

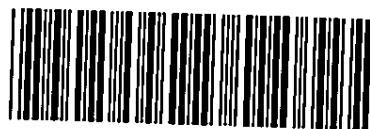
BET LIMITED

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2007

Registered Number: 49855

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BET LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the audited financial statements of the company for the year ended 31 December 2007

Principal activities and business review

The company is a wholly owned subsidiary of Rentokil Initial plc Group ("the Group") and operates as part of the Group's central division. The principal activity of the company is that of a holding company for companies involved in providing business services. There have been no significant changes in the company's principal activity in the year under review. The directors do not intend, at the date of this report, that there will be any major changes in the company's activities in the next year.

The balance sheet on page 6 of the financial statements shows that the company's financial position at the year end is, in net assets and cash, comparable with the prior year except for the impact of the rationalisation of inter-company loans, and an decrease in onerous lease provisions relating to Maldon and Harrow properties.

The Rentokil Initial Group manages its operations on a divisional basis. For this reason, the company's directors believe that analysis using key performance indicators for the company is not necessary or appropriate for an understanding of the development, performance or position of the business. The performance of the general central division of Rentokil Initial plc, which includes the company, is discussed in the Group's Annual Report which does not form part of this report.

Principal risks and uncertainties

The directors of Rentokil Initial plc manage the risks of the Rentokil Initial Group at a group level, rather than at an individual business unit level. For this reason, the Company's directors believe that a discussion of the Group's risks would not be appropriate for an understanding of the development, performance or position of the Company's business. The principal risks and uncertainties of the Group, which include those of the Company, are discussed in the Group's 2007 Annual Report which does not form part of this report.

Employees

The company had no employees in the year under review.

Results and dividends

The profit for the year, after taxation, amounted to £566,640,000 (2006 loss £5,519,000). An interim dividend of £nil (2006 £nil) was paid. The directors do not recommend the payment of a final dividend for 2007 (2006 £nil).

Directors

A E Macfarlane

H J L Chandler

P Griffiths

C J Tyler (resigned 1 January 2008)

G T Brown

D J McConnachie (appointed 1 January 2008)

The directors named above held office throughout the year except where indicated. None of the directors listed had interests in the shares of the company, or any of its subsidiaries.

POLICY IN RELATION TO THE PAYMENT OF SUPPLIERS

The company has no external suppliers and therefore there are no trade creditors at the year end from which to calculate creditor days.

BET LIMITED

REPORT OF THE DIRECTORS (CONTINUED)

Statement of directors' responsibilities in respect of the Annual Report and the financial statements

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business, in which case there should be supporting assumptions or qualifications as necessary.

The directors confirm that they have complied with the above requirements in preparing the financial statements.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure of information to auditors

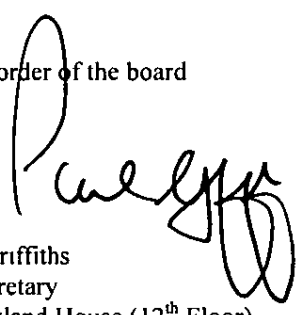
In accordance with section 234 of the Companies Act, each director who was a director at the time the report was approved confirms the following:

- So far as each director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- Each has taken all steps that each ought to have taken as a director to make himself aware of any relevant information and to establish that the company's auditors are aware of that information.

Auditors

The auditors, PricewaterhouseCoopers LLP, are willing to continue in office and their reappointment will be proposed at the Annual General Meeting.

By order of the board



P Griffiths
Secretary
Portland House (12th Floor)
Bressenden Place
London
SW1E 5BH

30 October 2008

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BET LIMITED

We have audited the financial statements of BET Limited for the year ended 31 December 2007, which comprise the Profit and Loss Account, the Statement of Total Recognised Gains and Losses, the Balance Sheet, and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). This report, including the opinion, has been prepared for and only for the company's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2007 and of its profit for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements.

