

MALLORD PROPERTIES LIMITED

Report and Financial Statements

31 December 2009

SATURDAY



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COMPANIES HOUSE

REPORT AND FINANCIAL STATEMENTS 2009

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REPORT AND FINANCIAL STATEMENTS 2009

OFFICERS AND PROFESSIONAL ADVISORS

DIRECTORS

A W Hodges
N Jordan
D Smailes

SECRETARY

A W Hodges

REGISTERED OFFICE

20 Carlton House Terrace
London SW1Y 5AN

BANKERS

Barclays Bank PLC
1 Churchill Place
Canary Wharf
London E14 5HP

AUDITORS

Deloitte LLP
Chartered Accountants
London

DIRECTORS' REPORT

The directors present their annual report and the financial statements for the year ended 31 December 2009. This directors' report has been prepared in accordance with the provisions relating to small companies.

PRINCIPAL ACTIVITY AND FUTURE PROSPECTS

The future of the Company, which has not traded during the year, remains under review. In 2007 the Company disposed of its freehold property assets at market value at which point it ceased its principal trading activity.

The Company continues to carry on as a going concern given its working capital surplus and the ultimate parent company having supplied a letter of support to cover the 12 months going forward.

RESULTS AND DIVIDENDS

The Company has not traded during the year (2008 profit of £nil).

On 29 June 2009, the Company paid an interim dividend of £3,461,346 (2008, £nil) to ordinary shareholders, that being Anglo American Finance (UK) Limited. In order to facilitate the payment of the dividend, Anglo American Services (UK) Ltd and Anglo American plc, both of which hold cash on behalf of the Company, returned these funds to the Company.

EVENTS SUBSEQUENT TO BALANCE DATE

No events subsequent to balance date noted.

FINANCIAL RISK MANAGEMENT

The directors considered the risks attached to the Company's financial instruments which principally comprise of operating debtors. The directors have taken a prudent approach in their consideration of the various risks attached to the financial instruments of the Company. The Company's exposure to price risk, credit risk, liquidity risk and cash flow risk is not material for the assessment of assets, liabilities and the financial statements.

The directors' policy on hedging is to hedge all financial risks where it is feasible and cost effective to do so. The Company had no hedged transactions during the year.

DIRECTORS

The following served as directors throughout the year and to the present time except as noted:

A W Hodges
N Jordan
D Smailes

GOING CONCERN

Having made appropriate enquiries, the Directors consider it reasonable to assume that the Company has adequate resources to continue for the foreseeable future and, for this reason, have continued to adopt the going concern basis in preparing the accounts (further details are provided in Note 1).

DIRECTORS' REPORT (continued)

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

Each of the directors at the date of approval of this report confirms that

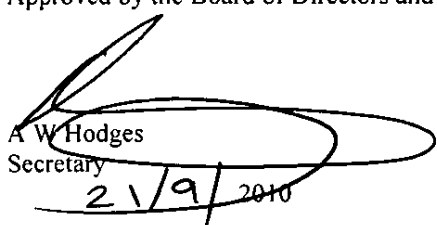
- (1) so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- (2) the director has taken all steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006

AUDITORS

In accordance with Section 485-488 of the Companies Act 2006, Deloitte LLP is deemed to remain in office as auditors under the terms of an Elective Resolution dated 9 March 1992

Approved by the Board of Directors and signed on behalf of the Board


A W Hodges
Secretary

21/9/2010

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MALLORD PROPERTIES LIMITED

We have audited the financial statements of Mallord Properties Limited for the year ended 31 December 2009 which comprise the Profit and Loss Account, the Balance Sheet and the related notes 1 to 10. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 auditors' 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

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the Company's affairs as at 31 December 2009 and of its result for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to take advantage of the small companies exemption in preparing the Directors' Report.



Makhan Chahal (Senior Statutory Auditor)
for and on behalf of Deloitte LLP
Chartered Accountants and Statutory Auditors
London, United Kingdom
21 September 2010

MALLORD PROPERTIES LIMITED

BALANCE SHEET 31 December 2009

	Notes	2009 £	2008 £
CURRENT ASSETS			
Debtors	5	2	3,461,348
		2	3,461,348
CREDITORS: amounts falling due within one year		-	-
NET CURRENT ASSETS		-	3,461,348
TOTAL ASSETS LESS CURRENT LIABILITIES		2	3,461,348
NET ASSETS		2	3,461,348
CAPITAL AND RESERVES			
Called up share capital	6	2	2
Profit and loss account		-	3,461,346
SHAREHOLDERS' FUNDS	7	2	3,461,348

These financial statements, with registration number 825131, were approved by the Board of Directors on

21/9/2010

Signed on behalf of the Board of Directors



N Jordan
Director

NOTES TO THE ACCOUNTS
Year ended 31 December 2009

1 ACCOUNTING POLICIES

Basis of preparation

The financial statements are prepared in accordance with applicable United Kingdom Generally Accepted Accounting Principles (UK GAAP) and in accordance with UK Company law. The financial information has been prepared on a historical cost basis.

