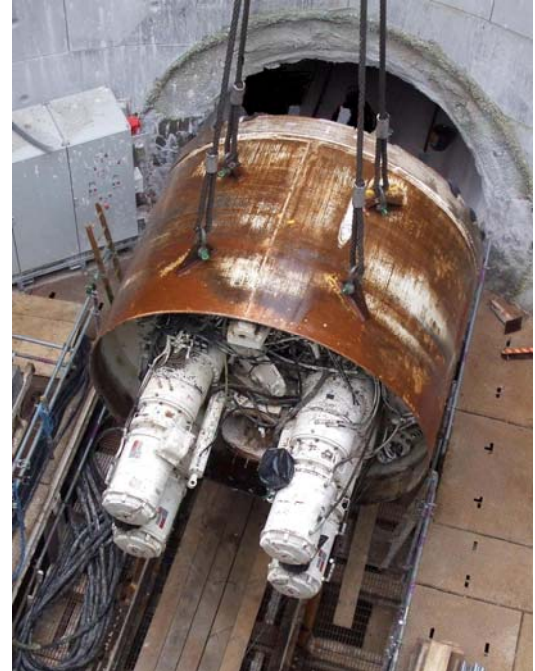


Croydon Cable Tunnel, London, U.K. - Project Update



Following completion of the first phase of the Croydon Cable Tunnel project, contractor Morgan Est PLC has reported that the LOVAT ME140SE Series 23000 TBM has commenced work on the second phase.

The 3.6 metre diameter Mixed Face, Earth Pressure Balance TBM was removed from Rowdown shaft after the first drive and returned to Kent Gate Way for the second drive to Beddington via Lloyd Park. The TBM will bore 7,000 metres through moderately weak to fractured Upper Chalk with Flints Beds commonly located throughout the drive.

Upon arriving at Beddington, the TBM will have successfully completed 9,800 metres of tunnel. The anticipated breakthrough into Beddington Shaft is expected at the end of September 2008.