

Registered number: 00485700

HANSON AGGREGATES MARINE LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2025

HANSON AGGREGATES MARINE LIMITED

COMPANY INFORMATION

Directors	S L Willis E A Gretton A Quilez Somolinos G J Langton (resigned 31 July 2026) B Charleton (resigned 30 June 2026) M H Sherwood (resigned 13 November 2025) T W Harris (appointed 17 November 2025, resigned 17 July 2026) G J Day (appointed 8 June 2026) G L Crutchley (appointed 27 August 2026)
Company secretary	W F Rogers
Registered number	00485700
Registered office	Second Floor Arena Court Crown Lane Maidenhead Berkshire SL6 8QZ
Independent auditors	PricewaterhouseCoopers LLP 2 Glass Wharf Bristol BS2 0FR

HANSON AGGREGATES MARINE LIMITED

CONTENTS

	Pages
Strategic Report	1 - 5
Directors' Report	6 - 10
Directors' Responsibilities Statement	11
Independent Auditors' Report	12 - 15
Statement of Comprehensive Income	16
Balance Sheet	17
Statement of Changes in Equity	18
Notes to the Financial Statements	19 - 43

HANSON AGGREGATES MARINE LIMITED

STRATEGIC REPORT FOR THE YEAR ENDED 31 DECEMBER 2025

Business review

The principal activity of the Company is the dredging and supply of marine aggregates.

Turnover for the year decreased by £3,297,000 from £38,078,000 to £34,781,000, whilst the operating profit before exceptional items increased by £361,000 from £1,194,000 to £1,555,000.

The decrease in turnover was due to a fall in sales volumes, as a result of the challenging economic conditions, which has impacted the demand for aggregates.

During the year the Company sold one of its ships, the Arco Avon, for scrap, recognising a small loss on disposal of £170,000 and incurring redundancy costs associated with the crew of £301,000. These have been treated as exceptional items.

At year end, the Company partially reversed the impairment against its investment in Hanson Marine Holdings Limited by £192,000 to bring the carrying value in line with the underlying net assets following an increase in retained earnings of its subsidiaries. This has also been treated as an exceptional item.

Net interest income amounted to £46,000 (2024 - £1,094,000) resulting in a profit before tax of £1,230,000 (2024 - £2,644,000).

During the year, the Company resubmitted its tax computation for the year ended 31 December 2023 claiming capital allowances. The resulting tax loss was surrendered to fellow group subsidiaries free of charge. As a result, the Company recognised a deferred tax charge in respect of prior periods, amounting to £2,680,000, related to accelerated capital allowances. This resulted in a total tax charge for the year of £3,064,000 (2024 credit - £2,424,000) and a loss for the year of £1,834,000 (2024 profit - £5,068,000).

Directors' statement of compliance with their duty to promote the success of the Company

Section 172(1) Statement

This report sets out how the Directors have complied with section 172(1) of the Companies Act 2006 in making their strategic decisions during 2025 and in considering the likely long-term consequences of those decisions and the need to maintain a reputation for high standards of business conduct. This has involved engagement with all of the Company's key stakeholders to ensure that we understand their views and interests when making decisions and when developing the Company's purpose, values and strategy. The Directors ensure that they listen to and consider the interests of the Company's employees and that they foster relationships with the Company's customers and suppliers. The Directors work to ensure the sustainability of the Company's operations within local communities in the context of the potential impact on the local environment.

Heidelberg Materials UK Sustainability Policy

Effective management of safety, health, environment, quality, carbon reduction and responsible sourcing remains fundamental to the sustained success of the Company's business. The Company's sustainability objectives are reviewed regularly and communicated to employees, contractors, visitors, key stakeholders and our supply chain to promote wider adoption of responsible practices. As a Heidelberg Materials UK company, the Company complies with all applicable law and regulatory requirements. Cooperation in the implementation of Heidelberg Materials UK's sustainability policy is a condition of employment, partnership and supply.

HANSON AGGREGATES MARINE LIMITED

STRATEGIC REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

Heidelberg Materials UK Sustainability Policy (continued)

Full details of the Heidelberg Materials UK Sustainability Policy are available on the Heidelberg Materials UK website at www.heidelbergmaterials.co.uk. The policy sets out Heidelberg Materials UK's sustainability objectives, including: driving business and product innovation by engaging with customers and stakeholders to continually improve sustainability performance; adopting an integrated approach to achieve the highest standards in complying with ISOs 9001, 14001, 45001, 45003 and 50001, as well as PAS 2080 and BES 6001:Issue 4.0; ensuring health, safety and wellbeing in the workplace; demonstrating environmental responsibility by collaborating with suppliers and contributing to global efforts to limit temperature rise to below 1.5°C; conserving natural resources and maximising the use of alternative materials and recycling; being a good neighbour and fulfilling social value commitments through transparency, consultation, staff volunteering, local employment and local procurement; and being a fair, respectful and inclusive company.

During 2025, the Company continued to roll out its Heidelberg Materials UK 2030 commitments across the four key pillars: net zero, safe and inclusive, nature positive, and circular and resilient. The 2026 Sustainability Report sets out the 2030 targets and records progress in 2025 towards their achievement. Some of the 2030 commitments were revised and updated to reflect business actions and projects. These amended commitments are reported in the 2026 Sustainability Report.

2025

Additional investment was made during the year to the welfare accommodation of the Arco Dijk, which completed the refurbishment programme to improve the accommodation and welfare facilities of the crew. The Company also invested capital into the ship's ventilation system, ensuring clean air is piped around the ship in line with our occupational health and marine guidelines. These investments will service the vessel until the end of her operating life.

Additional capital investments were made on the Arco Dart with an overhauled main engine and dredge pump motor, to ensure her operating efficiency is maintained at a high level.

The Company also invested capital in the Hanson Thames with a vibration monitoring system that will identify and alert any deviations from normal levels.

In general, all of the Company's investments are made in the interests of ensuring long term sustainable production to service our customers and the continuity of safe operations for our workforce, delivering value for our parent company and developing meaningful partnerships with our suppliers. Investments in new operations facilitate reductions in energy usage, water usage and emissions, lessening the impact on both the environment and local communities. In 2025, the Company trialled with safeguards in place operating the fleet at varying propeller pitch rates outside of their normal settings where possible. This project was very successful and led to a significant reduction in marine gas oil fuel burn rate, as well as a reduction in CO2 emissions of 1,961 tonnes.

Information relating to the Company's investments, improvements, performance, outlook and sustainability was presented to stakeholders through various channels. For employees, this included the Employee Forum, a series of virtual town hall talks presented by the Heidelberg Materials UK chief executive officer, driver forums, driver engagement days and management meetings with trade unions. Regular video updates from Heidelberg Materials UK's CEO and business line managing directors on business performance and strategy were provided to the workforce in 2025.

The Company continued with the Heidelberg Materials UK Fairness, Awareness, Inclusion and Respect steering group which implements initiatives to address diversity and gender balance within the workforce.

The Company continued to invest in attracting new talent into the Company, with four cadets undergoing training at marine colleges across the UK, as well as getting onboard sea time as part of their curriculum. Three of these cadets are now in full time officer positions, with the other due to complete exams in 2026. These cadets will be valuable and welcome assets once they have been properly integrated into the business. The Company also invested in marine specific training for all of its seafarers, as part of ongoing statutory and continuous personal development.

**STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025**

2025 (continued)

The Company continued to play active roles in several regulatory and advisory bodies, to ensure that the business kept up to date with the latest industry knowledge, including the UK ETS Scheme, focusing on decarbonisation and future marine fuels not only in UK territorial waters, but on a global basis as well. These initiatives and collaborations will continue as they are an essential part of how the Company does business.

Occupational health and safety is one of the Company's core values, as a Heidelberg Materials UK company, and a fundamental element of our work processes. It is well understood that the health and wellbeing of the business's employees, contractors as well as people in the local communities, together with a safe working environment, is key to a successful, productive business and the Company therefore prioritises the reduction of risks leading to accidents, injuries and occupational illness in order to achieve the declared aim of Heidelberg Materials UK to do zero harm. The Company's principles for protecting its own employees, contractors as well as those of third parties are specified in the Heidelberg Materials UK policy on occupational health and safety.