The particular accounting policies adopted are consistent with those adopted in the prior year and are described below.

Going concern

The Company's ability as a going concern is assessed in conjunction with Anglo American Plc as its viability is dependent upon the ability of the Group companies to settle their intercompany balances with the Company and to provide funds for working capital needs.

The directors have considered the Group's cashflow for the period to the end of September 2011. The directors of the Company feel that after appropriate consultation with the directors of Anglo American plc, that the Group's forecasts and predictions, taking account of possible changes in trading performance and current funds available, is able to operate within the level of its current facilities for the foreseeable future. For this reason the Company continues to adopt a going concern basis.

Turnover

Turnover is recognised in the period in which the costs are incurred.

Foreign currency

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction or, if hedged, at the forward contract rate. Monetary assets and liabilities denominated in foreign currencies have been translated at the rates of exchange prevailing at the balance sheet date.

Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in financial statements. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

Cash flows

As the Company is a wholly-owned subsidiary, the cash flows of the Company are included in the consolidated cash flow statement of its parent undertaking. Consequently the Company is exempt under the provisions of Financial Reporting Standard 1 (Revised) – "Cash flow statements", from publishing a separate cash flow statement.

NOTES TO THE ACCOUNTS

Year ended 31 December 2009

2. OPERATING LOSS

The audit fee of £1,000 (2008 £1,000), payable to the Company's auditor for the audit of the Company's annual accounts, has been borne by Anglo American Services (UK) Ltd in both the current and preceding years

3. DIRECTORS AND EMPLOYEES

The Company had no employees during the year (2008 none) The directors receive no remuneration or emoluments from the Company (2008 £nil)

4. TAX ON PROFIT ON ORDINARY ACTIVITIES

There are unprovided deferred tax assets of £23,081 (2008 £23,081), representing tax losses carried forward

5. DEBTORS: AMOUNTS DUE WITHIN ONE YEAR

	2009 £	2008 £
Amounts owed by fellow subsidiary undertaking	2	3,456,123
Other debtors	-	5,225
	<u>2</u>	<u>3,461,348</u>

6. CALLED UP SHARE CAPITAL

	2009 £	2008 £
Authorised:		
100 (2008 100) ordinary shares of £1 each	<u>100</u>	<u>100</u>
Called up, allotted and unpaid		
2 (2008 2) ordinary shares of £1 each	<u>2</u>	<u>2</u>

7. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2009 £	2008 £
Opening shareholders' funds	3,461,348	3,461,348
Dividends paid	<u>(3,461,346)</u>	<u>-</u>
Closing shareholders' funds	<u>2</u>	<u>3,461,348</u>

On 29 June 2009, the Company paid an interim dividend of £3,461,346 to ordinary shareholders, that being Anglo American Finance (UK) Limited In order to facilitate the payment of the dividend, Anglo American Services (UK) Ltd and Anglo American plc, both of which hold cash on behalf of the Company, returned these funds to the Company

NOTES TO THE ACCOUNTS

Year ended 31 December 2009

8. RELATED PARTY TRANSACTIONS

At 31 December 2009, as identified in note 9, Anglo American plc is the Company's ultimate parent company. The Company has taken advantage of the exemption granted by paragraph 3(c) of Financial Reporting Standard 8 not to disclose related party transactions with Anglo American group companies.

9. ULTIMATE PARENT COMPANY

The immediate parent company is Anglo American Finance (UK) Limited, a company incorporated in Great Britain and registered in England and Wales.

The ultimate parent company and controlling entity is Anglo American plc, a company incorporated in Great Britain and registered in England and Wales. Anglo American plc is the parent undertaking of the largest and smallest group which includes the Company and for which group accounts are prepared. The financial statements of both the immediate and ultimate parent company may be obtained from the Company Secretary, 20 Carlton House Terrace, London SW1Y 5AN.

10. EVENTS SUBSEQUENT TO BALANCE DATE

No events subsequent to balance date noted.