PricewaterhouseCoopers LLP

PricewaterhouseCoopers LLP
Chartered Accountants and Registered Auditor
London

21 October 2008

BET LIMITED**PROFIT & LOSS ACCOUNT****FOR THE YEAR ENDED 31 DECEMBER 2007**

	Notes	<u>2007</u> £'000	<u>2006</u> £'000
Operating income/(expenses)		<u>15,929</u>	<u>(4,369)</u>
OPERATING PROFIT/(LOSS)		15,929	(4,369)
Loss on disposal of businesses	2	-	(355)
Income from shares in subsidiary undertakings		<u>546,370</u>	<u>266</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE INTEREST AND TAXATION		562,299	(4,458)
Interest receivable and similar income	3	6,787	4,928
Interest payable and similar charges	4	<u>(692)</u>	<u>(6,483)</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	5	568,394	(6,013)
Taxation on loss on ordinary activities	7	<u>(1,754)</u>	<u>494</u>
RETAINED PROFIT/(LOSS) FOR THE YEAR	17	<u>566,640</u>	<u>(5,519)</u>

The results for the year are wholly attributable to the continuing operations of the company

The notes on pages 7 to 17 form part of the financial statements

BET LIMITED**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES****FOR THE YEAR ENDED 31 DECEMBER 2007**

	<u>2007</u> <u>£'000</u>	<u>2006</u> <u>£'000</u>
Profit/(loss) for the financial year	566,640	(5,519)
Actuarial gain/(loss) for the year	115	(23)
Deferred Tax Adjustment on Actuarial Gain	<u>(34)</u>	<u>7</u>
TOTAL RECOGNISED GAINS/(LOSS) SINCE LAST ANNUAL REPORT	<u>566,721</u>	<u>(5,535)</u>

BET LIMITED**BALANCE SHEET****AS AT 31 DECEMBER 2007**

	Notes	<u>2007</u> £'000	<u>2006</u> £'000
FIXED ASSETS			
Investments - shares in group undertakings	9	2,462,783	2,462,783
Tangible fixed assets	8	<u>343</u>	<u>764</u>
		2,463,126	2,463,547
CURRENT ASSETS			
Debtors (includes amounts falling due after more than one year of £502,000, 2006 £224,615,000)	10	623,121	226,217
Cash at bank		<u>6,520</u>	<u>121,933</u>
		629,641	348,150
CREDITORS			
AMOUNTS FALLING DUE WITHIN ONE YEAR	11	<u>(910,813)</u>	<u>(520)</u>
NET CURRENT (LIABILITIES)/ASSETS		(281,172)	347,630
TOTAL ASSETS LESS CURRENT LIABILITIES		2,181,954	2,811,177
CREDITORS			
AMOUNTS FALLING DUE AFTER ONE YEAR	12	(2,857)	(1,170,016)
PROVISIONS FOR LIABILITIES AND CHARGES	13	<u>(8,788)</u>	<u>(37,573)</u>
NET ASSETS		<u>2,170,309</u>	<u>1,603,588</u>
EQUITY CAPITAL AND RESERVES			
Called up share capital	15	243,421	243,421
Share premium account	16	1,257,028	1,257,028
Other reserves	16	92,500	92,500
Profit and loss account	16	<u>577,360</u>	<u>10,639</u>
EQUITY SHAREHOLDERS' FUNDS	17	<u>2,170,309</u>	<u>1,603,588</u>

The financial statements on pages 4 to 17 were approved by the board on ^{3rd} October 2008 and were signed on its behalf by



D McConnachie
Director

The notes on pages 7 to 17 form part of the financial statements

BET LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

1. ACCOUNTING POLICIES

Accounting convention

The financial statements are prepared on a going concern basis under the historical cost convention and comply with the Companies Act 1985 as amended by the Companies Act 1989 and applicable accounting standards. The particular accounting policies adopted by the directors are described below and are considered suitable, have been consistently applied and are supported by reasonable and prudent judgements and estimates.

