87.6
	204.2	285.2	166.4	228.5
Less: Future finance charges	(37.8)	(56.7)	NA	NA
Present value of finance lease obligations	166.4	228.5	166.4	228.5
Amount due for settlement within 12 months (shown under current liabilities)			(28.6)	(31.8)
Amount due for settlement after 12 months			137.8	196.7

It is the Group's policy to lease certain of its buses under finance leases. The lease terms range from 8 to 15 years (2012 : 8 to 15 years). For the year ended 31 December 2013, the effective borrowing rate varies from 0.92% to 8.44% (2012 : 0.92% to 8.44%) per annum. All leases are on a fixed repayment basis and no arrangements have been entered into for contingent rental payments.

All lease obligations are denominated in the respective entities' functional currencies.

The fair value of the Group's lease obligations approximates their carrying amount.

The Group's obligations under finance leases are secured by the lessors' title to the leased assets (see Note 14).

19 TRADE AND OTHER PAYABLES

	The Group		The Company	
	2013 $'mil	2012 $'mil	2013 $'mil	2012 $'mil
Outside parties	208.3	200.7	0.9	2.7
Accruals	338.5	288.7	28.8	16.5
Deposits received - current [Note 23(a)]	58.6	56.2	1.0	0.9
Deferred income from customers - current [Note 23(b)]	32.5	58.4	-	-
Associates (non-trade)	6.9	2.5	6.9	2.5
Others	4.5	8.0	0.1	0.2
Total	649.3	614.5	37.7	22.8

The credit period on purchases of goods and services ranges from 7 days to 120 days (2012 : 7 days to 120 days). The Group has financial risk management policies in place to ensure that all payables are within the credit time frame.

Trade payables and accruals principally comprise amounts outstanding for trade purchases and ongoing costs.

The Group's and the Company's trade and other payables that are not denominated in the functional currencies of the respective entities are as follows:

19 TRADE AND OTHER PAYABLES (CONT'D)

	The Group		The Company	
	2013	2012	2013	2012
	$'mil	$'mil	$'mil	$'mil
USD	33.7	31.2	-	-
Others	3.1	3.6	-	-

20 DEFERRED GRANTS

	The Group	
	2013	2012
	$'mil	$'mil
Deferred grants	306.2	368.2
Analysed as:		
Current	17.7	20.3
Non-current	288.5	347.9
Total	306.2	368.2

The deferred grants relates largely to the net present value of the grant income from the transport regulators in Australia for the acquisition of new buses.

21 DUE TO SUBSIDIARIES

	The Company	
	2013	2012
	$'mil	$'mil
Due to subsidiaries	476.3	474.9

Of the amount of $476.3 million (2012 : $474.9 million) due to subsidiaries, $370.0 million (2012 : $368.6 million) represent funds under central pooling which bear variable interest at rates ranging from 0.24% to 0.86% (2012 : 0.3% to 2.7%) per annum are unsecured and repayable on demand. The remaining balance of $106.3 million (2012 : $106.3 million) is interest-free, unsecured and repayable on demand.

22 INSURANCE PREMIUMS PAYABLE AND PROVISION FOR ACCIDENT CLAIMS

	The Group	
	2013 $'mil	2012 $'mil
At beginning of year	84.6	85.7
Charges	77.7	72.7
Payments	(79.0)	(73.5)
Exchange differences	1.2	(0.3)
At end of year	84.5	84.6

The balance comprises provision for:

	2013 $'mil	2012 $'mil
Insurance premiums	18.7	22.0
Accident claims	65.8	62.6
	84.5	84.6

The insurance premiums payable and provision for accident claims represent the estimated amount which certain subsidiaries will have to pay to outside parties for insurance premium and accidents claim involving the Group's vehicles (Note 3).

23 OTHER LIABILITIES

	The Group		The Company	
	2013 $'mil	2012 $'mil	2013 $'mil	2012 $'mil
Other liabilities comprised:				
a) Deposits received	91.2	80.8	-	-
b) Deferred income from customers	1.0	1.3	-	-
c) Provision for service benefits and long service awards	15.8	17.9	0.1	0.1
d) Retirement benefits obligations	17.6	15.4	-	-
	125.6	115.4	0.1	0.1

(a) Deposits received

	The Group	
	2013 $'mil	2012 $'mil
Deposits received from taxi hirers	149.8	137.0
Less: Due within 12 months (Note 19)	(58.6)	(56.2)
Due after 12 months	91.2	80.8

Deposits received from taxi hirers are repayable on demand upon termination of the taxi hire agreement. Deposits that are not expected to be repaid within the next twelve months after the reporting period based on past trend of termination of taxi hire agreements are presented as a non-current liability. The carrying amount of the deposits approximates their fair value.

23 OTHER LIABILITIES (CONT'D)

(b) Deferred income

	The Group 2013 $'mil	The Group 2012 $'mil
Deferred income received from customers	33.5	59.7
Less: Due within 12 months (Note 19)	(32.5)	(58.4)
Due after 12 months	1.0	1.3

(c) Provision for service benefits and long service awards

	The Group		The Company	
	2013 $'mil	2012 $'mil	2013 $'mil	2012 $'mil
At beginning of year	17.9	16.0	0.1	0.1
(Reversal) Charges	(1.1)	3.4	-	-
Payments	(0.5)	(1.1)	-	-
Exchange differences	(0.5)	(0.4)	-	-
At end of year	15.8	17.9	0.1	0.1

(d) Retirement benefits obligations

A subsidiary provides pension arrangement to its employees through two defined benefit pension schemes, namely the Metroline Pension Scheme and the Metroline London Northern Pension Scheme (the "Pension Schemes"). In 2007, the employees of the Pension Schemes were transferred to a defined contribution pension scheme and the Pension Schemes ceased active accrual of benefits.

	The Group 2013 $'mil	The Group 2012 $'mil
Reconciliation of the assets and liabilities recognised in the statement of financial position		
Present value of defined benefit obligations that are wholly or partly funded	131.2	111.6
Fair value of plan assets at end of year	(113.6)	(96.2)
Net liability recognised at end of year	17.6	15.4

24 SHARE CAPITAL

	The Group and The Company			
	2013	2012	2013	2012
	Number of ordinary shares (million)		$'mil	$'mil
Issued and paid-up:				
At beginning of year	2,102.0	2,091.0	585.1	568.6
Exercise of share options	23.5	11.0	37.6	16.5
At end of year	2,125.5	2,102.0	622.7	585.1

Details of the outstanding share options of the Company as at the end of the financial year are set out in paragraph 5 of the Report of the Directors and in Note 27(e).

Fully paid ordinary shares, which have no par value, carry one vote per share and carry a right to dividends.

25 OTHER RESERVES

	The Group		The Company	
	2013	2012	2013	2012
	$'mil	$'mil	$'mil	$'mil
Retirement benefit reserve:				
At beginning of year	(37.5)	(40.1)	-	-
Actuarial adjustment on defined benefit plans	(3.4)	2.6	-	-
At end of year	(40.9)	(37.5)	-	-
Merger reserve:				
At beginning and end of year	31.4	31.4	31.4	31.4
Others:				
At beginning of year	20.2	20.3	(22.9)	(19.5)
Fair value gain on cash flow hedges	1.4	0.4	-	-
Fair value loss on available-for-sale investments	0.9	(3.1)	(9.8)	(2.8)
Recognition of share-based payments	0.6	1.3	0.6	1.3
Exercise of share options	(3.1)	(1.4)	(3.1)	(1.4)
Transfer from (to) accumulated profits	1.6	2.8	(0.4)	(0.5)
Others	(1.6)	(0.1)	-	-
At end of year	20.0	20.2	(35.6)	(22.9)
Net	10.5	14.1	(4.2)	8.5

Merger reserve represents the difference between the fair value of the share capital of the combining entities in a combination involving entities under common control at the date on which it was acquired by the Group and the fair value of the share capital issued as consideration of the acquisition.

Others comprise mainly statutory reserves in compliance with local regulations, investment revaluation reserve, hedging reserve and share option reserve.

26 REVENUE

	The Group	
	2013	2012
	$'mil	$'mil
Rendering of services	3,747.7	3,545.3

27 STAFF COSTS

(a) Directors' remuneration (included in staff costs)

The remuneration of the Managing Director/Group Chief Executive Officer is determined by the Remuneration Committee having regard to the performance of the individual and the Group, as follows:

	The Group			
	Salary	Bonus	Others	Total compensation
Remuneration band	%	%	%	%
2013				
$1,750,000 - $1,999,999				
Kua Hong Pak	55.4	43.6	1.0	100
2012				
$1,750,000 - $1,999,999				
Kua Hong Pak	55.4	43.7	0.9	100

The remuneration of one (2012 : one) non-executive Director is between $250,000 and $500,000 and comprised entirely of Directors' fees (Note 30).

The remuneration of all the other non-executive Directors is below $250,000 and comprised entirely of Directors' fees (Note 30).

