Company No: 1131523

R. MANSELL (DEVELOPMENTS) LIMITED

REPORT AND FINANCIAL STATEMENTS

31 DECEMBER 2005



R. Mansell (Developments) Limited

Directors

M J Peasland FCIOB (resigned 31 December 2005)
B P Perrin BSc ACA AMCT
S J Waite FRICS MCIOB (appointed 31 December 2005)

Secretary and Registered Office

J G Faulkner GradICSA (resigned 28 March 2006)
B P Perrin BSc ACA AMCT (appointed 28 March 2006)
Roman House, 13/27 Grant Road, Croydon, Surrey, CR9 6BU

Report of the directors

The directors submit their report and financial statements for the year ended 31 December 2005.

Review of activities

The company did not trade during the year.

The company is dormant and the directors do not anticipate that the company will commence trading in the foreseeable future.

Directors and their interests in the group

The directors holding office at the date of this report are shown above.

No director had any beneficial interest in the shares of the company or any other Mansell group company at any time during the year.

At 31 December 2005, Mr M J Peasland, Mr B P Perrin and Mr S J Waite were also directors of the intermediate parent company, Mansell plc, and their interests in the group, as defined by the Companies Act 1985, are set out in the directors' report attached to the financial statements of that company for the year ended 31 December 2005.

The "Elective Regime"

At the Annual General Meeting held on 16 August 1999, the company adopted a resolution under the terms of Section 379A, Companies Act 1985 (as amended), to take advantage of the full range of procedural relaxations permitted by that provision. Accordingly, no Annual General Meeting is to be held and the accounts will not be laid before the members.

By order of the board



B P Perrin
Company Secretary

18 October 2006

R. Mansell (Developments) Limited

Balance sheet at 31 December 2005

	Note	2005	2004
Creditors: amounts falling due within one year			
Owed to group companies		(98,731)	(98,731)
Net current liabilities		£ (98,731)	£ (98,731)
Capital and reserves			
Called up share capital	2	2	2
Profit and loss account (deficit)		(98,733)	(98,733)
		£ (98,731)	£ (98,731)

Despite the existence of net current liabilities, the directors consider that the accounts should be prepared on a going concern basis, as the intermediate parent company, Mansell plc, has indicated that it will support the company for a period of at least twelve months from the date of this report.

(a) For the year ended 31 December 2005 the company was entitled to exemption under section 249AA(1) of the Companies Act 1985.

(b) Members have not required the company to obtain an audit in accordance with section 249B(2) of the Companies Act 1985.

(c) The directors acknowledge their responsibility for:

(i) ensuring the company keeps accounting records which comply with section 221; and

(ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year, and of its profit or loss for the financial year, in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

These financial statements were approved by the board on 18 October 2006.

B P Perrin
Director

Notes to the financial statements

1. **Principal accounting policies**

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards.

Despite the existence of a deficiency on net current assets the directors consider that the accounts should be prepared on a going concern basis as, at 31 December 2005, £98,731 of creditor balances were due to a group company which has agreed not to call the balance for payment until permitted by the resource of the company.

2. **Called up share capital**

	2005	2004
Ordinary shares of £1 each		
Authorised	£ 100	£ 100
Allotted, called up and fully paid	£ 2	£ 2

Both shares rank equally in respect of all shareholder rights.

3. **Parent undertakings and controlling parties**

The Company is a wholly owned subsidiary of Mansell plc, registered in England and Wales, which does not prepare consolidated financial statements.

The Company's ultimate parent undertaking and controlling party is Balfour Beatty plc which is registered in England and Wales.

The only group in which the results of the Company are consolidated is that headed by Balfour Beatty plc. The consolidated financial statements of Balfour Beatty plc are available to the public and may be obtained from the Company Secretary, Balfour Beatty plc, 130 Wilton Road, London SW1V 1LQ and on the Balfour Beatty website www.balfourbeatty.com.