New accounting standards

The ASB has issued amendments to the following standards:

- FRS 3 "Reporting financial performance"
- FRS26 "Financial instruments: Measurements"

There was no impact on the financial statements on the adoption of these amendments.

Going Concern

The Directors have received confirmation from Rentokil Initial Plc of its intention to financially support the Company such that the Company can meet its obligations as they fall due for a period of at least 12 months from the date of the Directors' approval of these financial statements.

Consolidated financial statements

The company is exempt from the requirement to prepare group financial statements, as it is a wholly owned subsidiary of Rentokil Initial plc and as such these financial statements present financial information about the company as an individual undertaking.

Cashflow statement and related party disclosures

The company is a wholly owned subsidiary of Rentokil Initial plc and is included in the consolidated financial statements of Rentokil Initial plc, which are publicly available. Consequently, the company has taken advantage of the exemption from preparing a cashflow statement under the terms of Financial Reporting Standard 1 (Revised 1996). The company is also exempt under the terms of Financial Reporting Standard 8 from disclosing related party transactions (but not balances) with entities that are part of the Rentokil Initial plc group or investees of the Rentokil Initial plc group (note 19).

Investments

Investments held as fixed assets are stated at cost less provision for any impairment. In the opinion of the directors the value of such investments is not less than that shown at the balance sheet date.

Tangible Fixed Assets

Leasehold land is amortised in equal annual instalments over the periods of the leases subject to a minimum annual provision of 1% of costs. When the properties are sold the difference between sale proceeds and net book value is dealt with in the profit and loss account.

BET LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007 (CONTINUED)

1. ACCOUNTING POLICIES (CONTINUED)

Provisions

Provision is made in accordance with FRS 12 for

Vacant property - In respect of vacant and partly sub-let leasehold properties to the extent that future rental payments are expected to exceed future rental income

Environmental - For all known liabilities to remediate contaminated land on the basis of management's best estimate of the costs of these liabilities

Provisions are calculated by discounting all expected future cashflows over the life of the lease at a rate of 3.165%

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the taxable profits and results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all the available evidence, it can be regarded as more likely than not that there will be suitable profits from which the future reversal of the underlying timing difference can be deducted.

Deferred tax is measured at the average rates that are expected to apply in the periods in which the timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

Foreign currency transactions

Amounts expressed in foreign currencies are translated into sterling at the middle market rate of exchange ruling in London at the close of business at the period end.

Transactions during the year are translated at the middle market rates prevailing at the date of the transaction. Exchange gains or losses are dealt with in the profit and loss account.

BET LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2007 (CONTINUED)****2. LOSS ON DISPOSAL OF BUSINESSES**

	<u>2007</u> <u>£'000</u>	<u>2006</u> <u>£'000</u>
Loss on disposal of Printwipe Limited	-	(355)

3. INTEREST RECEIVABLE AND SIMILAR INCOME

	<u>2007</u> <u>£'000</u>	<u>2006</u> <u>£'000</u>
Bank interest	2,177	1,650
Intercompany interest	-	3,278
Exchange gain on foreign denominated intercompany balances	<u>4,610</u>	<u>-</u>
	<u>6,787</u>	<u>4,928</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	<u>2007</u> <u>£'000</u>	<u>2006</u> <u>£'000</u>
Bank interest paid	1	75
Interest unwind on provision	618	690
Intercompany interest	-	1,207
Exchange loss on foreign denominated intercompany balances	-	4,412
Debenture interest	<u>73</u>	<u>99</u>
	<u>692</u>	<u>6,483</u>

5. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

There is no charge to the profit and loss account for auditor's remuneration as the costs of the company's audit are borne by another group company. The audit fee for the year was £3,000 (2006 £3,000)

During the year fixed assets with a net book value of £629,000 were sold for £1,536,000 giving a profit on disposal of £907,000