27 STAFF COSTS (CONT'D)

(b) Key executives' remuneration (included in staff costs)

The remuneration of the key executives are determined by the Remuneration Committee having regard to the performance of the individuals and the Group, as follows:

	The Group			
Remuneration band	**Salary %**	**Bonus %**	**Others %**	**Total compensation %**
2013				
$750,000 - $999,999 No. of executives: 4	48.4	47.5	4.1	100
$500,000 - $749,999 No. of executives: 2	48.3	46.3	5.4	100
$250,000 - $499,999 No. of executives: 10	54.1	39.3	6.6	100
2012				
$750,000 - $999,999 No. of executives: 2	48.6	46.4	5.0	100
$500,000 - $749,999 No. of executives: 4	49.1	46.2	4.7	100
$250,000 - $499,999 No. of executives: 13	54.0	38.3	7.7	100

The Code of Corporate Governance 2012 recommends the disclosure of the remuneration of Directors and the Group's top five key executives. The Board had considered this matter carefully and has decided against such disclosure. Given the wage disparities in the industry and the likely competitive pressures resulting from such disclosures, it is felt that the disadvantages of disclosure will outweigh the benefits.

(c) The remuneration of the Directors and key executives comprises mainly of short-term benefits amounting to $11.5 million (2012 : $12.0 million).

	The Group	
	2013 $'mil	**2012 $'mil**
(d) Cost of defined contribution plan (included in staff costs)	117.6	107.0

The employees of the Company and some of the subsidiaries are members of a defined contribution retirement scheme. The Company and these subsidiaries are required to contribute a specified percentage of their payroll costs to the retirement scheme to fund the benefits. The only obligation of the Company and these subsidiaries with respect to the scheme is to make the specified contributions.

27 STAFF COSTS (CONT'D)

(e) Share-based payments (included in staff costs)

Share option scheme

The Company and certain subsidiaries have share option schemes for certain employees and Directors of the respective companies. The scheme is administered by the Remuneration Committees of the respective companies. Information on the share option plans is disclosed in paragraph 5 to the Report of the Directors. Options are exercisable at a subscription price determined with reference to the market price of the shares at the time of grant of the options. The vesting period is 1 year. If the options remain unexercised after a period of 10 years (5 years for non-executive Directors) from the date of the grant, the options expire. Options granted will lapse when the option holder ceases to be a full-time employee or a Director of the Group, subject to certain exceptions at the discretion of the Remuneration Committee.

Details of the share options outstanding during the year are as follows:

(i) The Company

	2013		2012	
	Number of share options	Weighted average exercise price $	Number of share options	Weighted average exercise price $
Outstanding at the beginning of the year	70,178,500	1.54	68,433,000	1.54
Granted during the year	-	-	17,585,000	1.48
Cancelled/Lapsed during the year	(1,180,000)	1.86	(4,855,000)	1.69
Exercised during the year	(23,513,500)	1.47	(10,984,500)	1.38
Outstanding at the end of the year	45,485,000	1.57	70,178,500	1.54
Exercisable at the end of the year	45,485,000	1.57	53,293,500	1.56

The weighted average share price at the date of exercise for share options exercised during the year was $1.91 (2012 : $1.67). The options outstanding at the end of the year have an average remaining contractual life of 5.4 years (2012 : 6.4 years).

No share options were granted during the year. In 2012, the estimated fair value of the options granted on 20 June 2012 was $0.075 each.

These fair values were calculated using the Black-Scholes pricing model. The inputs into the model were as follows:

	2013	2012
Prevailing share price at date of grant ($)	-	1.48
Exercise price ($)	-	1.48
Expected volatility (%)	-	15.29
Expected life (years)	-	2.94
Risk free rate (%)	-	0.62
Expected dividend yield (%)	-	5.70

In 2012, expected volatility was determined by calculating the historical volatility of the Company's share price over the previous 5 years. The expected life used in the model has been adjusted, based on Management's best estimate, for the effects of non-transferability, exercise restrictions and behavioural considerations.

27 STAFF COSTS (CONT'D)

(ii) SBS Transit Ltd

	2013		2012	
	Number of share options	Weighted average exercise price $	Number of share options	Weighted average exercise price $
Outstanding at the beginning of the year	7,306,250	2.27	8,723,750	2.34
Cancelled/Lapsed during the year	(1,132,500)	2.18	(1,417,500)	2.70
Outstanding at the end of the year	6,173,750	2.29	7,306,250	2.27
Exercisable at the end of the year	6,173,750	2.29	7,306,250	2.27

No options were exercised in 2013 and 2012.

The options outstanding at the end of the year have a weighted average remaining contractual life of 3.5 years (2012 : 4.2 years).

(iii) VICOM Ltd

	2013		2012	
	Number of share options	Weighted average exercise price $	Number of share options	Weighted average exercise price $
Outstanding at the beginning of the year	415,000	2.42	779,000	2.25
Exercised during the year	(272,000)	2.42	(364,000)	2.06
Outstanding at the end of the year	143,000	2.41	415,000	2.42
Exercisable at the end of the year	143,000	2.41	415,000	2.42

The weighted average share price at the date of exercise for share options exercised during the year was $4.95 (2012 : $4.15). The options outstanding at the end of the year have an average remaining contractual life of 6.0 years (2012 : 6.9 years).

(iv) The Group recognised total expense of $0.6 million (2012 : $1.3 million) related to share-based payment transactions (included in staff costs) during the year.

28 FINANCE COSTS

	The Group	
	2013 $'mil	2012 $'mil
Interest expense on:		
Loans and Medium Term Notes	17.2	18.7
Finance leases	10.2	12.7
Total	27.4	31.4

29 TAXATION

	The Group	
	2013	2012
	$'mil	$'mil
Taxation charge comprises:		
Taxation charge in respect of profit for the financial year:		
Current taxation	78.1	84.8
Deferred taxation relating to the origination and reversal of temporary differences (Note 17)	13.4	2.4
	91.5	87.2
Effect of change in tax rate	(1.4)	(0.5)
Adjustments in respect of (over) under provision in prior years:		
Current taxation	(2.7)	(2.7)
Deferred taxation (Note 17)	(0.4)	1.5
	87.0	85.5

Domestic income tax is calculated at 17% (2012 : 17%) of the estimated assessable profit for the year. Taxation for overseas subsidiaries are calculated at the rates prevailing for the respective jurisdictions.

The total charge for the year can be reconciled to the accounting profit as follows:

	The Group	
	2013	2012
	$'mil	$'mil
Profit before taxation	414.3	396.0
Income tax expense calculated at 17% (2012 : 17%)	70.4	67.3
Effect of expenses that are not deductible in determining taxable profit	3.6	2.4
Effect of change in tax rate	(1.4)	(0.5)
Effect of previously unrecognised and unused tax benefits	0.2	(0.2)
Effect of different tax rates of subsidiaries operating in other jurisdictions	18.6	17.6
Tax rebates	(0.1)	-
Tax effect of share of results of associate	(0.7)	(0.7)
Over provision in prior years	(3.1)	(1.2)
Other items	(0.5)	0.8
	87.0	85.5

Subject to agreement with the relevant tax authorities, certain subsidiaries have tax losses that are not recognised amounting to $3.1 million (2012 : $2.0 million) and the resultant deferred tax benefits of $0.8 million (2012 : $0.5 million). These future income tax benefits in respect of unutilised tax losses are available for an unlimited future period only if the respective subsidiaries derive future assessable income of a nature and of sufficient amounts to enable the benefits to be realised and the conditions for deductibility imposed by law, including the retention of majority shareholders, as defined, are complied with. No deferred tax asset has been recognised due to the unpredictability of future profit streams of these subsidiaries.

30 PROFIT AFTER TAXATION

Profit after taxation is arrived at after charging:

	The Group	
	2013	2012
	$'mil	$'mil
Amortisation of taxi and other licences	4.3	4.3
Depreciation expense	333.1	318.7
Provision for impairment on vehicles and automated equipment (included in other operating expenses)	6.6	6.1
Net (gain) loss on disposal of vehicles	(2.7)	0.3
Directors' fees	1.0	1.0
Equipment written off	0.5	-
Audit fees:		
Auditors of the Company	0.5	0.5
Other auditors	0.7	0.7
Non-audit fees:		
Auditors of the Company	0.3	0.3

Included in profit after taxation is legal fees of $26,000 (2012 : $16,000) paid to a firm of which a Director is a partner.

31 EARNINGS PER SHARE

Earnings per share is calculated by dividing the Group's net profit attributable to shareholders of the Company for the year by the weighted average number of ordinary shares in issue during the financial year as follows:

	2013	2012
Net profit attributable to shareholders of the Company ($'mil)	263.2	248.9
Weighted average number of ordinary shares in issue (million)	2,116.7	2,093.8
Basic earnings per share (in cents)	12.43	11.89

For the purpose of calculating the diluted earnings per ordinary share, the weighted average number of ordinary shares in issue is adjusted to take into account the dilutive effect arising from share options.