In order to minimise and prevent risks for our employees, customers, suppliers, and other third parties, regular risk assessments were carried out at our locations so that all risks are evaluated and appropriate protective measures taken. The Company focused on the potentially fatal six risks set out in the 2025 Health and Safety improvement plan. The Company also rolled out a series of Heidelberg Materials UK mental health awareness and training programmes in 2025.

Further steps were taken during 2025 to ensure maintenance of a reputation for high standards of business conduct including training staff in many different compliance areas, covering our Code of Business Conduct, corruption and anti-bribery, competition law, data protection and modern slavery, all supported by a regime of policies and procedures that underpin the Company's purpose and values. The compliance program is supported by a new online reporting platform that allows concerns to be reported and investigated outside of reporting lines.

Further information relating to the Company's work on sustainability, local community engagement, carbon and energy, waste and raw materials, water and biodiversity and the Company's quality processes can be found on the Heidelberg Materials UK website www.heidelbergmaterials.co.uk/products/aggregates/marine-aggregates.

Principal risks and uncertainties

Market demand risk

The demand for many products produced by the Company is closely linked with economic conditions. As a result, depressed economic conditions in the United Kingdom could have an adverse effect on demand for and pricing of the Company's products which could result in reduced revenues and profits.

Most of the markets in which the Company operates are extremely competitive. Local factors such as the number of competitors and production capacity, the proximity of natural resources, economic conditions and product demand exert further competitive pressure. The pricing policies of the Company's competitors in the markets in which it operates can have an adverse effect on the demand for and pricing of the Company's products. Consequently the Company's profitability may be affected.

Regulatory risk

Changes in government policy or legislation relating to planning, the environment, health and safety and industry related taxes could significantly affect the Company's regulatory compliance and other operating costs. Numerous governmental approvals are required for the Company's operations. In the past the Company has been required to make significant capital expenditure to comply with regulations. The Company may be required to make similar expenditure in the future to ensure business continuity. The imposition of industry related taxes such as the aggregates levy and the climate change levy increase the costs of the Company and encourage imports of competing products and product substitution.

Government policy relating to the development of transport infrastructure and housing has a significant effect on demand for the Company's products and as a result the Company's profitability. Decreases in governmental funding or changes in the allocation of those funds for transport infrastructure and housing projects could reduce the funds available for spending on the Company's products, therefore potentially reducing revenues and profits.

**STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025**

Principal risks and uncertainties (continued)

Seasonality risk

Extended periods of inclement weather, especially periods of heavy or sustained rainfall during peak construction periods can result in a material reduction in demand for the Company's products. It may also impact the Company's ability to produce products and consequently result in reduced revenues and profits.

Energy risk

The Company is a significant purchaser of energy and fuel for the processing and transport of its products. The cost of energy and fuel fluctuates, sometimes by significant amounts. Increases in the cost of materials, energy and fuel or their lack of availability can significantly impact the Company's costs and disrupt its operations. The profitability of the Company could be adversely affected if the Company was not able to recoup such costs in the prices of its products.

Systems compliance risk

The implementation of software to improve the efficiency and effectiveness of various business processes is an important contributor to the Company's ongoing operations. Failure to design, select appropriate suppliers and implement such systems effectively could result in unplanned costs or reduced levels of customer satisfaction. This could adversely affect the Company's results and profitability.

Cyber security risk

Due to the current geopolitical situation and the increasing prevalence of cyberattacks as a business model, the threat of attack, especially from external sources, is significantly heightened. This could expose the Company to significant downtime, which could adversely affect the Company's performance.

To counteract this threat level, Heidelberg Materials UK's Information Security Officer continues to lead the Information Security Programme in the UK, intended to improve the maturity of Heidelberg Materials UK's people, processes, and technology measured against the NIST (National Institute of Standards and Technology) Cyber Security Framework. This includes cyber education for all employees, introducing information security compliance check-points into the IT Demand/Delivery Process and supporting the creation and testing of business continuity plans at regular intervals.

Continuous improvements to the Company's IT networks evidence developments in cyber resilience, to ensure security and stability are maintained at a high level.

Credit risk

Credit risk is the risk of the Company suffering from the failure of a counterparty to settle a debt to the Company. The Company limits financial credit risk by ensuring appropriate credit checks are carried out on new customers.

HANSON AGGREGATES MARINE LIMITED

STRATEGIC REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

Financial key performance indicators

The Company forms part of the Heidelberg Materials UK operating division of Heidelberg Materials AG. The division is managed along operational lines rather than by statutory entity and incorporates a number of statutory entities.

Key performance indicators (KPIs) are managed at a divisional level. As a result the Directors have taken the decision not to disclose KPIs in individual subsidiary financial statements. Management assess divisional performance against a number of financial KPIs including turnover, profitability, sales volumes and average selling prices alongside other non-financial KPIs such as health and safety records and levels of customer satisfaction. Group performance against KPIs is disclosed in the financial statements of Heidelberg Materials AG.

This report was approved by the board on 17 September 2026 and signed on its behalf.



W F Rogers
Secretary

HANSON AGGREGATES MARINE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2025

The Directors present their report and the audited financial statements for the year ended 31 December 2025.

Results and dividends

The loss for the year, after taxation, amounted to £1,834,000 (2024 - profit £5,068,000).

An interim dividend of £7,000,000 (2024 - £25,200,000) was paid during the year. The Directors do not recommend the payment of a final dividend (2024 - £nil).

Post balance sheet events

After the year end the Company received repayment of £9,000,000 owed by Hanson Limited, an indirect parent undertaking, to fully settle its liability to the Company. The amount was deposited in the Company's cash-pool account with its ultimate parent undertaking, Heidelberg Materials AG, earning interest at SONIA.

Future developments

The Directors believe that despite current uncertainty in the construction market, a maintained focus on delivering our service as efficiently as possible will result in the business remaining in a strong position. The Directors believe the demand for the Company's product remains strong and that whilst there is some recycled aggregates coming to the market, this should not have a detrimental effect on the Company's performance.

Going concern

The Company manages its liquidity through centralised group treasury arrangements operated by its ultimate parent undertaking, Heidelberg Materials AG. As at the reporting date, the Company's surplus cash includes a short-term money market deposit placed with Heidelberg Materials AG, together with positive inter-company balances arising under a group-wide zero-balancing cash pooling arrangement. Both the money market deposit and cash pool balances are governed by formal contractual arrangements which provide for the repayment of principal and interest in accordance with agreed terms. The central treasury function is required to maintain sufficient liquidity to meet obligations as they fall due.

As at the reporting date, the Company has net assets and holds surplus cash in the form of a short term money market deposit and positive inter-company balances within the group cash pooling arrangement. In addition, Heidelberg Materials AG, which indirectly owns the Company's entire share capital, has confirmed its intention and ability to continue to support the Company for a period of not less than 12 months from the date of approval of these financial statements, should such support be required.

The Directors have performed an assessment on the ability of the Company to operate on a going concern basis. This includes an assessment of the Company's financial position and forecast performance, Heidelberg Materials UK's divisional cash flow forecasts up to December 2027 and other relevant enquiries, including: the on-going impact of geopolitical instability in Ukraine and the Middle East and other political uncertainties; persistent inflationary pressures; the effect of tariffs; Government fiscal policy and the overarching impact these factors have on construction and consumer markets, as well as consideration of identifiable risks made by the ultimate parent undertaking, Heidelberg Materials AG, on their global business activities. The ultimate parent undertaking continues to operate on a going concern basis.

The Directors continue to see ongoing demand for the Company's products and services and have a reasonable expectation that the Company will be able to continue in operational existence for the foreseeable future having considered the risks and uncertainties that are relevant to both the Company and its ultimate parent undertaking and therefore they continue to adopt the going concern basis of accounting in preparing the financial statements.

Risk management

The Directors' report on Risk Management policies is included within the Strategic Report under Principal risks and uncertainties.