BET LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2007 (CONTINUED)****6. DIRECTORS AND EMPLOYEES**

The company has no employees and accordingly there are no employee costs (2006 £nil)
 The directors received no emoluments for services as directors of the company (2006 £nil)
 In addition, none of the directors had any retirement benefits accruing to them under defined benefit pension schemes

7. TAXATION ON PROFIT/(LOSS) ON ORDINARY ACTIVITIES

	<u>2007</u> £'000	<u>2006</u> £'000
Current Tax :		
UK corporation tax on profit/(loss) for the year	1,640	-
Adjustment in respect of previous year	-	(841)
Total current tax	1,640	(841)
Deferred Tax :		
Current year	34	347
Prior year	<u>50</u>	<u>-</u>
Total deferred tax	84	347
Tax on profit/(loss) on ordinary activities	<u>1,724</u>	<u>(494)</u>

The tax assessed for the period is lower than the standard rate of corporation tax in the UK (30%) The differences are explained below

	<u>2007</u> £'000	<u>2006</u> £'000
Profit/(loss) on ordinary activities before tax	<u>568,394</u>	<u>(6,013)</u>
Profit/(loss) on ordinary activities multiplied by the standard rate of corporation tax in the UK (30%) (2006 30%)	170,518	(1,804)
Effects of		
Non taxable UK dividend income	(163,911)	(99)
Disallowable expenses	(4,657)	1,537
Non-allowable loss on disposal of investments	-	98
Other timing difference	(38)	(389)
Surrender of group relief for nil consideration	-	657
Utilisation of Capital Losses brought forward	(272)	-
Adjustments in respect of prior periods	-	(841)
Current tax charge for the year	<u>1,640</u>	<u>(841)</u>

BET LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2007 (CONTINUED)****8. TANGIBLE FIXED ASSETS**

	Long leasehold land and buildings £'000	Total £'000
<u>Cost</u>		
At 1 January 2007	910	910
Addition	220	220
Disposal	(730)	(730)
At 31 December 2007	400	400
<u>Depreciation</u>		
At 1 January 2007	146	146
Disposal	(101)	(101)
Charge for the year	12	12
At 31 December 2007	57	57
<u>Net book value</u>		
At 31 December 2007	<u>343</u>	<u>343</u>
At 31 December 2006	<u>764</u>	<u>764</u>

There were no assets held under finance leases

9. INVESTMENTS

The principal investments at 31 December 2007 represent a 100% interest in the ordinary share capital of the following companies

BET Finance Limited
 BET Overseas Limited
 BET UK Limited
 BET US Limited
 Rentokil Initial UK Limited
 RTO Finance Limited
 Rentokil Limited
 Rentokil (Bulk) Ltd

These subsidiaries, in turn, own 100% of the equity share capital of the following principal subsidiaries of Rentokil Initial plc (except where indicated)

Dudley Industries Limited
 Initial Catering Services Limited (75%)
 Initial City Link Limited
 Rentokil Initial (UK) Cleaning Limited
 Initial Electronic Security Systems Limited
 Initial Hospital Services Limited
 Rentokil UYJ Limited
 Initial Integrated Services Limited
 Rentokil IT Hygiene Limited
 Retail Cleaning Services Limited (51%)

BET LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2007 (CONTINUED)****9. INVESTMENTS (Continued)**

Movement in investments during the year

	Shares in group Undertakings £'000
At 1 January and 31 December	<u>2,462,783</u>

An impairment review was carried out and no subsidiary's valuation was found to have fallen below the investment carrying value