	2013	2012
Net profit attributable to shareholders of the Company ($'mil)	263.2	248.9
Weighted average number of ordinary shares in issue (million)	2,116.7	2,093.8
Adjustments for share options (million)	9.3	4.8
Weighted average number of ordinary shares for the purpose of diluted earnings per share (million)	2,126.0	2,098.6
Diluted earnings per share (in cents)	12.38	11.86

32 SEGMENT INFORMATION

Information reported to the Group's chief operating decision maker for the purposes of resource allocation and assessment of segment performance is organised on a world-wide basis into 8 major operating divisions:

a) Bus : Income is generated through bus fare collections, contracted revenue for operation of scheduled services, provision of coach rental services and ancillary advertisement income.

b) Bus station : Income is generated mainly through commission income from fare collection.

c) Rail : Income is generated through rail fare collection and ancillary advertisement income.

d) Taxi : Income is generated through renting out taxis, operating taxi bureau services and ancillary advertisement income.

e) Automotive engineering services : Income is generated through provision of vehicular maintenance and repair services, construction of specialised vehicles, assembly of bus bodies, crash repair services, engineering services, sales of diesel and sale of motor vehicles.

f) Inspection and testing services : Income is generated through the provision of motor vehicle inspection services and provision of non-vehicle testing, inspection and consultancy services.

g) Car rental and leasing : Income is generated through renting and leasing of cars.

h) Driving centre : Income is generated through operating driving schools.

Segment revenue and expense: Segment revenue and expense are the operating revenue and expense reported in the Group's income statement that are directly attributable to a segment and the relevant portion of such revenue and expense that can be allocated on a reasonable basis to a segment.

Segment assets and liabilities: Segment assets include all operating assets used by a segment and consist principally of short-term deposits and bank balances, investments, operating receivables, finance lease receivables, inventories, taxi licences and bus operating rights, goodwill, and vehicles, premises and equipment, net of allowances and provisions. Capital additions include the total cost incurred to acquire vehicles, premises and equipment, and intangible assets directly attributable to the segment. Segment liabilities include all operating liabilities and consist principally of trade payables, accruals, deferred grants, deposits, provisions and borrowings.

Inter-segment transfers: Segment revenue and expenses include transfers between business segments. Inter-segment sales are based on prices as determined between the parties. These transfers are eliminated on consolidation.

32 SEGMENT INFORMATION (CONT'D)

(i) Business Segments

	Bus $'mil	Bus station $'mil	Rail $'mil
Financial Year 2013			
REVENUE			
External sales	1,861.1	28.6	164.7
Inter-segment sales	2.4	-	-
TOTAL	1,863.5	28.6	164.7
RESULT			
Operating profit	157.4	12.4	4.8
Net income from investments			
Finance costs			
Share of profit in associates			
Profit before taxation			
Taxation			
Profit after taxation			
Non-controlling interests			
Profit attributable to shareholders of the Company			
OTHER INFORMATION			
Additions to vehicles, premises and equipment	308.1	1.1	8.6
Additions to taxi and other licences	35.5	-	-
Additions to goodwill	88.9	-	-
Depreciation expense	135.4	1.8	1.8
Amortisation expense	-	-	-
Provision for impairment loss recognised in income statement	-	-	-
STATEMENT OF FINANCIAL POSITION			
ASSETS			
Segment assets	2,379.8	20.9	58.0
Goodwill	223.6	-	-
Associates			
Cash, fixed deposits, equities and bonds			
Deferred tax assets			
Consolidated total assets			
LIABILITIES			
Segment liabilities	742.9	24.0	43.9
Borrowings			
Income tax payable			
Deferred tax liabilities			
Consolidated total liabilities			

Taxi $'mil	Automotive engineering services $'mil	Inspection and testing services $'mil	Car rental and leasing $'mil	Driving centre $'mil	Elimination $'mil	Total $'mil
1,197.9	316.5	105.7	35.2	38.0	-	3,747.7
-	109.0	2.9	0.2	0.1	(114.6)	-
1,197.9	425.5	108.6	35.4	38.1	(114.6)	3,747.7
146.2	52.7	35.2	9.1	8.5	-	426.3
						11.4
						(27.4)
						4.0
						414.3
						(87.0)
						327.3
						(64.1)
						263.2
205.5	1.5	4.2	17.0	3.9	-	549.9
2.2	-	-	-	-	-	37.7
-	-	-	-	-	-	88.9
173.7	2.4	6.1	9.7	2.2	-	333.1
4.3	-	-	-	-	-	4.3
6.6	-	-	-	-	-	6.6
1,188.7	75.2	69.7	74.1	30.0	-	3,896.4
34.6	0.1	13.5	1.5	0.5	-	273.8
						6.2
						899.9
						8.4
						5,084.7
315.7	51.3	20.9	9.6	13.0	-	1,221.3
						807.9
						56.9
						204.1
						2,290.2

32 SEGMENT INFORMATION (CONT'D)

	Bus $'mil	Bus station $'mil	Rail $'mil
Financial Year 2012			
REVENUE			
External sales	1,710.4	25.7	153.2
Inter-segment sales	2.1	-	-
TOTAL	1,712.5	25.7	153.2
RESULT			
Operating profit	144.6	11.4	14.3
Net income from investments			
Finance costs			
Share of profit in associates			
Profit before taxation			
Taxation			
Profit after taxation			
Non-controlling interests			
Profit attributable to shareholders of the Company			
OTHER INFORMATION			
Additions to vehicles, premises and equipment	301.5	0.6	0.3
Additions to taxi and other licences	18.9	-	-
Additions to goodwill	33.2	-	-
Depreciation expense	130.5	1.9	1.4
Amortisation expense	0.1	-	-
Provision for impairment loss recognised in income statement	-	-	-
STATEMENT OF FINANCIAL POSITION			
ASSETS			
Segment assets	2,414.0	21.0	38.2
Goodwill	137.9	-	-
Associates			
Cash, fixed deposits, equities and bonds			
Deferred tax assets			
Consolidated total assets			
LIABILITIES			
Segment liabilities	808.2	22.4	28.7
Borrowings			
Income tax payable			
Deferred tax liabilities			
Consolidated total liabilities			

	Taxi $'mil	Automotive engineering services $'mil	Inspection and testing services $'mil	Car rental and leasing $'mil	Driving centre $'mil	Elimination $'mil	Total $'mil
	1,129.8	354.9	97.8	35.5	38.0	-	3,545.3
	-	98.7	2.6	0.2	0.2	(103.8)	-
	1,129.8	453.6	100.4	35.7	38.2	(103.8)	3,545.3
	141.1	51.2	32.6	8.9	8.2	-	412.3
							11.5
							(31.4)
							3.6
							396.0
							(85.5)
							310.5
							(61.6)
							248.9
	211.4	1.4	4.8	14.4	3.0	-	537.4
	7.5	-	-	-	-	-	26.4
	-	-	-	-	-	-	33.2
	164.7	2.5	6.1	9.3	2.3	-	318.7
	4.2	-	-	-	-	-	4.3
	6.1	-	-	-	-	-	6.1
	1,160.2	68.7	69.0	80.1	32.3	-	3,883.5
	22.5	0.1	13.5	1.5	0.5	-	176.0
							5.3
							777.1
							3.9
							4,845.8
	295.2	51.5	20.7	9.2	13.7	-	1,249.6
							703.6
							62.5
							193.1
							2,208.8

32 SEGMENT INFORMATION (CONT'D)

(ii) Geographical Segments

	Revenue		Non-current assets*		Additions to non-current assets*	
	2013 $'mil	2012 $'mil	2013 $'mil	2012 $'mil	2013 $'mil	2012 $'mil
Geographical Location						
Singapore	2,229.8	2,103.5	1,791.3	1,649.8	375.8	364.8
United Kingdom/Ireland	802.3	680.6	459.2	308.9	166.6	67.7
Australia	485.0	492.2	816.9	903.7	94.9	109.0
China	220.1	259.5	377.6	398.3	32.0	51.1
Vietnam	6.3	6.1	13.1	9.3	5.4	2.2
Malaysia	4.2	3.4	6.4	5.8	1.8	2.2
Total	3,747.7	3,545.3	3,464.5	3,275.8	676.5	597.0

* Comprising vehicles, premises, equipment, taxi licences, bus operating rights and goodwill.

33 COMMITMENTS

As at 31 December 2013, the Group has the following commitments:

Capital commitments contracted for but not provided for in the financial statements:

	The Group	
	2013 $'mil	2012 $'mil
Purchase of equipment	11.3	6.3
Purchase of buses, taxis and motor vehicles	306.2	487.8
Purchase of computer systems	5.0	3.7
Development of bus depots and properties	0.6	0.4
	323.1	498.2

34 OPERATING LEASE ARRANGEMENTS

The Group as lessee

	The Group	
	2013 $'mil	2012 $'mil
Minimum lease payment under operating leases recognised as expense in the year	27.8	27.9

34 OPERATING LEASE ARRANGEMENTS (CONT'D)

At the end of the reporting period, commitments in respect of non-cancellable operating leases for the rental of premises were as follows:

	The Group		The Company	
	2013	**2012**	**2013**	**2012**
	$'mil	**$'mil**	**$'mil**	**$'mil**
Within one year	24.5	20.3	2.8	2.6
In the second to fifth year inclusive	61.0	51.5	11.4	12.8
After five years	95.8	86.7	2.4	2.1
Total	181.3	158.5	16.6	17.5

Leases are negotiated for average terms ranging from 1 year to 30 years and rental is fixed ranging from 1 year to 30 years.

