

AMEC International Limited

Directors' report and accounts

31 December 2007

Registered number 3203966



AMEC International Limited

Directors

AMEC Nominees Limited
PJ Holland

Secretary

C Fellowes

Registered Office

Booths Park
Chelford Road
Knutsford
Cheshire
WA16 8QZ

Auditors

KPMG Audit Plc
Chartered Accountants
St James' Square
Manchester
M2 6DS

AMEC International Limited

Directors' report

Business review

The company's principal activity is the provision of asset support services.

The loss for the year on ordinary activities after taxation amounted to £624,000 (2006: £135,000).

Directors and directors interests

The current directors are listed on page 1.

The directors who served during the year were as follows:

AMEC Nominees Limited
PJ Holland

Creditor payment policy

Subsidiaries are responsible for agreeing terms and conditions under which transactions with their suppliers are conducted. It is group policy that payments to suppliers are made in accordance with these terms and conditions, provided that the supplier complies with all of its obligations in this regard.

The company had 81 days' purchases outstanding at 31 December 2007 based on the average daily amount invoiced by suppliers during the year.

Third party indemnity provisions

Certain directors benefited from qualifying third party indemnity provisions in place during the financial year and at the date of this report.

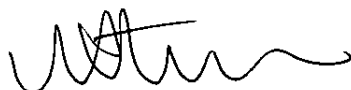
Disclosure of information to auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditors are unaware; and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditors

Pursuant to Section 386 of the Companies Act 1985, the company is not required to reappoint its auditors annually. KPMG Audit Plc will therefore continue as the company's auditor.

By Order of the Board



C FELLOWES
Secretary

AMEC plc
Booths Park
Chelford Road
Knutsford
Cheshire
WA16 8QZ

AMEC International Limited

Profit and loss account for the year ended 31 December 2007

	<i>Note</i>	2007 £000	2006 £000
Turnover	1,4	2,347	345
Cost of sales		(2,065)	(256)
Gross profit		282	89
Administrative expenses		(1,050)	(280)
Loss on ordinary activities before taxation	2-6	(768)	(191)
Taxation on loss on ordinary activities	7	144	56
Loss for the financial year		(624)	(135)

Statement of total recognised gains and losses for year ended 31 December 2007

There were no recognised gains or losses during the current or preceding financial years other than the retained loss for the year stated above.

Reconciliation of movement in shareholders' funds for the year ended 31 December 2007

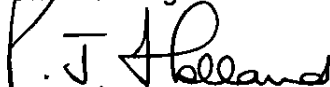
	2007 £000	2006 £000
Loss for the year	(624)	(135)
Net increase to shareholders' deficit	(624)	(135)
Shareholders' deficit at 1 January	(35)	100
Shareholders' deficit at 31 December	(659)	(35)

AMEC International Limited

Balance Sheet as at 31 December 2007

	Note	2007 £000	2006 £000
FIXED ASSETS			
Tangible assets	8	14	16
CURRENT ASSETS			
Debtors: including amounts falling due after more than one year of £101,000 (2006: £100,000)	9	1,796	416
Cash		101	101
		<u>1,897</u>	<u>517</u>
CREDITORS: amounts falling due within one year	10	(1,824)	(568)
Net current assets/(liabilities)		<u>73</u>	<u>(51)</u>
CREDITORS: amounts falling due after one year	11	(746)	-
Net liabilities		<u>(659)</u>	<u>(35)</u>
CAPITAL AND RESERVES			
Called up share capital	12	100	100
Profit and loss account	13	(759)	(135)
Shareholders' deficit		<u>(659)</u>	<u>(35)</u>

These accounts were approved by the board of directors on 26 February 2009 and were signed on its behalf by:



PJ HOLLAND
DIRECTOR

The notes on pages 5 to 9 form part of these accounts.

AMEC International Limited

Notes to the accounts

1 ACCOUNTING POLICIES

Accounting convention

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards and with the Companies Act 1985.

Basis of the preparation of the accounts

The directors have taken advantage of the exemption in FRS 8 "Related party transactions", paragraph 3(c) and have not disclosed any related party transactions with parent and fellow subsidiary undertakings.

Cash flow statement

The company is exempt from the requirement of FRS 1 "Cash flow statements" to prepare a cash flow statement as it is a wholly owned subsidiary undertaking of AMEC plc, and its cash flows are included within the consolidated cash flow of that group.

Going concern

The accounts have been prepared on the going concern basis on the grounds that AMEC Finance Limited has confirmed to the directors that its present intention is to provide financial support to enable the company to continue its operations and to meet its financial obligations.

Taxation

The liability for corporation tax has been assumed by AMEC plc.

The charge for taxation is based on the results for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

Deferred tax is recognised, without discounting in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS19 "Deferred tax".

Turnover

Turnover represents sales and value of work done including transactions with other group undertakings.