10. DEBTORS

	<u>2007</u> £'000	<u>2006</u> £'000
<u>Amounts falling due less than one year:</u>		
Trade debtors	40	311
Amounts owed by ultimate parent	300,853	-
Amounts owed by group undertakings	321,509	-
Other debtors	-	732
Prepayments and accrued income	<u>195</u>	<u>559</u>
	622,597	1,602
<u>Amounts falling due after more than one year:</u>		
Deferred taxation (note 14)	524	672
Amounts owed by ultimate parent	-	180,853
Amounts owed by group undertakings	<u>-</u>	<u>43,090</u>
	524	224,615
	<u>623,121</u>	<u>226,217</u>

Amounts owed by group undertakings, at the year end were not interest bearing

BET LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2007 (CONTINUED)****11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<u>2007</u> £'000	<u>2006</u> £'000
Amounts due to group undertakings	908,860	-
Corporation tax	1,640	-
Other creditors	242	121
Accruals	<u>71</u>	<u>399</u>
	<u>910,813</u>	<u>520</u>

Amounts owed to group undertakings are unsecured, interest free and have no fixed date of repayment

12. CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR

	<u>2007</u> £'000	<u>2006</u> £'000
Debentures – unsecured	992	992
Amounts due to group undertakings	-	1,166,916
Defined benefit liabilities (Note 18)	<u>1,865</u>	<u>2,108</u>
	<u>2,857</u>	<u>1,170,016</u>

Obligations under the unsecured debentures

	<u>2007</u> £'000	<u>2006</u> £'000
Amounts payable		
- within one year or on demand	-	-
- after 1 year and within 2 years	-	-
- after 2 year and within 5 years	<u>992</u>	<u>992</u>
	<u>992</u>	<u>992</u>

The unsecured debentures are perpetual in nature and have an effective interest rate in the 4.5% to 5.0% range

BET LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2007 (CONTINUED)****13. PROVISIONS FOR LIABILITIES AND CHARGES**

	<u>Vacant Properties</u> £'000	<u>Environ- mental</u> £'000	<u>Total</u> £'000
1 January 2007	28,564	9,009	37,573
Additional provision	-	-	-
Utilised during the year	(14,334)	-	(14,334)
Interest unwind	523	95	618
Released to profit and loss account	<u>(5,965)</u>	<u>(9,104)</u>	<u>(15,069)</u>
At 31 December 2007	<u>8,788</u>	<u>-</u>	<u>8,788</u>

The company has a number of vacant and partly sub-let leasehold properties. Provision has been made for the residual lease commitments together with other outgoings, after taking into account existing sub-tenant arrangements and assumptions relating to later periods of vacancy. In accordance with FRS 12, the provisions have been reviewed for movements in these properties during the year as disclosed above. It is expected that the provision will be utilised over the remaining onerous lease period (the last onerous lease expiring in 2020). The environmental provision relates wholly to the Maldon site and was released unused when the site was sold during 2007.

14. DEFERRED TAXATION

The movement on the deferred taxation account is as follows

	£'000
1 January 2007 (note 10)	672
Charged to profit and loss account (note 7)	(114)
Taken to reserves	<u>(34)</u>
At 31 December 2007	<u>524</u>
Deferred tax	
Provision for deferred tax comprises	
Other timing differences	<u>524</u>

BET LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2007 (CONTINUED)****15. CALLED UP SHARE CAPITAL**

	<u>2007</u> £'000	<u>2006</u> £'000
AUTHORISED		
1,000 million ordinary shares of 25p each	<u>250,000</u>	<u>250,000</u>
CALLED UP SHARE CAPITAL		
973,663,283 allotted and fully paid ordinary shares (2006 973,663,283)	<u>243,421</u>	<u>243,421</u>

16. RESERVES

	Share premium account £'000	Other Reserves £'000	Profit and loss account £'000
At 1 January 2007	1,257,028	92,500	10,639
Retained profit for the year	-	-	566,640
Actuarial gain for the year	-	-	115
Deferred Tax on Actuarial gain	<u>-</u>	<u>-</u>	<u>(34)</u>
At 31 December 2007	<u>1,257,028</u>	<u>92,500</u>	<u>577,360</u>

17. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	<u>2007</u> £'000	<u>2006</u> £'000
Profit/(loss) for the year	566,640	(5,519)
Equity dividends paid	<u>-</u>	<u>-</u>
Retained profit/(loss) for the year	566,640	(5,519)
Actuarial gain/(loss) for the year	115	(23)
Deferred Tax on Actuarial gain/loss	<u>(34)</u>	<u>7</u>
Net movement in shareholders' funds	566,721	(5,535)
Opening shareholders' funds	<u>1,603,588</u>	<u>1,609,123</u>
Closing shareholders' funds	<u>2,170,379</u>	<u>1,603,588</u>

BET LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007 (CONTINUED)

18. PENSION AND POST RETIREMENT HEALTHCARE BENEFITS

Employees of subsidiary companies are included in the Rentokil Initial Pension Scheme. However, BET Ltd has no current or past employees that participate in the Rentokil Initial Pension Plan and therefore the company has not presented disclosures required under FRS 17.

BET Limited operates several unfunded plans, which provides certain past employees with post retirement healthcare benefits. These defined benefit schemes are reappraised annually by independent actuaries, based upon actuarial assumptions in accordance with FRS 17 "Retirement Benefits", using the projected unit method.

There are no costs in the profit and loss account as the schemes are closed to new members, and as a result there are no further contributions being made.

The amounts recognised in the balance sheet and the movement in the fair value of unfunded liabilities are as follows:

	<u>2007</u> £'000	<u>2006</u> £'000
At 1 January 2007	2,108	3,370
Curtailment cost	(128)	(250)
Employer contributions	-	(1,035)
Actuarial (gain)/loss for the year	<u>(115)</u>	<u>23</u>
At 31 December 2007	<u>1,865</u>	<u>2,108</u>

The date of the most recent independent actuarial assessment was 31 December 2007.

The actuarial valuation of the post retirement healthcare benefits liability assumed that healthcare costs will increase by 8.0% a year, reducing by 0.5% for six years and 4.1% thereafter with a net present value discount rate of 6.0%.

The equivalent valuation for 2006 assumed healthcare costs would increase by 8% per year, reducing by 0.5% for 6 years and 3.8% thereafter with a net present value discount rate of 5.1%.

The total liability as at 31 December 2007 is 6% lower than previously expected as a result of:

- 1 The base cost used for the 2007 valuation being lower than expected
- 2 An increase in the health care cost trend rate compared to last year's assumptions
- 3 The increase in the discount rate compared to last year's assumptions

BET LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007 (CONTINUED)

19. ULTIMATE PARENT COMPANY

The company's immediate parent company is Rentokil Initial 1927 plc. The company's ultimate parent company is Rentokil Initial plc, which forms the only group into which the financial statements of the company are consolidated. The consolidated financial statements of Rentokil Initial plc are available from Portland House (12th Floor), Bressenden Place, London, SW1E 5BH.

20. OTHER RELATED PARTY TRANSACTIONS

The company's ultimate controlling party is Rentokil Initial plc. The company has not undertaken any transactions with related parties during the year, other than transactions with fellow members of Rentokil Initial plc. Such transactions are exempt from disclosure under FRS 8.

21. CONTINGENT LIABILITIES

BET Limited has no guarantees in respect of any subsidiary's borrowing facility as at 31 December 2007 (2006: £Nil).

The company and certain subsidiary companies have, in the normal course of business, given performance guarantees in respect of the group's own contracts and, in connection with the disposal of businesses, have assumed certain contingent obligations. In addition, there are contingent liabilities in respect of litigation. None of these matters is expected to give rise to any material loss.

22. POWER TO AMEND FINANCIAL STATEMENTS AFTER ISSUE

These financial statements were authorised by D McConnachie as director of the company on the date shown on page 7 of the balance sheet. The directors of the company and the parent company that holds 100% of the company's shares have the power to amend the financial statements after issue.