The Group as lessor

The Group rents out certain of its properties and vehicles in Singapore, United Kingdom and China under operating leases. Rental income earned during the year was $206.6 million (2012 : $184.8 million).

At the end of the reporting period, the Group has contracted with counter-parties for the following future minimum lease payments:

	The Group	
	2013	**2012**
	$'mil	**$'mil**
Within one year	193.7	172.6
In the second to fifth year inclusive	507.3	459.3
After five years	52.7	39.6
Total	753.7	671.5

35 FINANCIAL INSTRUMENTS, FINANCIAL RISKS AND CAPITAL RISKS MANAGEMENT

(a) Financial risk management policies and objectives

The main areas of financial risk faced by the Group are foreign exchange rate risk, interest rate risk, credit risk, liquidity risk and fuel price risk. The Group recognises that management of financial risk is an important aspect in its drive towards creating shareholders' value. It is the Group's policy not to participate in speculative financial instruments. Management oversees financial risk management and regularly reviews its policy governing risk management practices.

There has been no change to the Group's exposure to these financial risks or the manner in which it manages and measures these risks.

(i) Foreign exchange risk management

The Group manages its foreign exchange exposure by matching revenue and costs in the relevant currencies to create a natural hedge and also through active currency management using hedging instruments such as forwards and options where necessary. The Group's revenue is mainly denominated in Singapore Dollar ("SGD") with the remaining in Great British Pound ("GBP"), Renminbi ("RMB"), Australian Dollar ("AUD"), Euro ("EUR"), Malaysian Ringgit ("MYR") and Vietnamese Dong ("VND"). On the cost side, its foreign currency exposures include United States Dollar ("USD"), GBP, RMB, AUD, Swedish Kroner ("SEK"), EUR, MYR and VND. The Group has investments in the United Kingdom, China, Australia, Ireland, Malaysia and Vietnam. Net translation risks are regularly monitored and the Group currently does not seek to hedge this exposure as it does not impact cash flows.

35 FINANCIAL INSTRUMENTS, FINANCIAL RISKS AND CAPITAL RISKS MANAGEMENT (CONT'D)

Foreign currency sensitivity

The bulk of the Group's foreign currency exposures are in the functional currencies of its respective operations. Exposures to foreign currencies that are non-functional are actively managed as part of the overall foreign exchange risk management. Based on sensitivity analysis performed, Management has assessed that the exposure to changes in foreign exchange rates is minimal and hence the resulting impact on profit or other comprehensive income of the Group is insignificant.

(ii) Interest rate risk management

The Group's primary interest rate risk relates to its borrowings, investments in fixed income securities and deposits. The Group uses hedging instruments such as interest rate swaps and caps, where necessary, to achieve the desired interest rate profile in its effort to manage interest rate risk. The Group may borrow at variable rates and uses interest rate swaps as cash flow hedges of future interest payments, which have the economic effect of converting borrowings from floating rates to fixed rates.

Further details of the interest rate hedges can be found in Note 35(b). Summary quantitative data of the Group's interest-bearing financial instruments are disclosed in Note 35(d).

Interest rate sensitivity

The Group has interest-bearing assets such as fixed income securities and deposits as well as interest-bearing liabilities. Any change in interest rate affecting the interest-bearing assets shall have an offsetting impact from the interest-bearing liabilities. Based on sensitivity analysis performed at the end of the reporting period, Management has assessed that the exposure to changes in interest rates is minimal and hence the resulting impact on the profit or other comprehensive income of the Group is insignificant.

(iii) Credit risk management

The Group has minimal credit risk arising from its commuter transport operations as the majority of revenue is collected in cash upfront or from the transport regulator in the case of United Kingdom and Australia. For the other operations, credit risk is also minimised via upfront deposits, strict credit terms and regular monitoring of debtors' financial standing. The Group enters into treasury transactions only with creditworthy institutions. Its investments in fixed income instruments are above investment grade as assigned by international credit-rating agencies. In its management of credit risk, the Group practises stringent credit review and sets counterparty credit limits. There is no significant concentration of credit risk. In determining the recoverability of a trade receivable, the Group considers any change in the credit quality of the trade receivable from the date credit was initially granted up to the reporting date. The carrying amount of financial assets represents the maximum credit risk exposure of the Group.

(iv) Liquidity risk management

The Group funds its operations through a mix of internal funds, bank borrowings and issuance of notes in the capital market. It regularly reviews its liquidity position comprising free cash flows from its operations, credit lines from banks and its Medium Term Note ("MTN") Programme to ensure its ability to access funding at any time at the best possible rates.

(v) Fuel price risk management

Fuel, comprising diesel and electricity, is part of the operating costs of the Group. The Group is also exposed to fluctuations in fuel price in its bus and rail operations and diesel sales business. The Group seeks to hedge the price risk associated with its fuel needs and uses hedging instruments, where necessary, to achieve the desired hedge outcome.

Based on sensitivity analysis performed and taking into account the fuel hedges in place, as at the end of the reporting period, every one percentage point change in the rates of diesel and electricity using the closing rates as at the end of the reporting period as a basis will impact the Group's annual fuel and electricity costs by $1.4 million (2012 : $0.8 million). The sensitivity analysis assumes that consumption is held constant at the same level as in 2013.

35 FINANCIAL INSTRUMENTS, FINANCIAL RISKS AND CAPITAL RISKS MANAGEMENT (CONT'D)

(vi) Fair values of financial assets and financial liabilities

The carrying amounts of cash and cash equivalents, trade and other current receivables and payables, provisions and other liabilities approximate their respective fair values due to the relatively short-term maturity of these financial instruments. The fair values of other classes of financial assets and liabilities are disclosed in the respective notes to the financial statements.

The Group classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

a. quoted prices in active markets for identical assets or liabilities (Level 1);

b. inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly (Level 2); and

c. inputs for the asset or liability that are not based on observable market data (Level 3).

The majority of the fair value of the Group's hedging instruments and available-for-sale investments are classified into Level 1. None of the fair value of the financial instrument is classified in Level 3. There are also no transfers between Levels 1 and 2 of the fair value hierarchy during the financial year.

(b) Hedging instruments

	2013		2012	
	Assets $'mil	**Liabilities $'mil**	**Assets $'mil**	**Liabilities $'mil**
The Group				
At fair values:				
Interest rate hedges	0.2	-	0.1	-
Foreign exchange hedges	2.6	2.0	0.2	0.1
Fuel hedges	11.2	-	9.7	-
	14.0	2.0	10.0	0.1
Analysed as:				
Current	13.8	2.0	10.0	0.1
Non-current	0.2	-	-	-
Total	14.0	2.0	10.0	0.1

The Group utilises hedging instruments to hedge significant future transactions and cash flows.

The Group's hedging instruments are measured at fair value whereby future cash flows are estimated based on contracted rates and observable forward rates at the end of the reporting period, discounted at a rate that reflects the credit risk of the various counterparties.

35 FINANCIAL INSTRUMENTS, FINANCIAL RISKS AND CAPITAL RISKS MANAGEMENT (CONT'D)

At the end of the reporting period, the total notional amounts of outstanding hedging instruments to which the Group is committed are as follows:

	The Group	
	2013	**2012**
	$'mil	**$'mil**
Interest rate hedges	41.8	39.6
Foreign exchange hedges	193.8	201.3
Fuel hedges	148.7	157.8

As at 31 December 2013, the fair value of the Group's hedging instruments, based on market prices for equivalent instruments at the end of the reporting period, comprised $14.0 million assets (2012 : $10.0 million assets) and $2.0 million liabilities (2012 : $0.1 million liabilities).

The Group uses forward contracts and options to manage its exposure to foreign exchange risks. These arrangements are designed to address foreign exchange risk on future purchases of goods and are accounted for as cash flow hedges. As at 31 December 2013, the fair value of the Group's foreign exchange hedging instruments comprising $2.6 million of assets (2012 : $0.2 million of assets) was matched by an equivalent fair value adjustment on cash flow hedges in other comprehensive income. As at 31 December 2013, the fair value of the Group's foreign exchange hedging instruments comprising $2.0 million of liabilities (2012 : $0.1 million liabilities) was matched by an equivalent fair value adjustment on cash flow hedges in other comprehensive income.