HANSON AGGREGATES MARINE LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

Streamlined energy and carbon reporting

The SECR disclosure presents our carbon footprint within the United Kingdom across Scope 1 and 2 emissions. It contains an appropriate intensity metric, the total energy use of electricity, gas and transport fuel and a summary of energy efficiency actions taken during the relevant financial year.

	Year ended 31 December 2025	Year ended 31 December 2024
Energy consumption used to calculate emissions (kWh)	448,152	546,448
Emissions from combustion of gas (Scope 1) tCO ₂ e	0	8
Emissions from combustion of fuel for transport purposes (Scope 1) tCO ₂ e	69	75
Emissions from purchased electricity (Scope 2, location-based) tCO ₂ e	27	37
Emissions from purchased electricity (Scope 2, market-based) tCO ₂ e	3	0
Total gross tCO ₂ e based on above (location-based)	96	120
Total gross tCO ₂ e based on above (market-based)	72	83
Intensity ratio (tCO ₂ e/Turnover in £000) (location-based)	0.00276	0.00315
Intensity ratio (tCO ₂ e/Turnover in £000) (market-based)	0.00207	0.00218

Energy Efficiency Actions Summary

The Company forms part of the Heidelberg Materials UK operating division of Heidelberg Materials AG.

Environmental responsibility remains a core operating principle, with sustainability fully integrated into the Company's long-term strategy. The Company met its 2025 ESOS compliance requirements by maintaining energy and carbon management systems certified to ISO 50001 standards and delivering planned actions. The Company's targets remain aligned with science-based pathways.

Through changes to working practices, scheduling and more efficient use of equipment, the Company has achieved significant improvements in operational efficiency. This iterative approach has enabled the successful completion of several long-term projects, each contributing to sustained performance gains.

The Company has continued focus on energy efficiency. Supported by strong leadership, shared knowledge, and the adoption of best practice, this has produced substantial improvements across operations. In addition, the adoption of proactive and preventative maintenance tools for planning and diagnostics has continued to expand. Further digitalisation and enhanced data management practices, including further deployment of Microsoft Sustainability Manager, continues to improve performance and decision-making processes.

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2025**

Streamlined energy and carbon reporting (continued)

The Company continues to procure electricity under EDF's zero carbon "BLUE for Business" tariff, except for properties where energy supply is controlled by landlords.

The Company has also undertaken further assessments to better understand the full impacts of its activities through a comprehensive Scope 3 emissions reviews. This work confirmed the Company's approach to Procurement Policy Note (PPN) 06/21 and supported the development of more transparent product information. As a result, Environmental Product Declarations (EPDs) are available across the Company's portfolio.

HANSON AGGREGATES MARINE LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

Streamlined energy and carbon reporting (continued)

METHODOLOGY NOTES

Reporting Period	1 January 2025 – 31 December 2025
Boundary (consolidation approach)	Operational approach
Alignment with financial reporting	SECR disclosure has been prepared in line with the Company's annual accounts made up to 31 December 2025
Reporting method	GHG Emissions reporting is in line with the Greenhouse Gas (GHG) Protocol Corporate Accounting and Reporting Standard
Emissions factor source	DEFRA, 2025 for all emissions factors https://www.google.com/search?client=firefox-b-e&q=https%3A%2F%2Fwww.gov.uk%2Fgovernment%2Fpublications%2Fgreenhouse-gas-reporting-conversion-factors-2025
Conversion factor source	Federal Register EPA for natural gas and gasoline (petrol) https://www.ecfr.gov/cgi-bin/text-idx?SID=ae265d7d6f98ec86fd8640b9793a3f6&mc=true&node=pt40.23.98&rgn=div5#ap40.23.98_138.1 EPA GHG Emission Factors Hub for natural gas and gasoline (petrol) https://www.epa.gov/climateleadership/center-corporate-climate-leadership-ghg-emission-factors-hub U. S. Energy Information Administration for diesel https://www.eia.gov/totalenergy/data/monthly/pdf/sec12_2.pdf EPA Direct Emissions from Stationary Combustion Sources for LPG https://www.epa.gov/sites/default/files/2020-12/documents/stationaryemissions.pdf
Calculation method	Activity Data x Emission Factor = GHG emissions Activity Data x Conversion Factor = kWh consumption
Other relevant information on calculation	Where applicable consumption was converted to kWh using conversion factors linked above, while emissions were calculated with the DEFRA emission factors. The percentage of the Company's employees relative to the total workforce (2.9%) is applied to the overall transport diesel and petrol consumption to estimate the company's usage. Diesel usage by forklift trucks is not currently tracked separately. An average consumption of 3.95 litres per hour is assumed (Source: https://forkliftbriefing.com/save-money/the-forklift-fuel-robbery/). Based on operational experience, an average of 2 hours of run time per day is estimated for all UK working days for two machines operating on-site.
Dual reporting approach	Dual reporting allows us to compare our purchasing decision (market based-approach – green electricity) to the overall GHG-intensity of the grid (location-based approach) electricity.
Amount of carbon free electricity (kWh) imported from the grid	132,455 kWh
Information on carbon free electricity	The electricity supplied to the Company by EDF for 2025 reporting period has been generated from 100% carbon free (nuclear) sources, except for landlord sites. Using the GHG Protocol Corporate Standards' market-based approach the above enables us to report "0" emissions under Scope 2.
Reason for the intensity measurement choice	For consistency, due to the cement market data order, turnover has been chosen for our intensity metric as the company is precluded by law from publishing production data. Turnover reflects business performance and following the recommendations of the SECR reporting guidance on financial metrics.
Exclusions	The Scope 3 transport fuels and the associated emissions were calculated in the first SECR year (2020) and were found to be de minimis. It is excluded from reporting as it is not practical to obtain.
Rounding	Due to rounding there might be a minor difference compared to the actual GHG emissions (no more than 1%).

HANSON AGGREGATES MARINE LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2025

Director

The Director who served during the year and up to the date of signing the financial statements was:

S L Willis
E A Gretton
A Quilez Somolinos
G J Langton (resigned 31 July 2026)
B Charleton (resigned 30 June 2026)
M H Sherwood (resigned 13 November 2025)
T W Harris (appointed 17 November 2025, resigned 17 July 2026)

Directors' indemnity

Heidelberg Materials AG has indemnified, by means of directors' and officers' liability insurance, one or more Directors of the Company against liability in respect of proceedings brought by third parties, subject to the conditions set out in section 234 of the Companies Act. Such qualifying third party indemnity provision was in force during the year and is in force as at the date of approving the Directors' Report.

The articles of association also provide for the Directors to be indemnified by the Company subject to the provisions of the Companies Act.

Disclosure of information to auditors

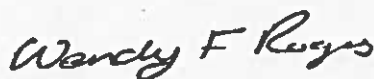
Each of the persons who are Directors at the time when this Directors' Report is approved has confirmed that:

- so far as the Director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- the Director has taken all the steps that ought to have been taken as a Director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Independent auditors

PricewaterhouseCoopers LLP having indicated their willingness to act will continue in office, as auditors of the Company, in accordance with section 487 of the Companies Act 2006.

This report was approved by the board on 17 September 2026 and signed on its behalf.



W F Rogers
Secretary

HANSON AGGREGATES MARINE LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2025

The Directors are responsible for preparing the Strategic Report, the Directors' Report and the financial statements in accordance with applicable law and regulation.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law).

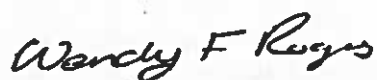
Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 101 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 safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors are also 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.

The Responsibilities Statement was approved by the board on 17 September 2026 and signed on its behalf.



W F Rogers
Secretary

Independent auditors' report to the members of Hanson Aggregates Marine Limited

Report on the audit of the financial statements

Opinion

In our opinion, Hanson Aggregates Marine Limited's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2025 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, including FRS 101 "Reduced Disclosure Framework", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise:

- the Balance Sheet as at 31 December 2025;
- the Statement of Comprehensive Income for the year then ended;
- the Statement of Changes in Equity for the year then ended; and
- the notes to the financial statements, comprising material accounting policy information and other explanatory information.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the company's ability to continue as a going concern.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Strategic report and Directors' Report, we also considered whether the disclosures required by the Companies Act 2006 have been included.