2 DIRECTORS' REMUNERATION

None of the directors received any remuneration in respect of their services to the company during the current or preceding financial year.

3 AUDIT COSTS

The audit costs for the company in the current and previous financial year have been borne by another group company.

AMEC International Limited

Notes to the accounts (*continued*)

4 TURNOVER

Turnover by geographical area:

	2007 £000	2006 £000
Africa	1,526	167
Asia	821	178
	<u>2,347</u>	<u>345</u>

5 OPERATING LOSS

	2007 £000	2006 £000
Operating loss is stated after charging:		
Depreciation	<u>5</u>	<u>2</u>

6 STAFF COSTS

	2007 £000	2006 £000
Wages and salaries	<u>263</u>	<u>101</u>

	2007 Number	2006 Number
The average weekly number of employees during the year including directors was	<u>12</u>	<u>5</u>

7 TAXATION ON LOSS ON ORDINARY ACTIVITIES

	2007 £000	2006 £000
Current tax		
UK corporation tax at 30% (2006: 30%)	(268)	(56)
Overseas tax	<u>125</u>	<u>-</u>
	(143)	(56)
Deferred Tax		
Prior year	<u>(1)</u>	<u>-</u>
	(144)	(56)

The current tax credit for the year is lower than (2006 : lower than) the standard rate of corporation tax in the UK and is explained as follows:

	2007 £000	2006 £000
Loss on ordinary activities before taxation	<u>(768)</u>	<u>(191)</u>
Tax credit at 30%	(230)	(57)
Non deductible expenses	<u>87</u>	<u>1</u>
Current tax credit for the year	<u>(143)</u>	<u>(56)</u>

AMEC International Limited

Notes to the accounts (*continued*)

8 TANGIBLE ASSETS

	Plant and Equipment £000
Cost	
As at 1 January 2007	18
Additions	3
As at 31 December 2007	<u>21</u>
Depreciation	
As at 1 January 2007	2
Charge for the year	5
As at 31 December 2007	<u>7</u>
Net book value	
As at 31 December 2007	<u>14</u>
As at 1 January 2007	<u>16</u>

9 DEBTORS

	2007 £000	2006 £000
Amounts falling due within one year:		
Trade debtors	1,396	260
Other debtors	166	-
Amounts recoverable on contracts	133	-
Amounts owed by group undertakings	-	56
	<u>1,695</u>	<u>316</u>
Amounts falling due after more than one year:		
Deferred taxation	1	-
Amounts owed by group undertakings	100	100
	<u>101</u>	<u>100</u>
Total debtors	<u>1,796</u>	<u>416</u>

AMEC International Limited

Notes to the accounts (*continued*)

The deferred tax asset is analysed as follows:

	2007 £000	2006 £000
Accelerated capital allowances	1	-
	<u>1</u>	<u>-</u>
		Deferred taxation £000
As at 1 January 2007		-
Profit and loss account credit		1
As at 31 December 2007		<u>1</u>

10 CREDITORS: amounts falling due within one year

	2007 £000	2006 £000
Trade creditors	-	13
Amounts owed to group undertakings	1,634	555
Other creditors and accruals	190	-
	<u>1,824</u>	<u>568</u>

11 CREDITORS: amounts falling due after more than one year

	2007 £000	2006 £000
Amounts owed to group undertakings	<u>746</u>	<u>-</u>

12 SHARE CAPITAL

	Authorised		Allotted, called up and fully paid	
	2007 number	2006 number	2007 £000	2006 £000
Ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>	<u>100</u>	<u>100</u>

AMEC International Limited

Notes to the accounts (*continued*)

13 RESERVES

	Share capital £000	Profit and loss account £000	Total £000
As at 1 January 2007	100	(135)	(35)
Loss for the year	-	(624)	(624)
As at 31 December 2007	<u>100</u>	<u>(759)</u>	<u>(659)</u>

14 ULTIMATE PARENT COMPANY

The company regarded by the directors as the ultimate parent company is AMEC plc, which is incorporated in England. Copies of the group accounts can be obtained from AMEC plc, Booths Park, Chelford Road, Knutsford, Cheshire, WA16 8QZ.

AMEC International Limited

Statement of directors' responsibilities in respect of the directors' report and the accounts

The directors are responsible for preparing the directors' report and the accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

The accounts 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 for that year.

In preparing those accounts, 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 accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for maintaining 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 accounts comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

AMEC International Limited

Independent Auditor's report to the members of AMEC International Limited

We have audited the accounts of AMEC International Limited for the year ended 31 December 2007 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Total Recognised Gains and Losses, the Reconciliation of Movements in Shareholders' Funds and the related notes. These accounts have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the accounts in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities on page 10.

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the accounts 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 accounts.

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 accounts. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

AMEC International Limited

Independent auditors' report to the members of AMEC International Limited (*continued*)

Opinion

In our opinion:

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



KPMG Audit Plc
Chartered Accountants
Registered Auditor
Manchester

25/2 2009