**British Rail Analysis Evidence**

**Total Revenue raised from the Privatisation of British Rail:**

£6,485 million

**Number of rail firms in UK pre and post nationalisation:**

|  |  |
| --- | --- |
| **1989** | **2010** |
| 7 | 40 |

**Growth of Rail Prices 1990 – 2010**

* Promoting Efficiency: motive to make profits and cut costs, increasing dynamic efficiency.
* Raises revenue for the government.
* Promotes competition.
* Reduces size of public sector.
* Promoting enterprise culture and capitalism.
* Worse allocation of resources, chance of privately run monopolies. Loss of consumer welfare.
* More negative externalities as firms ignore them.
* Closure of loss making firms. Local bus service.