Based on our work undertaken in the course of the audit, the Companies Act 2006 requires us also to report certain opinions and matters as described below.

Strategic report and Directors' Report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic report and Directors' Report for the year ended 31 December 2025 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic report and Directors' Report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the company and industry, we identified that the principal risks of non-compliance with laws and regulations related to Health and Safety and environmental legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the financial statements such as UK tax legislation and the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries, and management bias in accounting estimates or judgements to manipulate results. Audit procedures performed by the engagement team included:

- Reviewing meeting minutes of the board for evidence of breaches of regulations and further reviewing any relevant correspondence;

- Identifying and testing journal entries based on our risk assessment and evaluating whether there was evidence of management bias that represents a risk of material misstatement due to fraud;
- Inquiries of management in respect of any known or suspected instances of non compliance with laws and regulations and fraud; and
- Challenging assumptions and judgements made by management in their significant accounting estimates and obtaining corroborative evidence to support their reasonableness.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not obtained all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company or returns adequate for our audit have not been received from branches not visited by us; or
- the company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made.

We have no exceptions to report arising from this responsibility.

Stuart Couch

Stuart Couch (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Bristol
18 September 2026

HANSON AGGREGATES MARINE LIMITED

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2025

	Note	2025 £000	2024 £000
Turnover	3	34,781	38,078
Other operating income	4	1,426	1,184
Raw materials and consumables		(4,392)	(5,540)
Other external expenses	5	(26,828)	(28,952)
Exceptional items	7	(279)	(1,662)
Staff costs	8	(1,200)	(1,290)
Depreciation and amortisation		(2,232)	(2,286)
Operating profit/(loss)		1,276	(468)
Income from fixed asset investments	10	-	2,018
Interest receivable and similar income	11	519	1,665
Interest payable and similar expenses	12	(565)	(571)
Profit before tax		1,230	2,644
Tax on profit	13	(3,064)	2,424
(Loss)/profit for the financial year		(1,834)	5,068
Total comprehensive (expense)/income for the year		(1,834)	5,068

All amounts relate to continuing operations.

The notes on pages 19 to 43 form part of these financial statements.

HANSON AGGREGATES MARINE LIMITED
REGISTERED NUMBER: 00485700

BALANCE SHEET
AS AT 31 DECEMBER 2025

	Note	2025 £000	2024 £000
Fixed assets			
Tangible assets	15	49,518	51,281
Investments	16	3,485	3,293
		<u>53,003</u>	<u>54,574</u>
Current assets			
Stocks	17	6,127	5,035
Debtors: amounts falling due within one year	18	20,452	26,490
		<u>26,579</u>	<u>31,525</u>
Creditors: amounts falling due within one year	19	(5,688)	(4,757)
Net current assets		<u>20,891</u>	<u>26,768</u>
Total assets less current liabilities		<u>73,894</u>	<u>81,342</u>
Creditors: amounts falling due after more than one year	20	(16,049)	(16,227)
		<u>57,845</u>	<u>65,115</u>
Provisions for liabilities			
Deferred taxation	21	(1,534)	-
Other provisions	22	(294)	(264)
Net assets		<u>56,017</u>	<u>64,851</u>
Capital and reserves			
Called up share capital	23	28	28
Other reserves	25	157	157
Profit and loss account		55,832	64,666
Total equity		<u>56,017</u>	<u>64,851</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 17 September 2026.


A Quitez Somolinos
 Director

The notes on pages 19 to 43 form part of these financial statements.

HANSON AGGREGATES MARINE LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2025

	Called up share capital £000	Other reserves £000	Profit and loss account £000	Total equity £000
At 1 January 2024	28	157	84,798	84,983
Comprehensive income for the year				
Profit for the year	-	-	5,068	5,068
Contributions by and distributions to owners				
Dividends: Equity capital	-	-	(25,200)	(25,200)
At 1 January 2025	28	157	64,666	64,851
Comprehensive expense for the year				
Loss for the year	-	-	(1,834)	(1,834)
Contributions by and distributions to owners				
Dividends: Equity capital	-	-	(7,000)	(7,000)
At 31 December 2025	28	157	55,832	56,017

The notes on pages 19 to 43 form part of these financial statements.

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

1. Accounting policies

1.1 General information

Hanson Aggregates Marine Limited ("the Company") is a limited company incorporated and domiciled in the United Kingdom. The address of its registered office and principal place of business is disclosed in the Company Information.

The Company's financial statements are presented in Sterling, which is also the Company's functional currency, and all values are rounded to the nearest thousand pounds (£'000).

1.2 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 101 (FRS101) 'Reduced Disclosure Framework' and the Companies Act 2006.

The Company is itself a subsidiary company and is exempt from the requirement to prepare group financial statements by virtue of section 401 of the Companies Act 2006. These financial statements therefore present information about the Company as an individual undertaking and not about its group.

The material accounting policies applied in the preparation of these financial statements are set out below. These policies have, unless otherwise stated, been consistently applied to all periods presented.

1.3 Financial Reporting Standard 101 - reduced disclosure exemptions

The Company has taken advantage of the following disclosure exemptions under FRS 101:

- the requirements of IFRS 7 Financial Instruments: Disclosures
- the requirement in paragraph 38 of IAS 1 'Presentation of Financial Statements' to present comparative information in respect of:
 - paragraph 79(a)(iv) of IAS 1;
 - paragraph 73(e) of IAS 16 Property, Plant and Equipment;
- the requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D, 111 and 134-136 of IAS 1 Presentation of Financial Statements
- the requirements of IAS 7 Statement of Cash Flows
- the requirements of paragraphs 30 and 31 of IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors
- the requirements of paragraph 17 and 18A of IAS 24 Related Party Disclosures
- the requirements in IAS 24 Related Party Disclosures to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is a party to the transaction is wholly owned by such a member
- the requirements of paragraphs 130(f)(ii), 130(f)(iii), 134(d)-134(f) and 135(c)-135(e) of IAS 36 Impairment of Assets.

This information is included in the consolidated financial statements of Heidelberg Materials AG as at 31 December 2025 and these financial statements may be obtained from Berliner Strasse 6, D 69120 Heidelberg, Germany.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

1. Accounting policies (continued)

1.4 Going concern

The Company manages its liquidity through centralised group treasury arrangements operated by its ultimate parent undertaking, Heidelberg Materials AG. As at the reporting date, the Company's surplus cash includes a short-term money market deposit placed with Heidelberg Materials AG, together with positive inter-company balances arising under a group-wide zero-balancing cash pooling arrangement. Both the money market deposit and cash pool balances are governed by formal contractual arrangements which provide for the repayment of principal and interest in accordance with agreed terms. The central treasury function is required to maintain sufficient liquidity to meet obligations as they fall due.

As at the reporting date, the Company has net assets and holds surplus cash in the form of a short term money market deposit and positive inter-company balances within the group cash pooling arrangement. In addition, Heidelberg Materials AG, which indirectly owns the Company's entire share capital, has confirmed its intention and ability to continue to support the Company for a period of not less than 12 months from the date of approval of these financial statements, should such support be required.

The Directors have performed an assessment on the ability of the Company to operate on a going concern basis. This includes an assessment of the Company's financial position and forecast performance, Heidelberg Materials UK's divisional cash flow forecasts up to December 2027 and other relevant enquiries, including: the on-going impact of geopolitical instability in Ukraine and the Middle East and other political uncertainties; persistent inflationary pressures; the effect of tariffs; Government fiscal policy and the overarching impact these factors have on construction and consumer markets, as well as consideration of identifiable risks made by the ultimate parent undertaking, Heidelberg Materials AG, on their global business activities. The ultimate parent undertaking continues to operate on a going concern basis.

The Directors continue to see ongoing demand for the Company's products and services have a reasonable expectation that the Company will be able to continue in operational existence for the foreseeable future having considered the risks and uncertainties that are relevant to both the Company and its ultimate parent undertaking and therefore they continue to adopt the going concern basis of accounting in preparing the financial statements.

