

MAJOR UNITED KINGDOM AIRLINES - INDIVIDUAL AIRLINES BALANCE SHEET 2003  
(£000)

	BRITISH AIRWAYS PLC	AIR CORDIAL LTD	ATLANTIC AIRLINES	BMI BRITISH MIDLAND	BRITANNIA AIRWAYS	BRITISH AIRWAYS CITIEXPRESS LTD
ASSETS EMPLOYED : Financial year ended	31-Mar-04	31-Oct-03	31-Dec-03	31-Dec-03	31-Dec-03	31-Mar-04
<b>OPERATING EQUIPMENT AND PROPERTY (Owned and Leased)</b>						
Aircraft fleet (including spares)	10 261 989	-	-	297 775	215 220	65 115
Less: provision for depreciation	3 534 569	-	-	86 499	90 880	15 932
Aircraft fleet after depreciation	6 727 420	-	-	211 276	124 340	49 183
Property and other equipment	2 206 723	8	2 132	105 976	109 623	5 794
Less: provision for depreciation	827 279	1	1 141	71 619	81 624	3 616
Property and other equipment after depreciation	1 379 444	7	991	34 357	27 999	2 178
Payments on account of aircraft under construction	-	-	-	5 036	-	-
TOTAL	8 106 864	7	991	250 669	152 339	51 361
<b>INVESTMENTS</b>						
Group	1 194 602	-	-	-	9 589	-
Others	87 829	-	-	10 765	-	-
TOTAL	1 282 431	-	-	10 765	9 589	-
<b>CURRENT ASSETS</b>						
Stocks and work in progress	65 908	-	68	15 515	2 685	8 461
Debtors and prepayments	880 727	384	2 792	70 297	39 396	13 083
Short term loans	1 557 606	-	-	-	2 768	-
Bank balance and cash	35 684	810	688	115 894	726	8 473
Group companies advances and debts currently receivable	-	-	-	-	256 905	12 454
Other items	-	-	-	-	-	-
TOTAL	2 539 925	1 194	3 548	201 706	302 480	42 471
<b>LESS: CURRENT LIABILITIES</b>						
Creditors and accruals	1 208 378	415	1 074	204 305	100 743	55 814
Traffic revenue received in advance	830 801	-	-	-	-	-
Taxation and Social Security	40 162	12	12	-	42 940	-
Dividends	-	-	-	-	-	-
Bank overdrafts and short term loans	80 614	-	156	-	-	-
Installments of borrowings and hire purchase (1 yr)	575 165	-	-	-	3 813	-
Group Companies advances and debts currently payable	1 167 217	-	18	-	1 713	55 433
Other Items	-	-	-	-	-	-
TOTAL CURRENT LIABILITIES	3 902 337	427	1 260	204 305	149 209	111 247
TOTAL NET CURRENT ASSETS /(LIABILITIES)	(1 362 412)	767	2 288	( 2 599)	153 271	( 68 776)
<b>INTANGIBLE ASSETS</b>						
Pre- operational training and development	-	-	-	-	-	-
Goodwill Net Book Value	-	-	-	-	-	-
Other items	74 509	-	-	-	-	-
TOTAL INTANGIBLE ASSETS	74 509	-	-	-	-	-
<b>OTHER ASSETS</b>						
TOTAL OTHER ASSETS	-	-	-	-	-	-
<b>AMOUNTS RECEIVABLE (more than one year)</b>						
Group	-	-	-	-	-	-
Other	-	-	-	-	-	2 783
TOTAL ASSETS	8 101 392	774	3 279	258 835	315 199	( 14 632)
<b>Financed by: SHAREHOLDERS FUND</b>						
Share capital	353 837	100	750	13 080	118 615	3 565
Share premium account	788 243	-	-	-	-	-
Capital reserve	-	-	-	-	-	-
Revenue reserve	631 453	( 8)	536	29 460	84 328	( 70 477)
Revaluation reserve	263 330	-	-	-	-	-
Other reserve	-	-	-	-	-	-
<b>BORROWINGS ETC (replayable more than one year ahead)</b>						
Advances from other Group Companies	-	-	1 993	-	-	-
Bank loans	795 161	-	-	167 467	50 882	-
Other loans	235 023	682	-	-	-	-
Hire Purchase Liabilities	3 870 108	-	-	-	-	19 768
<b>DEFERRED LIABILITIES</b>						
Taxation	1 105 806	-	-	8 603	16 220	( 827)
Other	58 431	-	-	40 225	45 154	33 339
TOTAL FINANCE	8 101 392	774	3 279	258 835	315 199	( 14 632)