The Group uses fuel hedges to hedge against fuel price risks. These arrangements are designed to address fuel price exposure. The fuel hedges are accounted for as cash flow hedges. As at 31 December 2013, the fair value of the Group's fuel hedging instruments comprised $11.2 million of assets (2012 : $9.7 million of assets) on cash flow hedges in other comprehensive income.

The Group uses interest rate hedges, involving a combination of swaps and caps, to manage its exposure to interest rate movements on its bank borrowings. The Group entered into contracts with nominal values of $41.8 million (2012 : $39.6 million), which involved capping the UK base rates of hire purchase at 2%.

(c) Capital risk management policies and objectives

The Group manages its capital to ensure that entities in the Group will be able to continue as a going concern while maximising the return to shareholders through the optimisation of the debt and equity balance.

The Group's capital management objectives are to safeguard its ability to continue as a going concern and to maximise shareholder value. Management monitors the gross and net gearing of the Group and its implication on weighted average cost of capital in deciding the optimal capital structure. These objectives determine the Group's decisions on the amount of dividends to be paid to shareholders and the sources of capital to be raised, be it equity or debt. The Group's debt capital refers to borrowings comprising loans under Notes 18(a) and 18(b), Medium Term Notes under Note 18(c) and finance lease payable under Note 18(d) while equity refers to total equity.

35 FINANCIAL INSTRUMENTS, FINANCIAL RISKS AND CAPITAL RISKS MANAGEMENT (CONT'D)

(d) The following are the expected contractual undiscounted cash outflows (including interest payments) of the Group's and the Company's financial liabilities:

	Carrying amount $'mil	Contractual cash flows Total $'mil	Within 1 year $'mil	Within 2 to 5 years $'mil	Beyond 5 years $'mil	Effective interest rate %
2013						
Financial liabilities						
Loans:						
In functional currencies	641.5	672.3	203.3	394.9	74.1	0.4% - 9.6%
Finance leases:						
In functional currencies	166.4	204.2	36.4	110.1	57.7	0.9% - 8.4%
Total	807.9	876.5	239.7	505.0	131.8	
2012						
Financial liabilities						
Loans:						
In functional currencies	475.1	513.6	80.0	413.2	20.4	1.8% - 8.7%
Finance leases:						
In functional currencies	228.5	285.2	41.4	146.0	97.8	0.9% - 8.4%
Total	703.6	798.8	121.4	559.2	118.2	

36 DIVIDENDS

(a) During the financial year, the Company paid dividends as follows:

	2013 $'mil	2012 $'mil
Final dividend in respect of the previous financial year:		
- 3.50 cents per ordinary share tax-exempt one-tier	74.1	-
- 3.30 cents per ordinary share tax-exempt one-tier	-	69.0
Interim dividend in respect of the current financial year:		
- 3.00 cents per ordinary share tax-exempt one-tier	63.7	-
- 2.90 cents per ordinary share tax-exempt one-tier	-	60.8
Total	137.8	129.8

36 DIVIDENDS (CONT'D)

(b) Subsequent to the end of the financial year, the Directors of the Company recommended that a tax-exempt one-tier final dividend of 4.00 cents (2012 : 3.50 cents) per ordinary share totalling $85.0 million (2012 : $74.1 million) be paid for the financial year ended 31 December 2013. The dividend is subject to approval by shareholders at the forthcoming Annual General Meeting and hence the proposed dividend has not been accrued as a liability for the current financial year.

37 LICENCE CONDITION FOR RAIL SERVICES

North-East Line MRT System, Punggol LRT System and Sengkang LRT System

A licence condition ("LC") dated 15 January 2003 was issued by Land Transport Authority ("LTA") to a subsidiary, SBS Transit Ltd ("SBST") under which SBST is licensed to operate the North-East MRT System, Punggol LRT System and the Sengkang LRT System (collectively referred to as the "Licensed Systems").

The LC sets out the conditions governing the operation of the Licensed Systems and includes, among others, the following:

(a) The licence is for an initial period of 30 years commencing 15 January 2003. SBST may apply to LTA to renew the licence for a further 30 years or any other period and upon terms and conditions as LTA may impose.

(b) The licence fee payable to LTA is prescribed under the subsidiary legislation of the Rapid Transit Systems ("RTS") Act during the Licence Term.

(c) SBST and LTA shall jointly review the viability on the 5th anniversary of the date of the LC or such other period as may be agreed in writing between SBST and LTA. In this review, LTA shall determine the dates and time of SBST's purchase of the operating assets of the Licensed Systems and the amount is based on the net book value as recorded in the latest audited accounts of LTA. As at the date of this report, SBST and LTA have not commenced the review.

(d) SBST may apply in writing to LTA for a grant to replace any eligible operating assets computed based on the difference between the purchase cost of the new assets and the purchase cost of the operating assets to be replaced.

The main categories of eligible operating assets are trains, maintenance vehicles, power supply equipment, supervisory control system, escalators and lifts, platform screen doors, environmental control system, tunnel ventilation system, electrical service and fire protection system, signalling system, communication system, automatic fare collection system, depot workshop equipment, access management system and maintenance management system.

Downtown Line MRT System

A LC dated 19 December 2013 was issued by LTA to the subsidiary of SBST under which the subsidiary of SBST is licensed to operate the Downtown Line MRT system.

The LC sets out the conditions governing the operation of the Downtown Line MRT system and includes, among others, the following:

(a) The licence is for a period of 19 years commencing from 20 December 2013. LTA may, if it deems fit, renew the licence for such further period with revised terms and conditions of the renewed licence.

(b) The licence fee payable to LTA is prescribed under the subsidiary legislation of the RTS Act during the Licence Term.

37 LICENCE CONDITION FOR RAIL SERVICES (CONT'D)

(c) The subsidiary of SBST shall pay LTA a licence charge which consists of Fixed Charge and Revenue Share Charge. A yearly Fixed Charge is payable from financial year 2019 to end of licence period. If the Operating Surplus minus the Fixed Charge for a financial year is more than the Threshold Profit, the subsidiary of SBST shall pay Revenue Share Charge.

(d) After the commencement of revenue service of the last stage, the subsidiary of SBST shall pay LTA a Cash-Bid Amount if the Net Operating Surplus for a financial year is more than the Threshold Profit.

(e) All Operating Assets shall remain the property of LTA except for Spares, Special Tools, Non-Proprietary Items and End Devices purchased by the subsidiary of SBST during the Licence Term.

38 CORPORATE INFORMATION AND RELATED COMPANY TRANSACTIONS

Details of subsidiaries and associates are as follows:

(a) Subsidiaries

Name of entity	Principal activity	Country of incorporation/ operations	Group's effective interest 2013 %	Group's effective interest 2012 %
Quoted equity shares				
SBS Transit Ltd [17]	Provision of public bus and rail services	Singapore	75.21	75.21
VICOM Ltd [17]	Investment holding and provision of motor vehicle evaluation and other related services	Singapore	67.16	67.37
Unquoted equity shares				
Braddell Limited [3]	Investment holding	United Kingdom	100	100
CityCab Pte Ltd	Provision of public taxi services through the rental of taxis to hirers	Singapore	53.50	53.50
Comfort (China) Pte Ltd	Investment holding	Singapore	100	100
ComfortDelGro Bus Pte Ltd	Provision of charter bus services, rental of buses to hirers and other related services	Singapore	100	100
ComfortDelGro (China) Pte Ltd	Investment holding	Singapore	100	100
ComfortDelGro Driving Centre Pte Ltd	Operation of a driving school	Singapore	90	90

38 CORPORATE INFORMATION AND RELATED COMPANY TRANSACTIONS (CONT'D)

Name of entity	Principal activity	Country of incorporation/ operations	Group's effective interest 2013 %	Group's effective interest 2012 %
Unquoted equity shares				
ComfortDelGro Engineering Pte Ltd	Operation of workshops for repairing, servicing and general maintenance of motor vehicles and dealer in diesel for motor vehicles	Singapore	100	100
ComfortDelGro Rent-A-Car Pte Ltd	Provision of car rental, car care and leasing services	Singapore	100	100
ComfortDelGro (S.E. Asia) Pte Ltd	Investment holding	Singapore	100	100
Comfort Transportation Pte Ltd	Provision of public taxi services through the rental of taxis to hirers	Singapore	100	100
SBS (Guangzhou) Pte Ltd	Inactive	Singapore	100	100
Moove Media Pte Ltd	Provision of advertising services	Singapore	100	100
CityFleet Networks Limited (3)	Provision and management of taxi booking services	United Kingdom	55.72	55.72
Swan Taxis Pty Ltd (3)	Provision of taxi services	Australia	100	100
ComfortDelGro Cabcharge Pty Ltd (3)	Investment holding and provision of management services	Australia	55.72	55.72
Subsidiary of SBS Transit Ltd:				
SBS Transit DTL Pte Ltd	Provision of public rail	Singapore	75.21	75.21
Subsidiaries of VICOM Ltd:				
JIC Inspection Services Pte Ltd	Vehicle inspection and other related services	Singapore	52.39	52.55
Setsco Services Pte Ltd	Provision of testing, inspection and consultancy services	Singapore	67.16	67.37

