

**M E SUB LIMITED**Directors

R Coulson  
G Dransfield  
D J Egan

Secretary

G Dransfield

Registered Office

1 Grosvenor Place  
LONDON  
SW1X 7JH

REPORT OF THE DIRECTORSACCOUNTS

The Company did not trade during the year under review and accordingly made no profit or loss. The accounts as at 31 December 2007 comprise the balance sheet and related notes.

DIRECTORS

The Directors as shown at the head of this report are currently in office. D J Egan was appointed on June 1 2007 and N Swift resigned on the same day. R Coulson and G Dransfield served throughout the year.

ULTIMATE PARENT UNDERTAKING

The ultimate parent company is HeidelbergCement AG, a company incorporated in Germany. Copies of the consolidated financial statements of HeidelbergCement AG may be obtained from Berliner Strasse 6 D-69120 Heidelberg Germany.

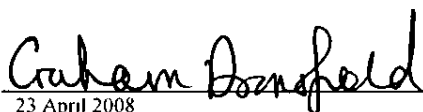
AUDITORS

The Company is entitled to dispense with the need to appoint auditors as allowed by the provisions of S249AA of the Companies Act 1985.

ANNUAL GENERAL MEETING

Pursuant to the Elective Resolution of the Company passed on 9 September 1994, the Company has dispensed with the need to hold Annual General Meetings. Any member of the Company is entitled to require the laying of the accounts before a General Meeting on giving due notice to that effect in accordance with S253 of the Companies Act 1985.

By Order of the Board

 Secretary  
23 April 2008

BALANCE SHEET AS AT 31 DECEMBER 2007


	<u>2007</u> <u>£000</u>	<u>2006</u> <u>£000</u>
Current assets		
Debtors: Amounts owed by parent undertaking	17 600	17 600
Net assets	<u>17 600</u>	<u>17 600</u>
Financed by		
100 authorised allotted called up and fully paid £1 ordinary shares	-	-
Share premium account	<u>17 600</u>	<u>17 600</u>

For the year ended 31 December 2007 the Company was entitled to exemption under S249AA (1) of the Companies Act 1985.

No members have required the Company to obtain an audit of its accounts for the year in question in accordance with S249B (2) of the Companies Act 1985.

The Directors acknowledge their responsibility for -

- a) ensuring the Company keeps accounting records which comply with S221 of the Companies Act 1985 and
- b) preparing accounts which give a true and fair view of the state of affairs of the Company as at the end of its financial year and of its profit and loss account for the financial year in accordance with S226 of the Companies Act 1985 and which otherwise comply with the requirements of the Companies Act relating to accounts so far as applicable to the Company.

 Director  
23 April 2008

NOTES TO THE ACCOUNTSACCOUNTING POLICYAccounting convention

The accounts are prepared under the historical cost convention and in accordance with applicable UK accounting