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(£000)

	CHANNEL EXPRESS (AIR SVS)	CITY FLYER EXPRESS	EASYJET AIRLINE COMPANY LTD	EMERALD AIRWAYS LIMITED	EXCEL AIRWAYS LTD	FIRST CHOICE AIRWAYS LTD
ASSETS EMPLOYED : Financial year ended	31-Mar-04	31-Mar-04	30-Sep-03	31-Aug-03	31-Oct-03	31-Oct-03
<b>OPERATING EQUIPMENT AND PROPERTY (Owned and Leased)</b>						
Aircraft fleet (including spares)	-	-	221 990	24 253	-	44 000
Less: provision for depreciation	-	-	84 996	9 903	-	21 899
Aircraft fleet after depreciation	-	-	136 994	14 350	-	22 101
Property and other equipment	5 439	-	16 256	2 074	4 506	11 649
Less: provision for depreciation	4 098	-	9 279	804	857	5 025
Property and other equipment after depreciation	1 341	-	6 977	1 270	3 649	6 624
Payments on account of aircraft under construction	-	-	176 801	-	-	-
TOTAL	1 341	-	320 772	15 620	3 649	28 725
<b>INVESTMENTS</b>						
Group	-	-	-	-	-	-
Others	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-
<b>CURRENT ASSETS</b>						
Stocks and work in progress	1 999	-	-	1 324	150	4 754
Debtors and prepayments	11 119	279	141 564	3 835	2 906	44 716
Short term loans	-	-	-	-	-	-
Bank balance and cash	11 019	-	335 405	596	7 009	-
Group companies advances and debts currently receivable	18 000	9 463	-	-	16 001	1 983 909
Other items	-	-	-	-	-	-
TOTAL	42 137	9 742	476 969	5 755	26 066	2 033 379
<b>LESS: CURRENT LIABILITIES</b>						
Creditors and accruals	13 141	-	250 635	2 579	20 829	78 473
Traffic revenue received in advance	16 352	-	-	-	-	13 163
Taxation and Social Security	698	2 635	2 807	168	442	19 312
Dividends	339	-	-	800	-	-
Bank overdrafts and short term loans	-	-	7 483	-	58	6 729
Instalments of borrowings and hire purchase (1 yr)	-	-	-	1 790	11	-
Group Companies advances and debts currently payable	3	-	-	-	4 114	1 852 988
Other Items	-	-	-	600	-	-
TOTAL CURRENT LIABILITIES	30 533	2 635	260 925	5 937	25 454	1 970 665
TOTAL NET CURRENT ASSETS /(LIABILITIES)	11 604	7 107	216 044	( 182)	612	62 714
<b>INTANGIBLE ASSETS</b>						
Pre- operational training and development	-	-	-	1 232	-	-
Goodwill Net Book Value	-	-	329 836	-	-	4 247
Other items	-	-	-	-	-	-
TOTAL INTANGIBLE ASSETS	-	-	329 836	1 232	-	4 247
<b>OTHER ASSETS</b>						
TOTAL OTHER ASSETS	-	-	-	-	-	-
<b>AMOUNTS RECEIVABLE (more than one year)</b>						
Group	-	-	-	-	-	-
Other	-	-	-	-	4 059	-
TOTAL ASSETS	12 945	7 107	866 652	16 670	8 320	95 686
<b>Financed by: SHAREHOLDERS FUND</b>						
Share capital	250	252	98 485	100	4 500	100
Share premium account	-	283	539 632	-	-	-
Capital reserve	-	-	120 344	-	1 175	-
Revenue reserve	12 793	4 389	-	6 097	656	41 302
Revaluation reserve	-	-	-	456	-	1 807
Other reserve	-	615	-	-	-	-
<b>BORROWINGS ETC (replayable more than one year ahead)</b>						
Advances from other Group Companies	-	-	65 322	-	-	-
Bank loans	-	-	-	-	1 178	6 774
Other loans	-	1 557	-	5 570	-	-
Hire Purchase Liabilities	-	-	-	91	10	-
<b>DEFERRED LIABILITIES</b>						
Taxation	( 98)	11	42 869	4 284	122	4 643
Other	-	-	-	72	679	41 060
TOTAL FINANCE	12 945	7 107	866 652	16 670	8 320	95 686