1.5 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Sale of goods

Revenue from the sale of goods is recognised on the satisfaction of performance obligations, such as the transfer of a promised good, identified in the contract between the Company and the customer.

A receivable is recognised when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due.

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

1. Accounting policies (continued)

1.6 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

At each reporting date the Company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined which is the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is not charged on freehold land or assets under construction. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Freehold property	- 25 to 50 years
L/Term leasehold property	- Over the term of the lease
Ships, plant and vehicles	- 4 to 30 years
Right of use leased assets	- Over the term of the lease

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

1.7 Investments

Investments in subsidiaries are measured at cost less accumulated impairment.

1.8 Impairment of fixed assets and goodwill

Assets that are subject to depreciation or amortisation are assessed at each balance sheet date to determine whether there is any indication that the assets are impaired. Where there is any indication that an asset may be impaired, the carrying value of the asset (or cash-generating unit to which the asset has been allocated) is tested for impairment. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's (or CGU's) fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (CGUs). Non-financial assets that have been previously impaired are reviewed at each balance sheet date to assess whether there is any indication that the impairment losses recognised in prior periods may no longer exist or may have decreased.

1.9 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a first in first out basis.

At each balance sheet date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

1. Accounting policies (continued)

1.10 Exceptional items

The Company presents as exceptional items those material items of income and expense which, because of their nature and expected infrequency of the events giving rise to them, merit separate presentation to allow shareholders to understand better the elements of financial performance in the year, so as to facilitate comparison with prior periods and to assess better trends in financial performance.

1.11 Current and deferred taxation

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted by the Balance Sheet date.

Deferred income tax is recognised on all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements, with the following exception:

- When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

However, for taxable temporary differences associated with investment in subsidiaries, branches and associates, and interests in joint ventures, a deferred tax liability shall be recognised in accordance with IAS 12.39.

Deferred income tax assets are recognised only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, carried forward tax credits or tax losses can be utilised.

Deferred income tax assets and liabilities are measured on an undiscounted basis at the tax rates that are expected to apply when the related asset is realised or liability is settled, based on tax rates and laws enacted or substantively enacted at the Balance Sheet date.

The carrying amount of deferred income tax assets is reviewed at each Balance Sheet date. Deferred income tax assets and liabilities are offset, only if a legally enforcement right exists to set off current tax assets against current tax liabilities, the deferred income taxes relate to the same taxation authority and that authority permits the company to make a single net payment.

Income tax is charged or credited to other comprehensive income if it relates to items that are charged or credited to other comprehensive income. Similarly, income tax is charged or credited directly to equity if it relates to items that are credited or charged directly to equity. Otherwise income tax is recognised in the Statement of Comprehensive Income.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

1. Accounting policies (continued)

1.12 Financial instruments

Financial assets

Financial assets are initially measured at fair value plus, in the case of a financial asset not subsequently measured at fair value through profit or loss, transaction costs.

All recognised financial assets are subsequently measured in their entirety at either fair value or amortised cost, depending on the classification of the financial assets.

The Company's financial assets include trade and other receivables and amounts owed by group undertakings.

Debt instruments at amortised cost

Debt instruments are subsequently measured at amortised cost where they are financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows, and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Amortised cost is calculated using the effective interest method and represents the amount measured at initial recognition less repayments of principal plus the cumulative amortisation using the effective interest method of any difference between the initial amount and the maturity amount, adjusted for any loss allowance.

Impairment of financial assets

The Company recognises a loss allowance for expected credit losses (ECL) on investments in debt instruments that are measured at amortised cost. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial instrument.

The Company always recognises lifetime ECL for trade receivables and amounts due on contracts with customers. The expected credit losses on these financial assets are estimated based on the Company's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument.

The ECL required for other debt instruments is determined using a three stage model.

- At the initial recognition of the financial asset an expected credit loss provision is recorded for the twelve month period following the reporting date. Any interest revenue is calculated on the gross carrying amount of the financial asset.
- If the credit risk of that financial instrument has increased significantly since initial recognition, a loss allowance for full lifetime expected credit losses is recorded. Any interest revenue is calculated on the gross carrying amount of the financial asset. Should the significant increase in credit risk reverse within subsequent reporting periods then the expected credit losses on the financial instrument revert to being measured based on an amount equal to the twelve month expected credit losses.
- If objective evidence of impairment exists, a loss allowance for full lifetime expected credit losses is recognised. Any interest revenue is calculated on the net carrying amount of the financial asset.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

1. Accounting policies (continued)

1.12 Financial instruments (continued)

Financial liabilities

Financial liabilities are initially measured at fair value and, in the case of loans and borrowing and payables, net of directly attributable transactions costs.

The subsequent measurement of financial liabilities depends on their classification, as described below:

Fair value through profit or loss

Financial liabilities are classified as at fair value through profit or loss, when the financial liability is held for trading, or is designated as at fair value through profit or loss. This designation may be made if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise, or the financial liability forms part of a group of financial instruments which is managed and its performance is evaluated on a fair value basis, or the financial liability forms part of a contract containing one or more embedded derivatives, and IFRS 9 permits the entire combined contract to be designated as at fair value through profit or loss. Any gains or losses arising on changes in fair value are recognised in profit or loss to the extent that they are not part of a designated hedging relationship.

At amortised cost

Financial liabilities which are neither contingent consideration of an acquirer in a business combination, held for trading, nor designated as at fair value through profit or loss are subsequently measured at amortised cost using the effective interest method. This is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or where appropriate a shorter period, to the amortised cost of a financial liability.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is any enforceable legal right to offset and there is an intention to settle on a net basis.

1.13 Pensions

During the year, the Company participated in the Hanson Industrial Pension Scheme (Defined Benefit Section). Funds are held externally under the supervision of the corporate trustee.

The Hanson Industrial Pension Scheme is a Group defined benefit plan which is participated in by entities under common control. As such the net defined benefit cost is recognised in the financial statements of Hanson Quarry Products Europe Limited, a fellow subsidiary, which is considered to be legally responsible for the plan. All other group entities recognise a cost equal to their contribution payable for the period.

The Company also participates in the Hanson Industrial Pension Scheme (Defined Contribution Section). Funds are held externally under the supervision of the corporate trustee. Company contributions are expensed to the Profit and Loss account as incurred.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

1. Accounting policies (continued)

1.14 Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders.

1.15 Interest income

Interest income is recognised in profit or loss using the effective interest method.

1.16 Exploration for and evaluation of mineral resources

All costs associated with exploration and evaluation of mineral resources as well as the research phase, are expensed to the Profit and Loss account as incurred. Property, plant and equipment that is acquired in the exploration, evaluation or development phase which can then be further utilised within the business irrespective of the outcome of the exploration, evaluation or development phase is capitalised and depreciated over its useful economic life.

1.17 Leases

The Company assesses whether a contract is or contains a lease, at inception of a contract. The Company recognises a right-of-use asset and a corresponding lease liability with respect to all lease agreements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low value assets. For these leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed. Leases for quarries do not fall within the scope of IFRS 16. These leases are considered pending transactions and the expenses are recognised in the material costs in the period in which they arise.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the Company uses its incremental borrowing rate. The interest rates were calculated on the basis of the remaining term of the leases.

Lease payments included in the measurement of the lease liability comprise:

- fixed lease payments (including in-substance fixed payments), less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The lease liability is included in 'Creditors' on the Balance Sheet.

The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and by reducing the carrying amount to reflect the lease payments made

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

1. Accounting policies (continued)

1.17 Leases (continued)

The Company remeasures the lease liability (and makes a corresponding adjustment to the related right-of-use asset) whenever:

- the lease term has changed or there is a change in the assessment of exercise of a purchase option, in which case the lease liability is remeasured by discounting the revised discount rate.
- the lease payments change due to changes in an index or rate or a change in expected payment under a guaranteed residual value, in which cases the lease liability is remeasured by discounting the revised lease payments using the initial discount rate (unless the lease payments change is due to a change in a floating interest rate, in which case a revised discount rate is used).
- a lease contract is modified and the lease modification is not accounted for as a separate lease, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.

