

## 7. Called up equity share capital

	Authorised		Allotted - fully paid	
	2007	2006	2007	2006
Ordinary shares of 5 pence each	£14,500,000	£14,500,000	£9,930,679	£9,904,472
Number of shares	290,000,000	290,000,000	198,613,572	198,089,442
Reconciliation of movement in issued share capital:				
Shares in issue 1 January			198,089,442	196,922,357
Share allotments on exercise of options			524,130	1,167,085
<b>Shares in issue 31 December</b>			<b>198,613,572</b>	<b>198,089,442</b>

Consideration of £1.3 million was received in respect of share allotments in the year ended 31 December 2007 (2006: £1.2 million). At 31 December 2007 there were outstanding options to receive allotments of 2,888,975 ordinary shares under the Executive Share Option Scheme, the Share Incentive Scheme and the Long Term Incentive Plan. The price for the vested share for the Long Term Incentive Plan is £nil. The option exercise prices for the other schemes range from 272.6 pence to 745.0 pence. The options are exercisable up to March 2017. At 31 December 2007 the middle market quotation of the ordinary share, as derived from the Stock Exchange Official List, was 795.0 pence. The highest price attained by the ordinary share in 2007 was 842.0 pence and the lowest level during 2007 was 651.0 pence.

## 8. Share-based payments

The grants and related accounting treatment adopted by Arriva plc under FRS20, 'Share-based payments', are identical to that adopted by the group under IFRS2, 'Share-based payments'. For details please refer to note 24 in the group financial statements.

## 9. Reserves

	Capital redemption reserve £m	Share premium account £m	Special reserve £m	Profit and loss account £m	Total £m
At 1 January 2007	1.8	22.4	59.1	228.1	311.4
Arising on issue of shares	-	1.8	-	(0.5)	1.3
Profit for the year	-	-	-	423.0	423.0
Dividends	-	-	-	(41.9)	(41.9)
Actuarial gain on pension deficit	-	-	-	5.0	5.0
Movement on deferred tax relating to pension	-	-	-	(1.5)	(1.5)
Share-based payments	-	-	-	1.6	1.6
Tax relief on share option schemes	-	-	-	0.5	0.5
<b>At 31 December 2007</b>	<b>1.8</b>	<b>24.2</b>	<b>59.1</b>	<b>614.3</b>	<b>699.4</b>

The capital redemption reserve represents the cumulative par value of all shares bought back and cancelled by the group and is not distributable. The special reserve was created in 1997 when an application to transfer the share premium account into a special reserve was granted by the High Court and is not distributable.