38 CORPORATE INFORMATION AND RELATED COMPANY TRANSACTIONS (CONT'D)

Name of entity	Principal activity	Country of incorporation/ operations	Group's effective interest 2013 %	Group's effective interest 2012 %
Subsidiaries of VICOM Ltd:				
VICOM Inspection Centre Pte Ltd	Provision of vehicle inspection services	Singapore	67.16	67.37
Subsidiaries of Setsco Services Pte Ltd:				
Setsco Services (M) Sdn Bhd (1)	Provision of testing, inspection and consultancy services	Malaysia	67.16	67.37
Setsco Consultancy International Pte Ltd	Provision of professional inspection and engineering services	Singapore	67.16	67.37
Subsidiaries of Comfort (China) Pte Ltd:				
Suzhou Comfort Taxi Co., Ltd (2)	Provision of taxi and land transport-related services in the Suzhou municipality, operation of workshops for repairing, servicing and general maintenance of motor vehicles and dealer in diesel for motor vehicles	China	70	70
Xiamen Comfort Taxi Co., Ltd (18)	Provision of taxi and land transport-related services in the Xiamen municipality	China	-	70
Subsidiary of Suzhou Comfort Taxi Co., Ltd:				
Suzhou Comfort Toyota Sales & Service Co., Ltd (19)	Distribution of motor vehicles and trading of automotive parts in the Suzhou municipality	China	-	70
Subsidiaries of Braddell Limited:				
Irish Citylink ComfortDelGro Limited (3)	Provision of coach services	Ireland	100	100
Metroline Limited (3)	Investment holding	United Kingdom	100	100
Scottish Citylink Coaches Limited (3)	Provision of long distance coach services	United Kingdom	65	65

38 CORPORATE INFORMATION AND RELATED COMPANY TRANSACTIONS (CONT'D)

Name of entity	Principal activity	Country of incorporation/ operations	Group's effective interest 2013 %	Group's effective interest 2012 %
Subsidiary of Metroline Limited:				
Metroline Travel Limited [3]	Provision of public bus services	United Kingdom	100	100
Metroline West Limited [3] [20]	Provision of public bus services	United Kingdom	100	-
Subsidiary of Scottish Citylink Coaches Limited:				
Megacity Limited [3]	Inactive	United Kingdom	65	65
Subsidiary of CityCab Pte Ltd:				
Cabcharge Asia Pte Ltd	Provision of charge card facilities	Singapore	46.92	46.92
Subsidiary of Moove Media Pte Ltd:				
Moove Media Australia Pty Ltd [16]	Provision of advertising services	Australia	100	100
Subsidiaries of CityFleet Networks Limited:				
Computer Cab (Edinburgh) Limited [3]	Provision of taxi services	United Kingdom	55.72	55.72
Computer Cab plc [3]	Provision of taxi services	United Kingdom	55.72	55.72
Computer Cab (Aberdeen) Limited [3]	Provision of taxi services	United Kingdom	55.72	55.72
Flightlink International Limited [3]	Provision of private hire services	United Kingdom	55.72	55.72
Computer Cab (Birmingham) Limited [3]	Provision of taxi services	United Kingdom	55.72	55.72
Central Dispatch Limited [3]	Provision and management of taxi booking services	United Kingdom	55.72	55.72

38 CORPORATE INFORMATION AND RELATED COMPANY TRANSACTIONS (CONT'D)

Name of entity	Principal activity	Country of incorporation/ operations	Group's effective interest 2013 %	Group's effective interest 2012 %
Computer Cab (Liverpool) Limited [3]	Provision of taxi services	United Kingdom	55.72	55.72
Westbus Coach Services Limited [3]	Provision of coach services	United Kingdom	55.72	55.72
Subsidiary of Computer Cab (Edinburgh) Limited:				
Onward Travel Limited [3]	Provision of taxi services	United Kingdom	55.72	55.72
Subsidiary of Computer Cab plc:				
Cabcharge Limited [3]	Provision and management of taxi booking card facilities	United Kingdom	55.72	55.72
Subsidiaries of ComfortDelGro (China) Pte Ltd:				
Beijing Jin Jian Taxi Services Co., Ltd [6]	Provision of public taxi services through the rental of taxis to hirers	China	55	55
Beijing Tian Long Da Tian Vehicle Inspection Co., Ltd [5]	Provision of motor vehicle evaluation and other related services	China	80	80
Chengdu ComfortDelGro Qingyang Driving School Co., Ltd [7]	Operation of a driving school	China	95	51
Chengdu ComfortDelGro Taxi Co., Ltd [7]	Provision of public taxi services through the rental of taxis to hirers	China	100	100
Chengdu Jitong Integrated Vehicle Inspection Co., Ltd [7]	Provision of motor vehicle evaluation and other related services	China	51	51
Chongqing ComfortDelGro Driver Training Co., Ltd [8]	Operation of a driving school	China	90	90
CityCab (Shenyang) Co., Ltd [4]	Provision of public taxi services through the rental of taxis to hirers and vehicle repair	China	100	100

38 CORPORATE INFORMATION AND RELATED COMPANY TRANSACTIONS (CONT'D)

Name of entity	Principal activity	Country of incorporation/ operations	Group's effective interest 2013 %	2012 %
ComfortDelGro Rent-A-Car (Chengdu) Co., Ltd (7)	Provision of cars for hire	China	100	100
Guangzhou Xin Tian Wei Transportation Development Co., Ltd (9)	Provision of bus station services	China	60	60
Jilin ComfortDelGro Taxi Co., Ltd (10)	Provision of taxi and land transport-related services in the Jilin municipality	China	97	97
Nanjing ComfortDelGro Dajian Taxi Co., Ltd (15)	Provision of public taxi services through the rental of taxis to hirers and vehicle repair	China	70	70
Nanning Comfort Transportation Co., Ltd (11)	Provision of taxi and land transport-related services in the Nanning municipality	China	80	80
Shanghai City Qi Ai Taxi Services Co., Ltd (14)	Provision of public taxi services through the rental of taxis to hirers	China	51	51
Shenyang ComfortDelGro Anyun Bus Co., Ltd (19)	Provision of public bus and charter bus services	China	-	80
Shenyang ComfortDelGro Taxi Co., Ltd (4)	Provision of public taxi services through the rental of taxis to hirers	China	80	80
Yantai ComfortDelGro Automobile Services Co., Ltd (12)	Rental of taxis, vehicle inspection and repair	China	76	76
Subsidiaries of Chengdu ComfortDelGro Taxi Co., Ltd:				
Chengdu ComfortDelGro Shengduo Consulting Co., Ltd (7)	Provision of consulting services	China	100	100
Guangzhou Transportation ComfortDelGro Taxi Co Ltd (19)	Provision of public taxi services through the rental of taxi to hirers	China	-	50
Subsidiary of Jilin ComfortDelGro Taxi Co., Ltd:				
Jilin ComfortDelGro Driver Training Co., Ltd (21)	Operation of a driving school	China	97	-

38 CORPORATE INFORMATION AND RELATED COMPANY TRANSACTIONS (CONT'D)

Name of entity	Principal activity	Country of incorporation/ operations	Group's effective interest 2013 %	Group's effective interest 2012 %
Subsidiary of Chongqing ComfortDelGro Driver Training Co., Ltd:				
Chongqing Liangjiang ComfortDelGro Driver Training Co., Ltd (8)	Operation of a driving school	China	90	90
Subsidiary of Nanning Comfort Transportation Co., Ltd:				
Nanning ComfortDelGro Rent-A-Car Co., Ltd (11)	Provision of cars for hire	China	80	80
Subsidiaries of ComfortDelGro (S.E. Asia) Pte Ltd:				
CityLimo Leasing (M) Sdn Bhd (13)	Provision of car leasing services	Malaysia	100	100
Pantas Rent-A-Car Holdings Sdn Bhd (13)	Investment holding	Malaysia	100	100
Vietnam Taxi Co., Ltd (3)	Provision of taxi services	Vietnam	70	70
ComfortDelGro Savico Taxi Company (3)	Provision of taxi services	Vietnam	60	60
Subsidiaries of ComfortDelGro Cabcharge Pty Ltd:				
Westbus Region 1 Pty Ltd (3)	Provision of public bus services	Australia	55.72	55.72
Westbus Region 3 Pty Ltd (3)	Provision of public bus services	Australia	55.72	55.72
Hillsbus Co Pty Ltd (3)	Provision of public bus services	Australia	55.72	55.72
Hunter Valley Buses Pty Ltd (3)	Provision of public bus services	Australia	55.72	55.72
Charterplus Pty Ltd (3)	Provision of charter, coach and terminal services	Australia	55.72	55.72