The right-of-use assets comprise the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day and any initial direct costs. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Whenever the Company incurs an obligation for costs to dismantle and remove a leased asset, restore the site on which it is located or restore the underlying asset to the condition required by the terms and conditions of the lease, a provision is recognised and measured under IAS 37. The costs are included in the related right-of-use asset, unless those costs are incurred to produce inventories.

Right-of-use assets are depreciated over the shorter period of lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Company expects to exercise a purchase option, the related right-of-use asset is depreciated over the useful life of the underlying asset. The depreciation starts at the commencement date of the lease.

The right-of-use assets are included in the Tangible Fixed Assets in the Balance Sheet.

The Company applies IAS 36 to determine whether a right-of-use asset is impaired and accounts for any identified impairment loss in Exceptional Items.

Variable rents that do not depend on an index or rate are not included in the measurement of the lease liability and the right-of-use asset. The related payments are recognised as an expense in the period in which the event or condition that triggers those payments occurs and are included in profit or loss.

As a practical expedient, IFRS 16 permits a lessee not to separate non-lease components, and instead account for any lease and associated non-lease components as a single arrangement. The Company has not used this practical expedient.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

2. Judgments in applying accounting policies and key sources of estimation uncertainty

Impairment of investments

The Company reviews investments in subsidiaries for impairment if there are any indications that the carrying values may not be recoverable. The carrying value of the investment is compared to the recoverable amount and where a deficiency exists, an impairment charge is considered by management.

The recoverable amount represents the net assets of the investment at the time of the review or where applicable is represented by an estimate of future cash flows expected to arise from the investment. A suitable discount rate is applied to the future cash flows in order to calculate the present value. Reversals of impairments are recognised where there is a favourable change in the economic assumptions in the period since the provision was made.

Impairment of tangible fixed assets

A cash flow based method in accordance with IAS 36 (Impairment of Assets) is used to determine the recoverable amount of cash-generating units as part of the impairment test for tangible fixed assets. In particular, estimates are required in relation to future cash flows of the groups of cash generating units as well as to the discount rates used (discounted cash flow method). A change in the influencing factors may have a significant impact on the existence or amount of impairment losses.

Recoverability of amounts owed by group undertakings

The Company recognises a loss allowance for expected credit losses (ECL) on investments in debt instruments that are measured at amortised cost. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial instrument.

3. Turnover

Turnover relates to the principal activity, being the dredging and supply of marine aggregates, within the United Kingdom and Europe. Turnover is recognised when the discharge of dredged material to the customer has been completed.

Analysis of turnover by country of destination:

	2025	2024
	£000	£000
United Kingdom	34,277	38,044
Rest of Europe	504	34
	<u>34,781</u>	<u>38,078</u>

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

4. Other operating income

	2025 £000	2024 £000
Rental income	686	716
Royalty income	718	399
Foreign exchange gains	22	34
Other income	-	35
	<u>1,426</u>	<u>1,184</u>

5. Other external expenses

	2025 £000	2024 £000
Expenses for third party repairs and services	11,364	11,295
Foreign exchange losses	61	-
Chartering costs	1,351	3,544
External crew costs	5,159	5,945
Royalty fees	3,428	3,272
Intragroup recharges	1,314	1,266
Other expenses	4,151	3,630
	<u>26,828</u>	<u>28,952</u>

6. Auditors' remuneration

Fees for audit services have been borne by other group undertakings. It is not practicable to ascertain what proportion of such fees relates to the Company.

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

7. Exceptional items

	2025 £000	2024 £000
Impairment of fixed asset investments	-	(1,662)
Reversal of impairment of fixed asset investments	192	-
Loss on disposal of vessel	(170)	-
Redundancy costs	(301)	-
	<u>(279)</u>	<u>(1,662)</u>

At year end, the Company partially reversed the impairment against its investment in Hanson Marine Holdings Limited by £192,000 to bring the carrying value in line with the underlying net assets following an increase in retained earnings of its subsidiaries.

During the year the Company sold one of its ships, the Arco Avon, for scrap recognising a loss on disposal of £170,000 and incurred redundancy costs relating to the crew of £301,000.

In the prior year, the Company partially impaired its investment in Hanson Marine Holdings Limited by £1,662,000 to bring the carrying value in line with the underlying net assets, following the receipt of a dividend.

8. Staff costs

	2025 £000	2024 £000
Wages and salaries	974	1,076
Social security costs	127	111
Other pension costs	99	103
	<u>1,200</u>	<u>1,290</u>

The average monthly number of employees, including the Directors, during the year was as follows:

	2025 No.	2024 No.
Administration	<u>18</u>	<u>19</u>

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

9. Directors' remuneration

	2025 £000	2024 £000
Directors' emoluments	123	122
Company contributions to defined contribution pension schemes	16	15
	<u>139</u>	<u>137</u>

During the year retirement benefits were accruing to 1 Director (2024 - 1) in respect of defined contribution pension schemes.

The highest paid Director received remuneration of £123,000 (2024 - £122,000).

The value of the Company's contributions paid to a defined contribution pension scheme in respect of the highest paid Director amounted to £16,000 (2024 - £15,000).

Some of the Directors of the Company are also directors of a number of the group's fellow subsidiaries. In addition to the remuneration paid directly by the Company, the Directors received total remuneration of £2,150,000 (2024 - £2,267,000), which was paid by various fellow subsidiaries. The Directors do not believe that it is practicable to apportion this amount between their services as Directors of the Company and their services as directors of fellow subsidiary companies.

10. Income from fixed asset investments

	2025 £000	2024 £000
Income from fixed asset investments	-	2,018

In the prior year the Company received a dividend of £2,018,000 from its subsidiary, Hanson Marine Holdings Limited.

11. Interest receivable and similar income

	2025 £000	2024 £000
Interest receivable from group companies	<u>519</u>	<u>1,665</u>

12. Interest payable and similar expenses

	2025 £000	2024 £000
Interest payable on lease liabilities	<u>565</u>	<u>571</u>

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

13. Taxation

	2025 £000	2024 £000
Corporation tax		
Current UK corporation tax on profits for the year	151	353
Adjustments in respect of previous periods	27	(665)
Total current tax	<u>178</u>	<u>(312)</u>
Deferred tax		
Origination and reversal of timing differences	206	348
Adjustments in respect of prior periods	2,680	(2,460)
Total deferred tax	<u>2,886</u>	<u>(2,112)</u>
Taxation on profit	<u>3,064</u>	<u>(2,424)</u>

During the year, the Company resubmitted its tax computation for the year ended 31 December 2023 claiming capital allowances. The resulting tax loss was surrendered to fellow group subsidiaries free of charge. As a result, the Company recognised a deferred tax charge in respect of prior periods, amounting to £2,680,000, related to accelerated capital allowances.

Reconciliation of the tax charge/(credit) for the year

The tax assessed for the year is higher than (2024 - lower than) the standard rate of corporation tax in the UK of 25% (2024 - 25%). The differences are explained below:

	2025 £000	2024 £000
Profit before tax	<u>1,230</u>	<u>2,644</u>
Profit before tax multiplied by standard rate of corporation tax in the UK of 25% (2024 - 25%)	308	661
Effects of:		
Non-tax deductible amortisation of goodwill and impairment	(48)	416
Expenses not deductible for tax purposes, other than goodwill amortisation and impairment	(10)	-
Adjustments to tax charge in respect of prior periods	2,707	(3,125)
Non-taxable dividend income	-	(505)
Transfer pricing adjustments	107	129
Total tax charge/(credit) for the year	<u>3,064</u>	<u>(2,424)</u>

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

14. Dividend paid

	2025 £000	2024 £000
Dividend paid	7,000	25,200

During the year, the Company paid an interim dividend of £250 (2024 - £900) per share.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**

15. Tangible fixed assets

	Freehold property £000	Long Term Leasehold Property £000	Right of use property assets £000	Ships, plant and vehicles £000	Right of use vehicles £000	Total £000
Cost or valuation						
At 1 January 2025	1,099	261	17,183	70,897	114	89,554
Additions	-	-	-	769	-	769
Disposals	-	-	-	(10,567)	-	(10,567)
At 31 December 2025	1,099	261	17,183	61,099	114	79,756
Depreciation						
At 1 January 2025	399	261	1,389	36,202	22	38,273
Charge for the year	9	-	339	1,855	29	2,232
Disposals	-	-	-	(10,267)	-	(10,267)
At 31 December 2025	408	261	1,728	27,790	51	30,238
Net book value						
At 31 December 2025	691	-	15,455	33,309	63	49,518
At 31 December 2024	700	-	15,794	34,695	92	51,281

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

15. Tangible fixed assets (continued)

Included in freehold property is land valued at £631,000 (2024 - £631,000) which is not depreciated.

