

Company Registration No: 2306348

TARMAC CLAYFORM LIMITED

Report and Financial Statements

31 December 2000



REPORT AND FINANCIAL STATEMENTS 2000

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REPORT AND FINANCIAL STATEMENTS 2000

OFFICERS AND PROFESSIONAL ADVISORS

DIRECTORS

Tarmac Nominees Limited
Tarmac Nominees Two Limited
M H Marx

SECRETARY

S A Lanes

REGISTERED OFFICE

Portland House
Stag Place
London SW1E 5DS

BANKERS

Barclays Bank PLC
50 Pall Mall
London SW1A 1QB

SOLICITORS

Linklaters
1 Silk Street
London EC2Y 8HQ

AUDITORS

Deloitte & Touche
Chartered Accountants
Hill House
1 Little New Street
London EC4A 3TR

DIRECTORS' REPORT

The directors present their annual report and audited financial statements for the year ended 31 December 2000.

PRINCIPAL ACTIVITY AND REVIEW OF DEVELOPMENTS

The principal activity of the company at present and for the foreseeable future is that of property development. The company, which is a joint venture between Development Securities PLC and Tarmac Properties (JMA) Limited (a Tarmac PLC subsidiary) owned a development site at Stokenchurch, Buckinghamshire which was disposed of during the year.

RESULTS AND DIVIDENDS

The results for the year are set out in the profit and loss account on page 5. The directors do not recommend the payment of a dividend (1999: £nil).

DIRECTORS AND DIRECTORS' INTERESTS

The directors who held office during the year were as follows:

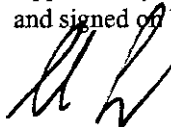
L J Mills (resigned 27 October 2000)
C M H Kemp (resigned 28 July 2000)
M H Marx
N S Corderey (resigned 29 September 2000)
Tarmac Nominees Limited (appointed 28 July 2000)
Tarmac Nominees Two Limited (appointed 27 October 2000)

None of the directors had any interests in the shares of the company during the year.

AUDITORS

A resolution concerning the reappointment of Deloitte & Touche is to be proposed at the forthcoming Annual General Meeting.

Approved by the Board of Directors
and signed on behalf of the Board



S A Lanes
Secretary
30th October 2001

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year 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 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 accounting standards have been followed; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to 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.

**AUDITORS' REPORT TO THE MEMBERS OF
TARMAC CLAYFORM LIMITED**

We have audited the financial statements on pages 5 to 8, which have been prepared under the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 3, the company's directors are responsible for the preparation of financial statements, which are required to be prepared in accordance with applicable United Kingdom law and accounting standards. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

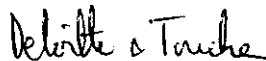
Basis of opinion

We conducted our audit in accordance with United Kingdom auditing standards 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 judgements 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 of the state of the company's affairs as at 31 December 2000 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Deloitte & Touche

Chartered Accountants and Registered Auditors
Hill House
1 Little New Street
London EC4A 3TR

30 October 2001

PROFIT AND LOSS ACCOUNT
Year ended 31 December 2000

	Note	2000 £	1999 £
TURNOVER	1	2,550,000	-
Direct costs	2	<u>(1,580,689)</u>	<u>(6,830)</u>
OPERATING PROFIT/(LOSS)		969,311	(6,830)
Interest payable and similar charges	3	<u>(5)</u>	<u>(10)</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE AND AFTER TAXATION	2	<u>969,306</u>	<u>(6,840)</u>
PROFIT AND LOSS ACCOUNT BROUGHT FORWARD		<u>(7,814,511)</u>	<u>(7,807,671)</u>
PROFIT AND LOSS ACCOUNT CARRIED FORWARD		<u>(6,845,205)</u>	<u>(7,814,511)</u>

All operating losses derive from continuing operations.

There are no recognised gains or losses or movements in shareholders' funds during the current and preceding financial year other than as stated in the profit and loss account.

TARMAC CLAYFORM LIMITED

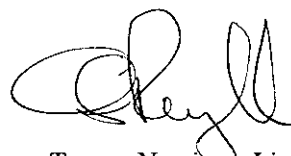
BALANCE SHEET 31 December 2000

	Notes	2000 £	1999 £
CURRENT ASSETS			
Land, developments and trading properties		-	1,500,000
Debtors	4	26,557	2,539
Cash at bank and in hand		<u>4,832</u>	<u>4,407</u>
		31,389	1,506,946
CURRENT LIABILITIES			
CREDITORS: amounts falling due within one year	5	<u>(6,876,494)</u>	<u>(9,321,357)</u>
NET CURRENT LIABILITIES		<u><u>(6,845,105)</u></u>	<u><u>(7,814,411)</u></u>
CAPITAL AND RESERVES			
Called up share capital	6	100	100
Profit and loss account - deficit		<u>(6,845,205)</u>	<u>(7,814,511)</u>
EQUITY SHAREHOLDERS' DEFICIT		<u><u>(6,845,105)</u></u>	<u><u>(7,814,411)</u></u>

These financial statements were approved by the Board of Directors on 30th October 2001.

Signed on behalf of the Board of Directors


M H Marx
Director


Tarmac Nominees Limited
Director

NOTES TO THE ACCOUNTS
Year ended 31 December 2000

1 ACCOUNTING POLICIES

Basis of accounting

The financial statements are prepared in accordance with applicable accounting standards and under the historical cost convention on the going concern basis, due to the intention of Development Securities PLC and Tarmac Properties (JMA) Limited to continue to support the company such that it can meet its liabilities as they fall due for the next twelve months.

Turnover

Turnover represents the disposal proceeds of land, developments and trading properties stated net of Value Added Tax.

Land, developments and trading properties

Land, developments and trading properties in progress are valued at the lower of cost and estimated net realisable value.

2 PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE AND AFTER TAXATION

None of the directors received any emoluments for services to the company during the year (1999: £nil).

The auditors' remuneration for the current and preceding financial year has been borne by Development Securities PLC.

The company does not have any employees (1999: nil).

There is no tax charge on current year profits due to the surrender of losses from associated companies for nil consideration.

3 INTEREST PAYABLE AND SIMILAR CHARGES

	2000 £	1999 £
Overdraft interest	<u>5</u>	<u>10</u>

NOTES TO THE ACCOUNTS
Year ended 31 December 2000

4 DEBTORS

	2000 £	1999 £
Tax recoverable	13,150	91
Other debtors	<u>13,407</u>	<u>2,448</u>
	<u><u>26,557</u></u>	<u><u>2,539</u></u>

5 CREDITORS: amounts falling due within one year

	2000 £	1999 £
Amounts owed to Development Securities PLC	2,986,395	4,189,258
Amounts owed to Tarmac Properties (JMA) Limited	<u>3,890,099</u>	<u>5,132,099</u>
	<u><u>6,876,494</u></u>	<u><u>9,321,357</u></u>

There are no fixed terms for the repayment of the amounts owed to Development Securities PLC and Tarmac Properties (JMA) Limited.

6 CALLED UP SHARE CAPITAL

	2000 £	1999 £
Authorised: 100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Called up, allotted and fully paid: 100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

7 RELATED PARTY DISCLOSURE

The company's share capital is held equally by Development Securities PLC and Tarmac Properties (JMA) Limited. Both companies are incorporated in the United Kingdom and registered in England and Wales. In accordance with Financial Reporting Standard No. 8, "Related Party Disclosures," the balances due to or from these related parties are disclosed in the notes to the accounts.