38 CORPORATE INFORMATION AND RELATED COMPANY TRANSACTIONS (CONT'D)

Name of entity	Principal activity	Country of incorporation/ operations	Group's effective interest 2013 %	Group's effective interest 2012 %
CDC Victoria Pty Ltd [3]	Investment holding	Australia	55.72	55.72
Baypalm Pty Limited [3]	Investment holding	Australia	55.72	55.72
Subsidiaries of CDC Victoria Pty Ltd:				
CDC Sunshine Pty Ltd [3]	Provision of public bus services	Australia	55.72	55.72
CDC Geelong Pty Ltd [3]	Provision of public bus services	Australia	55.72	55.72
CDC Oakleigh Pty Ltd [3]	Provision of public bus services	Australia	55.72	55.72
CDC Werribee Pty Ltd [3]	Provision of public bus services	Australia	55.72	55.72
CDC Altona Pty Ltd [3]	Provision of public bus services	Australia	55.72	55.72
CDC Ballarat Pty Ltd [3]	Provision of public bus services	Australia	55.72	55.72
CDC Eastrans Pty Ltd [3] [20] (formerly known as Driver Group Pty Ltd)	Provision of public bus services	Australia	55.72	-
Subsidiary of Baypalm Pty Limited:				
Deanes Bus Lines Pty Limited [3]	Provision of public bus services	Australia	55.72	55.72

Note:

All Singapore companies (except for SBS Guangzhou Pte Ltd) are audited by Deloitte & Touche LLP, Singapore except for certain subsidiaries as indicated below.

(1) Audited by WT Ng & Co, Malaysia.
(2) Audited by Jiangsu Gong Zheng Certified Public Accountants, China.
(3) Audited by overseas practices of Deloitte Touche Tohmatsu Limited.
(4) Audited by Wei Shixin Certified Public Accountants Co Ltd.
(5) Audited by Beijing Lehman Certified Public Accountants Co., Ltd, China.
(6) Audited by Chong Zheng Tian Tong Certified Public Accountants Co., Ltd, China.
(7) Audited by Sichuan Wanfang Certified Public Accountants Co., Ltd, China.
(8) Audited by Sichuan Zhizhong Certified Public Accountants Co., Ltd, China.
(9) Audited by Guangzhou Orient Certified Public Accountants Co., Ltd, China.
(10) Audited by Jilin Hua Tai Certified Public Accountants, China.

38 CORPORATE INFORMATION AND RELATED COMPANY TRANSACTIONS (CONT'D)

(11) Audited by Guangxi Bo Hua San He Certified Public Accountants Co., Ltd, China.
(12) Audited by Shan Dong Heng Feng Zheng Tai Certified Public Accountants Co., Ltd, China.
(13) Audited by SH Tan and Partner, Malaysia.
(14) Audited by Shanghai Gong Xin Zhong Nan Certified Public Accountants Co., Ltd, China.
(15) Audited by Jiangsu Tianhua Dapeng Certified Public Accountants Co., Ltd, China.
(16) Audited by Mattock & Associates, Australia.

Other information

(17) Listed on the Singapore Exchange Securities Trading Limited.
(18) Disposed during the financial year.
(19) Deconsolidated during the financial year due to loss of control.
(20) Acquired during the financial year.
(21) Incorporated on 19 September 2013 and not audited.

Compliance with Listing Rules:

The Group is in compliance with Listing Rules 712 and 715 of The Singapore Exchange Securities Trading Limited as suitable auditing firms have been appointed to meet the Group's audit obligations. In accordance to Rule 716, the Audit and Risk Committee and Board of Directors of the Company confirm that they are satisfied that the appointment of different auditors for its subsidiaries would not compromise the standard and effectiveness of the audit of the Group.

(b) Associates

Name of entity	Principal activity	Country of incorporation/ operations	Group's effective interest 2013 %	Group's effective interest 2012 %
Unquoted equity shares				
ComfortDelGro Insurance Brokers Pte Ltd (1)	Insurance broking, risk management, claims management and related activities	Singapore	49	49
Gobbler Pte Ltd (2)	Provision of sales promotion relating to discount coupons and rebates, and trading activities	Singapore	40	40

(1) Audited by Deloitte & Touche LLP, Singapore.
(2) Audited by N. F. Lee & Co, Singapore. The associate is insignificant.

(c) Related company transactions

Transactions between the Company and its subsidiaries, which are related companies of the Company, have been eliminated on consolidation and are not disclosed in this note.

The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received.

(d) Acquisition of subsidiaries

In 2013, the acquisition of Metroline West Limited and CDC Eastrans Pty Ltd for cash consideration of $111.1 million and $26.2 million respectively had been accounted for by the acquisition method of accounting. The net assets acquired in the transactions, and the goodwill arising, were disclosed in Note (a) of the consolidated cash flow statement.

38 CORPORATE INFORMATION AND RELATED COMPANY TRANSACTIONS (CONT'D)

In 2012, the acquisition of Deanes Bus Lines Pty Limited for cash consideration of $68.8 million had been accounted for by the acquisition method of accounting. The net assets acquired in the transactions, and the goodwill arising, were disclosed in Note (a) of the consolidated cash flow statement.

39 RELATED PARTY TRANSACTIONS

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions.

Some of the Group's transactions and arrangements are with related parties and the effect of these on the basis determined between the parties is reflected in these financial statements. The balances are unsecured, interest-free and repayable on demand unless otherwise stated.

During the financial year, Group entities entered into the following trading transactions with related parties:

	2013 **$'mil**	**2012** **$'mil**
Expenses	0.5	0.5

The amounts outstanding are unsecured and will be settled in cash. No guarantees have been given or received. No expense has been recognised in the period for bad or doubtful debts in respect of the amounts owed by related parties.

40 GROUP PROPERTIES

Held by	**Group's effective interest %**	**Location**	**Approximate land area**	**Tenure**	**Usage**
SINGAPORE					
ComfortDelGro Corporation Limited	-	Braddell Road	66,445 sq m	30 years 5 years 10 months unexpired	Head office, bus depot, vehicle workshop
ComfortDelGro Corporation Limited	-	Kim Chuan	10,784 sq m	3 years 2 years unexpired	Vehicle assembly workshop
SBS Transit Ltd	75.21	Soon Lee Road	26,670 sq m	30 years 16 years 3 months unexpired	Bus depot
SBS Transit Ltd	75.21	Defu Avenue 1	74,236 sq m	33 years 2 years unexpired	Bus depot
SBS Transit Ltd	75.21	Bedok North Avenue 4	62,220 sq m	Under Temporary Occupation Licence	Bus depot

40 GROUP PROPERTIES (CONT'D)

Held by	Group's effective interest %	Location	Approximate land area	Tenure	Usage
SBS Transit Ltd	75.21	Bukit Batok Street 23	52,187 sq m	43 years 12 years unexpired	Bus depot
SBS Transit Ltd	75.21	Ayer Rajah Crescent	17,939 sq m	Under Temporary Occupation Licence	Bus park
SBS Transit Ltd	75.21	Ang Mo Kio Street 63	63,953 sq m	26 years 6 years 2 months unexpired	Bus depot
VICOM Ltd	67.16	Sin Ming Drive	10,853 sq m	30 years 28 years unexpired	Inspection, assessment services
VICOM Ltd	67.16	Kaki Bukit Avenue 4	9,797 sq m	30 years from January 1997 with option to renew another 30 years	Inspection, assessment services
VICOM Ltd	67.16	Bukit Batok Street 23	9,625 sq m	30 years from October 1995 with option to renew another 30 years	Inspection, assessment services
VICOM Ltd	67.16	Changi North Crescent	6,015 sq m	30 years from May 1995 12 years unexpired	Inspection services
VICOM Ltd	67.16	Yishun Industrial Park A	5,190 sq m	60 years from July 1983 30 years unexpired	Inspection, assessment services
VICOM Ltd	67.16	Yishun Industrial Park A	1,105 sq m	30 years 30 years unexpired	Inspection, assessment services
Setsco Services Pte Ltd	67.16	Teban Gardens Crescent	9,830 sq m	30 years from February 2009 26 years unexpired	Testing, inspection, consultancy services
JIC Inspection Services Pte Ltd	52.39	Pioneer Road	9,190 sq m	30 years from December 1994 12 years unexpired	Inspection services

