Company No: 650447

Renew Holdings plc

Interim Accounts

6 months ended 31 March 2007

Renew Holdings plc
Contents of the Interim Report

Registered office

39 Cornhill
London
EC3 3NU

Renew Holdings plc
Profit and Loss Account
6 months ended 31 March 2007

	Note	6 months ended March 2007 £000	12 months ended September 2006 £000
Turnover sale of current asset investments	1	-	6,618
Cost of sales		-	(6,478)
Gross profit		-	140
Administrative expenses		(2,357)	(4,454)
Income from shares in group undertakings	2	4,497	3,150
Operating profit/(loss)	3	2,140	(1,314)
Interest receivable	4	679	956
Interest payable		(236)	(464)
Profit/(loss) on ordinary activities before taxation		2,583	(822)
Taxation	5	(57)	-
Retained profit/(loss) for the financial period	11	2,526	(822)

Statement of Total Recognised Gains and Losses
6 months ended 31 March 2007

	6 months ended March 2007 £000	12 months ended September 2006 £000
Profit/(loss) for the financial period	2,526	(822)
Dividends	(479)	(360)
Total recognised gains and losses for the period	2,047	(1,182)

Renew Holdings plc
Balance Sheet
As at 31 March 2007

	Note	March 2007 £000	March 2007 £000	September 2006 £000	September 2006 £000
Fixed assets					
Tangible assets	6		192		209
Investments	7		83,672		83,672
			83,864		83,881
Current assets					
Debtors due within one year	8	23,653		23,987	
Cash at bank and in hand		16,984		13,951	
		40,637		37,938	
Creditors - amounts falling due within one year	9	(106,059)		(105,473)	
Net current liabilities			(65,422)		(67,535)
Total assets less current liabilities			18,442		16,346
Creditors – amounts falling due after more than one year			-		-
Net assets			18,442		16,346
Capital and reserves					
Share capital	10		5,990		5,990
Share premium account	11		5,893		5,893
Capital redemption reserve	11		3,896		3,896
Revaluation reserve	11		73		73
Share based payments reserve	11		49		-
Profit and loss account	11		2,541		494
Equity shareholders' funds	11		18,442		16,346

The financial statements were approved by the Board on 16 May 2007 and signed on its behalf by

R Harrison
Chairman

Renew Holdings plc
Notes to the financial statements
6 months ended 31 March 2007

1 ACCOUNTING POLICIES

Basis of financial statements

These interim financial statements have been prepared solely for the purposes of filing in accordance with S272 of the Companies Act 1985

The financial statements have been prepared under the historical cost convention, the accounting policies set out below and in accordance with applicable United Kingdom accounting standards The policies adopted are consistent with those applied in the preparation of the financial statements of the company for the year ended 30 September 2006

A summary of the more important accounting policies is set out below

Turnover

Turnover represents the invoiced amount of goods sold and services provided less returns and allowances, excluding value added tax Turnover is generated entirely in the UK

Tangible fixed assets and depreciation

Depreciation is provided on all tangible fixed assets Provision is made at rates calculated to write off the cost of each asset, less estimated residual value, over its expected useful life as follows

Long leasehold property -	Shorter of 50 years and remainder of lease
Plant and machinery -	20%-33% straight line

Where there is evidence of impairment, fixed assets are written down to recoverable amount Any such write down would be charged to operating profit

Investments

Investments are included in the balance sheet at cost less amounts written off, representing impairment in value

Pension commitments

The company does not operate its own pension scheme Its employees are eligible to join the Renew Holdings Defined Contribution Scheme The cost of contributions to this scheme is charged to the profit and loss account as incurred

Leased assets

All leases held are operating leases and the payments made under them are charged to the profit and loss account on a straight-line basis over the lease term

1 ACCOUNTING POLICIES continued

Deferred tax

Deferred tax is provided, except as noted below, on timing differences that have arisen but not reversed by the balance sheet date, where the timing differences result in an obligation to pay more tax, or a right to pay less tax, in the future Timing differences arise because of differences between the treatment of certain items for accounting and taxation purposes

In accordance with FRS 19 'Deferred tax', deferred tax is not provided on timing differences arising from gains on the sale of non-monetary assets, where on the basis of all available evidence it is more likely than not that the taxable gain will be rolled over into replacement assets

Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered

Deferred tax is measured at the tax rates that are expected to apply in the periods when the timing differences are expected to reverse, based on tax rates and law enacted or substantively enacted at the balance sheet date Deferred tax assets and liabilities are not discounted

