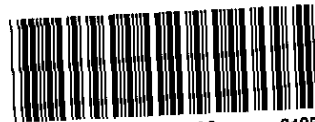


AIRDRIEHILL QUARRIES LIMITED
(Registered Number SC23357)

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2002



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COMPANIES HOUSE 21/01/03

AIRDRIEHILL QUARRIES LIMITED

DIRECTORS' REPORT

The Directors present their Annual Report and unaudited financial statements for the year ended 31 March 2002.

TRADING RESULTS AND DIVIDEND

The Company did not trade during the year and there were no transactions on the profit and loss account. The Directors do not recommend that a dividend be paid in respect of the year ended 31 March 2002 (2001: £Nil).

DIRECTORS

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

M C E Averill
D J Downes
J R Meredith
M J Clarke

DIRECTORS' INTERESTS

None of the Directors had a direct interest in the share capital of the Company. Messrs M C E Averill, D J Downes and J R Meredith are directors of Shanks Group plc and their interests in that company's share capital are disclosed in that company's Report and Accounts. The interests of Mr M J Clarke in the share capital of Shanks Group plc are disclosed in the accounts of Shanks Waste Services Limited. The Directors had no interests in the shares of any other company in the Group.

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 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 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.

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.

AIRDRIEHILL QUARRIES LIMITED

DIRECTORS' REPORT (Continued)

AUDITORS

The company has been dormant throughout the year ended 31 March 2002 and has taken exemption under section 249B(2) of the Companies Act 1985 not to re-appoint auditors.

By Order of the Board.



D J Downes
Director

29 May 2002

Registered Office:
Dunedin House
Auckland Park
Mount Farm
Milton Keynes
Buckinghamshire
MK1 1BU

AIRDRIEHILL QUARRIES LIMITED

BALANCE SHEET - 31 MARCH 2002

	<u>2002</u> £	<u>2001</u> £
CURRENT ASSETS		
Debtors - amounts due from parent undertaking	132,708	132,708
	<hr/>	<hr/>
NET CURRENT ASSETS	132,708	132,708
	<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES	132,708	132,708
	<hr/>	<hr/>
CAPITAL AND RESERVES		
Called up share capital (Note 3)	24,700	24,700
Profit and loss account	108,008	108,008
	<hr/>	<hr/>
EQUITY SHAREHOLDERS' FUNDS	132,708	132,708
	<hr/>	<hr/>

For the year ended 31 March 2002 the company was entitled to exemption under section 249AA(1) of the Companies Act 1985.

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

The directors acknowledge their responsibility for:

- ensuring the company keeps accounting records which comply with section 221; and
- preparing financial statements 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 the financial statements, so far as applicable to the company.

Approved by the Board on 29 May 2002



D J Downes
DIRECTOR

The notes on pages 4 and 5 form part of these financial statements.

AIRDRIEHILL QUARRIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2002

1 ACCOUNTING POLICIES

(a) Basis of Preparation and Company Status

The financial statements have been prepared under the historical cost convention and in accordance with applicable UK Accounting Standards. The Company has not traded during the year and accordingly it has made neither a profit nor a loss. No profit and loss account has therefore been prepared.

(b) New Accounting Standards and Changes in Accounting Policies

FRS 18 - Accounting Policies has been adopted in the current year but this did not require any change in accounting policies.

2 EMOLUMENTS OF DIRECTORS AND EMPLOYEE INFORMATION

The salaries of the Directors were paid by other Shanks Group undertakings and no remuneration was paid or is payable by Airdriehill Quarries Limited. The Directors estimate that no emoluments paid by other Shanks Group undertakings relate to services provided to the Company. The Company had no employees during the year (2001: Nil).

3 CALLED UP SHARE CAPITAL

	<u>2002</u> £	<u>2001</u> £
Authorised 25,000 ordinary shares of £1 each	25,000 <u> </u>	25,000 <u> </u>
Allotted and fully paid 24,700 ordinary shares of £1 each	24,700 <u> </u>	24,700 <u> </u>

4 RELATED PARTY TRANSACTIONS

In accordance with FRS8, the Company, being a wholly owned subsidiary of another company which prepares a statement of related party transactions including that of this Company, has not prepared such a statement itself.

5 CASH FLOW STATEMENT

In accordance with paragraph 8(c) of FRS1, the Company, being the wholly owned subsidiary of another company which prepares a cash flow statement including that of this Company, has not prepared such a statement itself.

AIRDRIEHILL QUARRIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2002

6 ULTIMATE PARENT COMPANY

The Company's immediate holding company is Shanks Northern Limited. The ultimate parent company is Shanks Group plc, a company registered in Scotland. Copies of the Group accounts may be obtained from the Company Secretary, Shanks Group plc, Astor House, Station Road, Bourne End, Buckinghamshire, SL8 5YP.