MAJOR UNITED KINGDOM AIRLINES - INDIVIDUAL AIRLINES BALANCE SHEET 2002  
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	FLYBE.BRITISH EUROPEAN	GB AIRWAYS LTD	GLOBAL SUPPLY SYSTEMS LTD	MONARCH AIRLINES	MY TRAVEL AIRWAYS UK	THOMAS COOK AIRLINES LTD
ASSETS EMPLOYED : Financial year ended	31-Mar-04	31-Mar-04	31-Dec-03	31-Oct-03	30-Sep-03	31-Oct-03
<b>OPERATING EQUIPMENT AND PROPERTY (Owned and Leased)</b>						
Aircraft fleet (including spares)	59 316	108 456	-	345 557	241 216	10 035
Less: provision for depreciation	26 793	12 641	-	119 020	78 670	5 001
Aircraft fleet after depreciation	32 523	95 815	-	226 537	162 546	5 034
Property and other equipment	16 467	6 570	22	20 311	4 727	5 125
Less: provision for depreciation	11 791	3 626	9	12 362	2 306	4 309
Property and other equipment after depreciation	4 676	2 944	13	7 949	2 421	816
Payments on account of aircraft under construction	-	-	-	-	-	-
TOTAL	37 199	98 759	13	234 486	164 967	5 850
<b>INVESTMENTS</b>						
Group	-	-	-	2 715	-	-
Others	-	-	-	9 207	-	-
TOTAL	-	-	-	11 922	-	-
<b>CURRENT ASSETS</b>						
Stocks and work in progress	4 872	521	-	8 267	4 737	873
Debtors and prepayments	39 455	31 712	3 072	44 457	18 868	74 865
Short term loans	11 466	-	-	-	952	-
Bank balance and cash	11 314	16 673	13 489	28 068	549	84 197
Group companies advances and debts currently receivable	113	11	-	19 185	364 731	-
Other items	-	-	-	-	42	-
TOTAL	67 220	48 917	16 561	99 977	389 879	159 935
<b>LESS: CURRENT LIABILITIES</b>						
Creditors and accruals	55 911	34 589	3 955	18 154	117 802	58 259
Traffic revenue received in advance	-	-	5 115	85 736	9 048	-
Taxation and Social Security	15 601	-	217	4 152	3 509	5 505
Dividends	-	1 285	-	10 500	-	-
Bank overdrafts and short term loans	304	6 521	4 022	-	-	-
Instalments of borrowings and hire purchase (1 yr)	3 575	-	-	-	-	-
Group Companies advances and debts currently payable	7 310	-	-	29 582	169 075	28 868
Other Items	-	-	-	117 419	-	76 837
TOTAL CURRENT LIABILITIES	82 701	42 395	13 309	265 543	299 434	169 469
TOTAL NET CURRENT ASSETS /(LIABILITIES)	(15 481)	6 522	3 252	(165 566)	90 445	(9 534)
<b>INTANGIBLE ASSETS</b>						
Pre- operational training and development	-	-	-	-	-	-
Goodwill Net Book Value	-	-	-	-	-	-
Other items	-	-	-	-	-	-
TOTAL INTANGIBLE ASSETS	-	-	-	-	-	-
<b>OTHER ASSETS</b>						
TOTAL OTHER ASSETS	-	-	-	-	-	-
<b>AMOUNTS RECEIVABLE (more than one year)</b>						
Group	-	-	-	-	-	-
Other	-	-	-	-	11 332	-
TOTAL ASSETS	21 718	105 281	3 265	80 842	266 744	(3 684)
<b>Financed by: SHAREHOLDERS FUND</b>						
Share capital	18 500	2 000	1 375	100	105 438	-
Share premium account	-	-	1 375	-	-	-
Capital reserve	-	-	-	-	-	-
Revenue reserve	(13 319)	40 097	515	56 279	(26 399)	(3 684)
Revaluation reserve	-	-	-	(1 802)	-	-
Other reserve	-	-	-	-	-	-
<b>BORROWINGS ETC (replayable more than one year ahead)</b>						
Advances from other Group Companies	1 128	-	-	-	-	-
Bank loans	6 746	55 454	-	-	-	-
Other loans	2 421	-	-	-	-	-
Hire Purchase Liabilities	-	-	-	-	-	-
<b>DEFERRED LIABILITIES</b>						
Taxation	-	7 730	-	25 918	-	-
Other	6 243	-	-	347	187 705	-
TOTAL FINANCE	21 719	105 281	3 265	80 842	266 744	(3 684)

