

# Environmental Policy

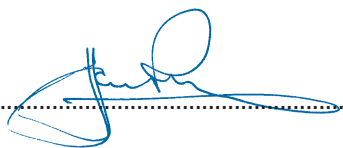
We recognise that through our operations, associated with sustainable highways infrastructure maintenance and management activities, we have both direct and indirect impacts on the environment. Thus we regard sound environmental management as an integral part of our business.

We are committed to a programme of continual improvement to promote legal compliance or better through environmental best practice throughout our operations; therefore it is our policy to:

- Demonstrate compliance with and, where possible, surpass the objectives of relevant environmental legislation and other standards to which the company subscribes.
- Wherever practicable, inform, liaise and co-operate with enforcing authorities and other interested parties, including the local community, to minimise our impact on environmentally sensitive areas and neighbourhoods.
- Prevent pollution by ensuring systems are in place that monitor and control emissions to air, water and land to levels at which adverse impacts on the environment are avoided.
- Improve energy efficiency by working closely with our clients to purchase energy from sustainable sources wherever practical and manage the use of energy to maximise efficiency throughout all our operations, particularly with regard to fuel consumption.
- Effectively manage waste via the companys Integrated Waste Management System to minimise waste creation and maximise the recycling and re-use of waste through the universal use of Matter Tracker in all contracts.
- Plan, control and monitor all company activities to ensure that client, Balfour Beatty and our Environmental Management System requirements are adequately met and operational risks managed.
- Work with government and industry groups to foster research into new technologies that improve environmental performance within our industry sector.
- Monitor and develop our supply chain partnerships to ensure consistent high standards of environmental compliance and best practice are achieved and that materials are purchased from sustainable sources wherever possible.
- Raise awareness, encourage participation and train employees on environmental matters to ensure that they can carry out their duties as detailed in our Environmental Management System.
- Continually improve company performance through the regular evaluation of Balfour Beatty Environmental Key Performance Indicators and bi-annual reviews of the company environmental objectives and targets by the Board of Directors.

The company aim to lead by example within our sector and are committed to integrating sustainability into business practice. The objectives set out above will be reviewed on a regular basis.

Signed.....



J Jackson. Group Managing Director

Date: July 2007