Ships, plant and vehicles includes £nil (2024 - £59,000) in respect of assets in the course of construction.

During the year the Company sold one of its ships, the Arco Avon, for scrap.

16. Fixed asset investments

	Investments in subsidiary companies £000
Cost	
At 1 January 2025 and 31 December 2025	65,948
Impairment	
At 1 January 2025	62,655
Reversal of impairment losses	(192)
At 31 December 2025	62,463
Net book value	
At 31 December 2025	3,485
At 31 December 2024	3,293

At year end, the Company partially reversed the impairment against its investment in Hanson Marine Holdings Limited by £192,000 to bring the carrying value in line with the underlying net assets. Net assets have been used as an approximation of the fair value less costs of disposal.

Direct subsidiary undertaking

The investment in which the Company directly held any class of share capital is as follows:

Name	Country of incorporation	Class of shares	Holding	Principal activity
Hanson Marine Holdings Limited	England and Wales	'A' Ordinary	100%	Investment holding company
		Deferred	100%	

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

16. Fixed asset investments (continued)

Indirect subsidiary undertakings and joint venture

The investments in which the Company indirectly held any class of share capital are as follows:

Name	Country of incorporation	Class of shares	Holding	Principal activity
Hanson Marine Limited	England and Wales	'B' Ordinary	100%	Group finance and property holding company
Purfleet Aggregates Limited	England and Wales	'A' Deferred 'C' Ordinary	100% 100%	Property letting company to fellow group undertaking
The Purfleet Ship to Shore Conveyor Company Limited ^	England and Wales	'R' Ordinary 'A' Ordinary	100% 100%	Group finance company

^ joint venture

The registered office of the investments is Second Floor, Arena Court, Crown Lane, Maidenhead, Berkshire, SL6 8QZ.

17. Stocks

	2025 £000	2024 £000
Spares and consumables	7,353	6,376
Stock provision	(1,226)	(1,341)
	<u>6,127</u>	<u>5,035</u>

Replacement costs of stock

The difference between purchase price or production cost of stocks and their replacement cost is not material.

18. Debtors

	2025 £000	2024 £000
Due within one year		
Trade debtors	330	181
Amounts owed by group undertakings	19,894	24,482
Prepayments and accrued income	228	475
Deferred taxation	-	1,352
	<u>20,452</u>	<u>26,490</u>

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

18. Debtors (continued)

Included within amounts owed by group undertakings is an amount of £7,677,000 (2024 - £11,904,000) which is unsecured, repayable on demand and accrues interest at SONIA.

The remaining amounts owed by group undertakings are interest free, unsecured and repayable on demand.

19. Creditors: Amounts falling due within one year

	2025 £000	2024 £000
Trade creditors	2,361	1,388
Corporation tax	531	353
Other taxation and social security	143	335
Lease liabilities	177	171
Other creditors	2,476	2,510
	<u>5,688</u>	<u>4,757</u>

20. Creditors: Amounts falling due after more than one year

	2025 £000	2024 £000
Lease liabilities	<u>16,049</u>	<u>16,227</u>

21. Deferred taxation

	2025 £000	2024 £000
At beginning of year	1,352	(760)
Credited/(charged) to the Statement of Comprehensive Income	(2,886)	2,112
At end of year	<u>(1,534)</u>	<u>1,352</u>

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

21. Deferred taxation (continued)

The deferred tax (liability)/asset balance is made up as follows:

	2025 £000	2024 £000
(Accelerated) / decelerated capital allowances	(1,607)	1,286
Short term timing differences	73	66
	<u>(1,534)</u>	<u>1,352</u>

Deferred tax has been recognised at 25% (2024 - 25%), being the enacted main rate of corporation tax at the balance sheet date on which the deferred tax asset/(liability) is expected to be realised/settled.

22. Provisions

	Restoration provision £000
At 1 January 2025	264
Charged to profit or loss	30
At 31 December 2025	<u>294</u>

Restoration provision

A provision is recognised for the costs associated with restoring the seabed in licenced areas. The current cost is based on internal estimates using recent payments and industry knowledge. The provision is expected to be utilised in more than five years.

23. Share capital

	2025 £000	2024 £000
Allotted, called up and fully paid		
28,000 (2024 - 28,000) Ordinary shares of £1 each	<u>28</u>	<u>28</u>

The Company has no authorised share capital limit.

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

24. Pension commitments

During the year, the Company participated in the defined benefit section of the Hanson Industrial Pension Scheme ("the Scheme") and relevant employees are eligible for benefits under this funded defined benefit Scheme. Funds are held externally under the supervision of the corporate trustee (the "Trustee"). The Company participates in the Scheme along with several other UK companies forming part of the Heidelberg Materials AG group (the "Group").

The results of the latest funding valuation at 31 December 2024 have been adjusted to the balance sheet date by an independent actuary from AON Hewitt Limited taking account of experience over the period since 31 December 2024, changes in market conditions, and differences in the financial and demographic assumptions. The present value of the defined benefit obligation, and the related current service cost, were measured using the Projected Unit Credit Method.

The Scheme was closed to future accrual in September 2010. Scheme assets are stated at their market values at the respective Balance Sheet dates.

The assets and liabilities of the Scheme are recognised in the financial statements of Hanson Quarry Products Europe Limited and the balances at 31 December were:

	2025 £000	2024 £000
Scheme assets at fair value		
Cash and cash equivalents	53,202	134,639
Equity	185,977	154,495
Interest rate swaps	-	(1,771)
Nominal government bonds	488,613	480,853
Nominal corporate bonds	109,617	109,292
Indexed linked bonds	635,228	629,071
Real estate	13,073	15,372
Insurance policies	31,662	43,107
Fair value of Scheme assets	1,517,372	1,565,058
Present value of Scheme liabilities	(1,070,742)	(1,123,837)
Defined benefit Scheme assets	446,630	441,221

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

24. Pension commitments (continued)

Scheme assets can be further disaggregated as:

Equity

- Investment of £78,594,000 is in a pooled investment world equity fund with inputs based on indirectly observable quoted prices
- Investment of £107,383,000 is in a pooled investment infrastructure equity fund with inputs that are unobservable.

Interest rate swaps

- Interest rate swaps have inputs that are unobservable.

Real estate

- Investments in property funds are unlisted and the inputs are unobservable.

The value of the "buy-in" insurance policies held in the name of the Trustee has been set equal to the value of the matched liabilities.

The Company and Trustee have agreed a long-term strategy for reducing investment risk as and when appropriate. This includes an asset-liability matching policy which aims to reduce the volatility of the funding level of the Scheme by investing in assets such as swaps which perform in line with the liabilities of the Scheme so as to protect against inflation being higher than expected.

The Trustee aims to achieve the Scheme's investment objectives through investing partly in a diversified mix of growth assets which, over the long term, are expected to grow in value by more than low risk assets like cash and gilts. This is done within a broad liability driven investing framework that uses cash, gilts and other hedging instruments like swaps in a capital efficient way. In combination this efficiently captures the Trustee risk tolerances and return objectives relative to the Scheme's liabilities. A number of investment managers are appointed to promote diversification by assets, organisation and investment style.

The Scheme has not invested directly in any of the Group's own financial instruments nor in properties or other assets used by the Group.