MAJOR UNITED KINGDOM AIRLINES - INDIVIDUAL AIRLINES BALANCE SHEET 2004  
(£000)

VIRGIN ATLANTIC  
AIRWAYS LTD

ASSETS EMPLOYED : Financial year ended 29-Feb-04

**OPERATING EQUIPMENT AND PROPERTY (Owned and Leased)**

Aircraft fleet (including spares)	738 887
Less: provision for depreciation	391 107
Aircraft fleet after depreciation	347 780
Property and other equipment	183 844
Less: provision for depreciation	120 515
Property and other equipment after depreciation	63 329
Payments on account of aircraft under construction	-
TOTAL	411 109

**INVESTMENTS**

Group	-
Others	9 528
TOTAL	9 528

**CURRENT ASSETS**

Stocks and work in progress	19 893
Debtors and prepayments	152 339
Short term loans	-
Bank balance and cash	140 587
Group companies advances and debts currently receivable	44 502
Other items	64 436
TOTAL	421 757

**LESS: CURRENT LIABILITIES**

Creditors and accruals	181 398
Traffic revenue received in advance	166 331
Taxation and Social Security	4 465
Dividends	-
Bank overdrafts and short term loans	17 315
Instalments of borrowings and hire purchase (1 yr)	11 904
Group Companies advances and debts currently payable	4 037
Other Items	5 286
TOTAL CURRENT LIABILITIES	390 736
TOTAL NET CURRENT ASSETS /(LIABILITIES)	31 021

**INTANGIBLE ASSETS**

Pre- operational training and development	-
Goodwill Net Book Value	-
Other items	31 932
TOTAL INTANGIBLE ASSETS	31 932

**OTHER ASSETS**

TOTAL OTHER ASSETS	-
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**AMOUNTS RECEIVABLE (more than one year)**

Group	-
Other	-
TOTAL ASSETS	483 590

**Financed by: SHAREHOLDERS FUND**

Share capital	4 497
Share premium account	4 990
Capital reserve	25 000
Revenue reserve	-
Revaluation reserve	-
Other reserve	94 585

**BORROWINGS ETC (replayable more than one year ahead)**

Advances from other Group Companies	-
Bank loans	129 123
Other loans	-
Hire Purchase Liabilities	64 121

**DEFERRED LIABILITIES**

Taxation	118 289
Other	42 985
TOTAL FINANCE	483 590

**Footnotes**

- a) BMI British Midland includes BMI Regional results
- b) Monarch Airlines report covers a 18 month period
- c) Virgin Atlantic Airways Ltd report covers a 10 month period

Table 2.8

BRITISH  
MEDITERRANEAN  
AIRWAYS

31-Mar-04

3 448  
1 964  
1 484  
1 827  
991  
836  
-  
2 320

-  
-  
-

601  
9 397  
-  
12 766  
-  
3 107  
25 871

15 133  
-  
76  
-  
-  
-  
-  
15 209  
10 662

-  
-  
-  
-

-

-  
-  
12 982

15 541  
-  
-  
(4 001)  
-  
-

-  
1 441  
-  
-

-  
-  
12 981

Table 2.8 cont

FLIGHTLINE LTD

31-Dec-03

283  
143  
140  
2 124  
1 203  
921  
-  
1 061

2  
-  
2

1 452  
3 963  
-  
545  
475  
-  
6 435

3 355  
-  
162  
-  
-  
-  
1 292  
-  
4 809  
1 626

-  
-  
-  
-

-

-  
-  
2 689

100  
-  
-  
1 923  
-  
-

-  
-  
-

187  
479  
2 689

Table 2.8 cont

TITAN AIRWAYS  
LTD

31-Mar-04

7 874  
4 084  
3 790  
1 332  
759  
573  
-  
4 363

-  
-

124  
4 700  
-  
113  
6 358  
-  
11 295

3 960  
1 903  
279  
500  
713  
-  
-  
-  
7 355  
3 940

-  
-  
-

-

-  
776  
9 079

5  
-  
-  
6 859  
-  
-

-  
1 490  
-  
-

725  
-  
9 079

Table 2.8 cont