Renew Holdings plc
Notes to the financial statements (continued)
6 months ended 31 March 2007

2 INCOME FROM SHARES IN GROUP UNDERTAKINGS

	6 months ended 31 March 2007	Year ended September 2006
Dividend received	4,497	3,150

3 OPERATING PROFIT/(LOSS)

Operating profit/(loss) is after charging

Depreciation	17	12

4 INTEREST PAYABLE

Interest payable

On bank loans and overdrafts	236	464

5 TAXATION

	March 2007 £000	September 2006 £000
UK Corporation Tax		
Current tax on profit for the year	-	-
Current taxation	-	-
Deferred taxation		
Net reversal of timing differences	(57)	-
Tax charge on profit/(loss) on ordinary activities	(57)	-

Renew Holdings plc
Notes to the financial statements (continued)
6 months ended 31 March 2007

6 TANGIBLE FIXED ASSETS

	Long leasehold property £000	Plant,vehicles and equipment £000	Total £000
Cost			
At 1 October 2006	789	267	1,056
Additions	-	-	-
Disposals	-	-	-
At 31 March 2007	789	267	1,056
Depreciation			
At 1 October 2006	645	202	847
Charge for year	2	15	17
Disposals	-	-	-
At 31 March 2007	647	217	864
Net book value			
At 31 March 2007	142	50	192
At 30 September 2006	144	65	209

7 FIXED ASSET INVESTMENTS

Shares in group undertakings	£000
Cost	
At 1 October 2006 and 31 March 2007	152,552
Provisions	
At 1 October 2006 and 31 March 2007	(68,880)
Net book values	
At 1 October 2006 and 31 March 2007	83,672

Principal subsidiary undertakings	Registration and principal place of business	Proportion of ordinary shares held by company	Owned by
YJL Ltd	England	100%	Renew Holdings plc
Allenbuild Ltd	England	100%	Subsidiary undertaking
Britannia Construction Ltd	England	100%	Subsidiary undertaking
Walter Lilly & Co Ltd	England	100%	Subsidiary undertaking
YJL London Ltd	England	100%	Subsidiary undertaking
YJL Infrastructure Ltd	England	100%	Subsidiary undertaking
VHE Construction Plc	England	100%	Subsidiary undertaking
Shepley Engineers Ltd	England	100%	Subsidiary undertaking
Lovell America Inc	USA	100%	Subsidiary undertaking

8 DEBTORS

	March 2007 £000	September 2006 £000
Amounts due within one year		
Trade debtors	312	585
Amounts owed by group undertakings	20,548	19,113
Other debtors	874	3,401
Prepayments and accrued income	1,919	888
	23,653	23,987

Renew Holdings plc
Notes to the financial statements (continued)
6 months ended 31 March 2007

9 CREDITORS – AMOUNTS FALLING DUE WITHIN ONE YEAR

	March 2007 £000	**September 2006 £000**
Trade creditors	139	214
Amounts owed to group undertakings	97,916	97,963
Other taxes and social security	874	786
Other creditors	4,689	4,418
Deferred taxation	60	3
Accruals and deferred income	2,381	2,089
	106,059	105,473

10 SHARE CAPITAL

	March **2007** **£000**	September **2006** **£000**
Equity shares		
Authorised		
100,000,000 (2006 100,000,000) Ordinary Shares of 10p each	10,000	10,000
Allotted, called up and fully paid		
59,898,927 (2006 59,898,927) Ordinary Shares of 10p each	5,990	5,990

11 RESERVES

	Share capital	Share premium account	Revaluation reserve	Capital redemption reserve	Share based payments reserve	Profit & loss account	TOTAL
	£000	£000	£000	£000	£000	£000	£000
At 1 October 2006	5,990	5,893	73	3,896	-	494	16,346
Transfer from P&L acc						2,526	2,526
Dividend paid						(479)	(479)
Share based payment					49		49
As at 31 March 2007	5,990	5,893	73	3,896	49	2,541	18,442

12 CASH FLOW STATEMENT AND RELATED PARTY TRANSACTIONS

The company is included in the consolidated financial statements of Renew Holdings plc which are publicly available Consequently, the company has taken advantage of the exemption from preparing a cash flow statement under the terms of Financial Reporting Standard 1 'Cash flow statements' (revised 1996)

The company is also exempt under the terms of Financial Reporting Standard 8 'Related party disclosures' from disclosing related party transactions with Renew Holdings plc or subsidiaries, which are more than 90% owned, of Renew Holdings plc There are no other related party transactions