40 GROUP PROPERTIES (CONT'D)

Held by	Group's effective interest %	Location	Approximate land area	Tenure	Usage
JIC Inspection Services Pte Ltd	52.39	Ang Mo Kio Street 63	2,145 sq m	12 months from March 2013 2 months unexpired	Inspection services
Comfort Transportation Pte Ltd	100	Sin Ming Drive	11,129 sq m	60 years 22 years unexpired	Office, workshop
CityCab Pte Ltd	53.50	Sin Ming Avenue	25,087 sq m	30 years 9 years unexpired	Office, workshop
ComfortDelGro Engineering Pte Ltd	100	Loyang Drive	12,021 sq m	58 years 38 years unexpired	Office, workshop, diesel kiosk
ComfortDelGro Engineering Pte Ltd	100	Ubi Road 3	7,500 sq m	22 years 12 years unexpired	Workshop, diesel kiosk
ComfortDelGro Engineering Pte Ltd	100	Senoko Loop	2,829 sq m	26 years 13 years unexpired	Workshop, diesel kiosk
ComfortDelGro Engineering Pte Ltd	100	Pandan Road	6,522 sq m	51 years 35 years unexpired	Workshop, diesel kiosk
ComfortDelGro Engineering Pte Ltd	100	Sungei Kadut Way	4,050 sq m	30 years 9 years unexpired	Workshop, diesel kiosk
CHINA					
Guangzhou Xin Tian Wei Transportation Development Co., Ltd	60	Tianhe District Guangzhou	40,116 sq m	30 years 14 years unexpired	Office, bus station
Shanghai City Qi Ai Taxi Services Co., Ltd	51	Lujiabang Road Shanghai	689 sq m	50 years 35 years unexpired	Office
ComfortDelGro (China) Pte Ltd	100	Shen He Qu Qing Nian Da Jie Shenyang	115 sq m	50 years 29 years unexpired	Staff residence
Beijing Tian Long Da Tian Vehicle Inspection Co., Ltd	80	Cheng Shou Si Road Jiu Gong Da Xing District Beijing	6,120 sq m	20 years 10 years unexpired	Office, workshop

40 GROUP PROPERTIES (CONT'D)

Held by	Group's effective interest %	Location	Approximate land area	Tenure	Usage
Chengdu Jitong Integrated Vehicle Inspection Co., Ltd	51	Jian Cai Road Chengdu	5,057 sq m	30 years 20 years unexpired	Vehicle inspection workshop
Yantai ComfortDelGro Automobile Services Co., Ltd	76	Zhou Shan Road Yantai Development Zone	20,000 sq m	50 years 42 years 8 months unexpired	Office, workshop
Nanning Comfort Transportation Co., Ltd	80	Ke Yuan Ave Nanning	938 sq m	45 years 42 years 8 months unexpired	Office
Chongqing ComfortDelGro Driver Training Co., Ltd	90	Jiu Long Po Jiu Long Industrial Park Chongqing	27,522 sq m	20 years 19 years unexpired	Office, driving test, training centre
Chengdu ComfortDelGro Qingyang Driving School Co., Ltd	95	Wen Jia Red Mill Village Chengdu	113,334 sq m	10 years 9 years unexpired	Driving test centre
Chongqing Liangjiang ComfortDelGro Driver Training Co., Ltd	90	Yu Bei District Liang Lu Zu Tuan Chongqing	37,344 sq m	50 years 47 years unexpired	Office, driving test, training centre
Jilin ComfortDelGro Taxi Co., Ltd	97	Cheng Nan Street Jilin City High-tech Zone	18,013.55 sq m	50 years 49 years unexpired	Office
UNITED KINGDOM					
Computer Cab plc	55.72	Woodfield Road London W9 2BA	537 sq m	Freehold	Office
Computer Cab plc	55.72	Mitre Bridge Ind Mitre Way London W10 6AU	10,707 sq m	10 years 8 years and 5 months unexpired	Office, fitting bay
Computer Cab (Liverpool) Limited	55.72	Falkland Street Liverpool 13 8HB	610 sq m	99 years 84 years 7 months unexpired	Office, fleet dept
Metroline Limited	100	Pemberton Garden Holloway London N19 5RR	17,968 sq m	Freehold	Bus depot

40 GROUP PROPERTIES (CONT'D)

Held by	Group's effective interest %	Location	Approximate land area	Tenure	Usage
Metroline Limited	100	Edgware Road Cricklewood London NW2 6JP	13,800 sq m	Freehold	Bus depot
Metroline Limited	100	High Street Potters Bar Herts EN6 5BE	11,614 sq m	Freehold	Bus depot
Metroline Limited	100	High Road Willesden London NW10 2JY	9,874 sq m	Freehold	Bus depot
Metroline Limited	100	High Road Harrow Weald London HA3 6EJ	5,706 sq m	Freehold	Bus depot
Metroline West Limited	100	Ealing Road Wembley HA0 4LL	4,996 sq m	Freehold	Bus depot
Westbus Coach Services Limited	100	Spring Grove Road Hounslow London TW3 4BE	352 sq m	5 years	Office, fitting bay
AUSTRALIA					
Westbus Region 3 Pty Ltd	55.72	Bonnyrigg Avenue NSW	22,166 sq m	Freehold	Bus depot
Westbus Region 1 Pty Ltd	55.72	Thorley Street Windsor South NSW	22,130 sq m	Freehold	Bus depot
Westbus Region 1 Pty Ltd	55.72	Mulgoa Road Penrith NSW	10,641 sq m	Freehold	Bus depot
Hillsbus Co Pty Ltd	55.72	Boundary Road Northmead NSW	31,669 sq m	Freehold	Bus depot
Hillsbus Co Pty Ltd	55.72	Hartley Road Seven Hills NSW	2,725 sq m	Freehold	Bus depot

40 GROUP PROPERTIES (CONT'D)

Held by	Group's effective interest %	Location	Approximate land area	Tenure	Usage
Hillsbus Co Pty Ltd	55.72	New Line Road Dural NSW	19,460 sq m	Freehold	Bus depot
Hunter Valley Buses Pty Ltd	55.72	Glenwood Drive Thornton NSW	8,688 sq m	Freehold	Bus depot
Hunter Valley Buses Pty Ltd	55.72	High Street Toronto NSW	2,442 sq m	Freehold	Office building
Hunter Valley Buses Pty Ltd	55.72	Arnott St & Aluminium Cl Edgeworth NSW	5,817 sq m	Freehold	Bus depot
Hunter Valley Buses Pty Ltd	55.72	Burleigh Street Toronto NSW	5,372 sq m	Freehold	Bus depot
Hunter Valley Buses Pty Ltd	55.72	Ettalong Road Morisset NSW	14,865 sq m	Freehold	Bus depot
Hunter Valley Buses Pty Ltd	55.72	Magpie Street Singleton NSW	7,806 sq m	Freehold	Bus depot
ComfortDelGro Cabcharge Pty Ltd	55.72	Pacific Highway Heatherbrae NSW	32,403 sq m	Freehold	Site for bus building plant
ComfortDelGro Cabcharge Pty Ltd	55.72	Foundry Road Seven Hills NSW	36,810 sq m	Freehold	Bus depot
ComfortDelGro Cabcharge Pty Ltd	55.72	Lee Holm Drive St Mary's NSW	27,960 sq m	Freehold	Bus depot
ComfortDelGro Cabcharge Pty Ltd	55.72	Industrial Avenue Hoppers Crossing Victoria	4,285 sq m	Freehold	Bus, car park

40 GROUP PROPERTIES (CONT'D)

Held by	Group's effective interest %	Location	Approximate land area	Tenure	Usage
ComfortDelGro Cabcharge Pty Ltd	55.72	Industrial Avenue Hoppers Crossing Victoria	6,635 sq m	Freehold	Bus depot
ComfortDelGro Cabcharge Pty Ltd	55.72	Industrial Avenue Hoppers Crossing Victoria	2,438 sq m	Freehold	Bus park
ComfortDelGro Cabcharge Pty Ltd	55.72	Slough Road Altona Victoria	7,995 sq m	Freehold	Bus depot
ComfortDelGro Cabcharge Pty Ltd	55.72	Slough Road Altona Victoria	8,095 sq m	Freehold	Bus depot
ComfortDelGro Cabcharge Pty Ltd	55.72	Carrington Drive Sunshine Victoria	9,804 sq m	Freehold	Bus depot
ComfortDelGro Cabcharge Pty Ltd	55.72	Atherton Road Oakleigh Victoria	2,567 sq m	Freehold	Bus depot
ComfortDelGro Cabcharge Pty Ltd	55.72	North Road Oakleigh Victoria	6,527 sq m	Freehold	Bus depot
ComfortDelGro Cabcharge Pty Ltd	55.72	Edols Street Geelong Victoria	26,000 sq m	Freehold	Bus depot
CDC Ballarat Pty Ltd	55.72	Norman Street Ballarat	47,750 sq m	Freehold	Bus depot
CDC Ballarat Pty Ltd	55.72	Clunes Road Creswick Victoria	614 sq m	Freehold	Bus park
Swan Taxis Pty Ltd	100	Harvey Street Victoria Park WA	2,278 sq m	Freehold	Office, call centre, workshop

40 GROUP PROPERTIES (CONT'D)

Held by	Group's effective interest %	Location	Approximate land area	Tenure	Usage
VIETNAM					
Vietnam Taxi Co., Ltd	70	Duong So 4 KCN Tan Binh - TP Ho Chi Minh City	6,438 sq m	20 years 7 years unexpired	Office, workshop
MALAYSIA					
Setsco Services (M) Pte Ltd	67.16	47100 Puchong Selangor Darul Ehsan	792 sq m	99 years from December 2009 95 years unexpired	Testing, inspection, consultancy services