The main actuarial assumptions used in the valuation are set out below:

	2025	2024
	%	%
Rate of salary increases*	2.81	3.20
Rate of increase in pension payments	2.67	2.90
Discount rate	5.41	5.45
RPI inflation assumption	2.80	3.10
CPI inflation assumption	2.31	2.70

* For 2025 this reflects CPI inflation + 0.5% p.a. (2024 - CPI inflation + 0.5% p.a.).

The mortality assumptions are based on recent actual mortality experience of members within the Scheme with an allowance for future improvements. The assumptions mean that a member currently aged 65 is expected to live on average for a further 21.9 years if they are male (2024: 20.9 years) and for a further 23.7 years if they are female (2024: 22.9 years).

For a member who retires in 2046 (2024: 2045) at the age of 65 the assumptions are that they will live on average for a further 22.4 years after retirement if they are male (2024: 21.8 years), and for a further 24.6 years after retirement if they are female (2024: 24.0 years).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025**
24. Pension commitments (continued)
Sensitivity analysis

The sensitivity of the present value of Scheme liabilities to changes in the principal assumptions used is set out below.

	Change in assumption	Impact on Scheme liabilities
Discount rate	Increase / decrease 0.5%	Decrease 5% / increase 5%
Pension increase rate	Increase / decrease 0.25%	Increase 2% / decrease 2%
Life expectancy	Increase / decrease 1 year	Increase 4% / decrease 4%

The above sensitivity analyses are based on a change in an assumption, while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions might be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions, the same method has been applied as when calculating the pension liability recognised within the statement of financial position.

In the prior year the Hanson No. 2 Pension Scheme ("Hanson No. 2 Scheme"), previously sponsored by Hanson Building Materials Limited, was merged into the scheme. The transaction resulted in the transfer of the defined benefit pension assets and obligations into the Scheme. The merger did not result in any changes to the benefits provided to the members of either scheme.

Changes in present value of the defined benefit obligations are analysed as follows:

	2025 £000	2024 £000
Opening defined benefit obligation	1,123,837	1,102,662
Hanson No 2 Scheme merger	-	124,097
Current service cost	1,887	2,023
Interest cost	59,015	48,469
Actuarial gains on Scheme liabilities	(32,023)	(78,595)
Net benefits paid out	(81,974)	(74,819)
Closing defined benefit obligation	<u>1,070,742</u>	<u>1,123,837</u>

The actuarial gains on Scheme liabilities can be broken down into effects from the adjustment of financial assumptions resulting in a gain of £19,753,000 (2024 gain - £82,383,000), effects from experience adjustments resulting in a gain of £18,954,000 (2024 loss - £5,774,000), and effects from changes in demographic assumptions resulting in a loss of £6,684,000 (2024 gain - £1,986,000).

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

24. Pension commitments (continued)

Changes in the fair value of the Scheme assets are analysed as follows:

	2025 £000	2024 £000
Opening fair value of Scheme assets	1,565,058	1,586,639
Hanson No 2 Scheme merger	-	126,598
Expected return on Scheme assets	82,460	70,014
Administrative expenses paid by the Scheme	(2,722)	(2,189)
Actuarial losses on Scheme assets	(26,100)	(122,448)
Contributions paid by the employers	(19,350)	(18,737)
Net benefits paid out	(81,974)	(74,819)
Closing fair value of Scheme assets	<u>1,517,372</u>	<u>1,565,058</u>

Amounts for the current and previous four years:

	2025 £000	2024 £000	2023 £000	2022 £000	2021 £000
Fair value of Scheme assets	1,517,372	1,565,058	1,586,639	1,612,346	2,325,635
Defined benefit obligation	(1,070,742)	(1,123,837)	(1,102,662)	(1,103,983)	(1,686,298)
Surplus in Scheme	<u>446,630</u>	<u>441,221</u>	<u>483,977</u>	<u>508,363</u>	<u>639,337</u>
Experience losses on Scheme assets	(26,100)	(122,448)	(12,635)	(675,653)	(892)
Experience gains/(losses) on Scheme liabilities *	<u>18,954</u>	<u>(5,774)</u>	<u>(9,726)</u>	<u>(8,974)</u>	<u>(6,177)</u>

* This item consists of gains/(losses) in respect of liability experience only and excludes any change in liabilities in respect of changes to the actuarial assumptions used.

UK legislation requires that pension schemes are funded prudently. The latest funding valuation as at 31 December 2024 was agreed on 30 March 2026. The valuation showed a surplus of £358,500,000, therefore no deficit recovery contributions are required. As part of the valuation it has been agreed that the Company will pay no contributions in respect of death in service, incapacity retirement and redundancy retirement benefits. Expenses, including levies payable to the Pensions Protection Fund (PPF) are met out of the Scheme assets. The next funding valuation is due with an effective date no later than 31 December 2027.

The Scheme also has a contingent funding mechanism in place whereby further contributions are payable to the Scheme based on operating income targets agreed between the employers and the Trustee. Once the Scheme is in surplus, contingent funding mechanism contributions are no longer payable.

The Company has guaranteed a proportion of the funding obligations that the other funding sponsors of the Scheme have to that Scheme. In addition, the ultimate parent undertaking, Heidelberg Materials AG has guaranteed the entire funding obligations of the Scheme.

The Scheme is recognised on the balance sheet of Hanson Quarry Products Europe Limited as this entity is considered to bear the risks relating to the plan due to the proportion of members employed by the entity. The number of current and deferred members employed directly by the Company is an insignificant percentage of the total membership.

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

24. Pension commitments (continued)

Hanson Quarry Products Europe Limited recognises the Scheme surplus in accordance with the requirements of IFRIC 14. The Trustee of the Scheme does not have the unilateral right to commence wind-up of the Scheme. Thus, the Company assumes that the Scheme continues in existence until the last benefit payments are made to members, at which point any residual assets are returned to the employer in line with the rules of the Scheme.

25. Other reserves

The other reserves relate to a historic capital reserve.

26. Leases

Company as a lessee

The Company leases property as well as vehicles used by its employees.

Lease liabilities are due as follows:

	2025 £000	2024 £000
Not later than one year	177	171
Between one year and five years	681	688
Later than five years	15,368	15,539
	<u>16,226</u>	<u>16,398</u>

The following amounts in respect of leases, where the Company is a lessee, have been recognised in profit or loss:

	2025 £000	2024 £000
Interest expense on lease liabilities	<u>565</u>	<u>571</u>

HANSON AGGREGATES MARINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

27. Related party transactions

The Company has taken advantage of the exemption under paragraph 8(k) of FRS 101 not to disclose transactions with wholly owned subsidiaries in the group headed by Heidelberg Materials AG. Balances outstanding at 31 December with related parties, are as follows:

	2025 £000	2024 £000
Amounts owed by ultimate parent undertaking	7,725	11,904
Amounts owed by indirect parent undertakings	11,176	11,609
Amounts owed by indirect subsidiary undertaking	646	631
Amounts owed by fellow group subsidiary undertakings	347	338
	<u>19,894</u>	<u>24,482</u>

During the year the Company made sales totalling £867,000 (2024 - £1,511,000) and was recharged fuel expenses of £25,000 (2024 - £17,461) by Mibau Stema UK Limited (formerly Stema Shipping (UK) Limited), a non-wholly owned fellow group subsidiary undertaking. At 31 December 2025 £188,000 (2024 - £178,000) was due to the Company.

28. Post balance sheet events

After the year end the Company received repayment of £9,000,000 owed by Hanson Limited, an indirect parent undertaking, to fully settle its liability to the Company. The amount was deposited in the Company's cash-pool account with its ultimate parent undertaking, Heidelberg Materials AG, earning interest at SONIA.

29. Ultimate parent undertaking and controlling party

The Company's immediate parent undertaking is Hanson Building Products (2003) Limited, a company registered in England and Wales. The Company's ultimate parent undertaking is Heidelberg Materials AG, a company registered in Germany. The largest and smallest group in which the results of the Company are consolidated is that headed by Heidelberg Materials AG. Copies of the consolidated financial statements of Heidelberg Materials AG may be obtained from Berliner Strasse 6, D 69120 Heidelberg, Germany.