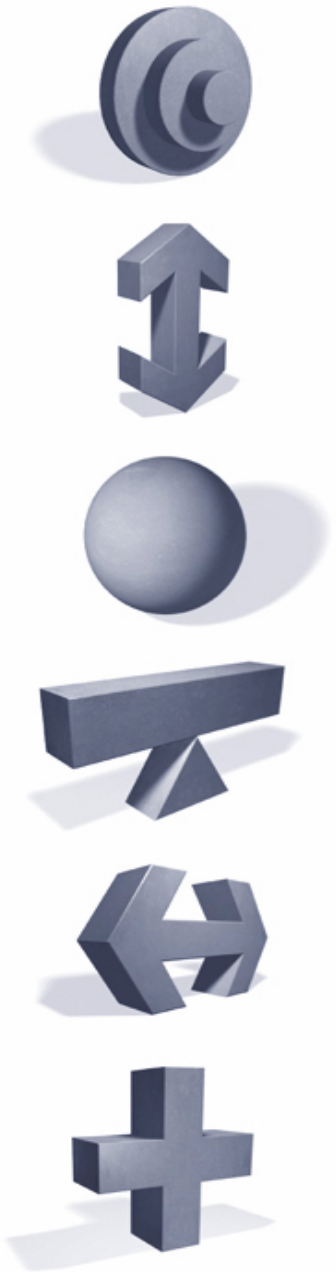


Keller Group plc

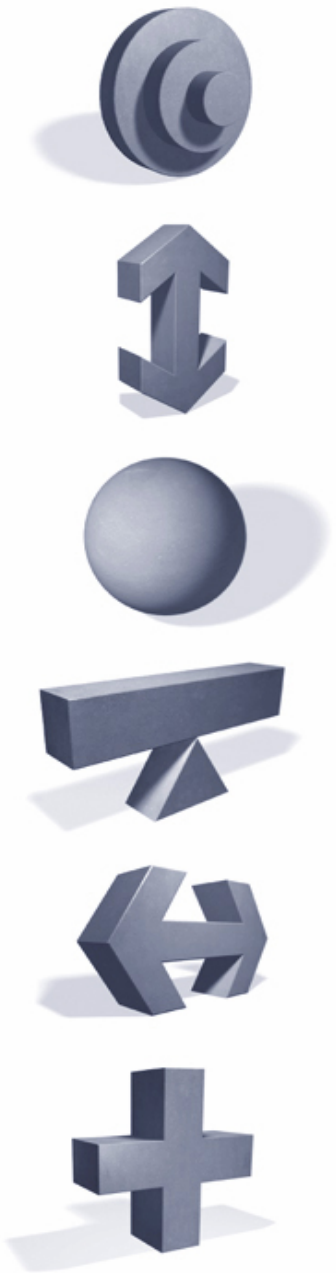
Preliminary Results 2005

March 2006



Highlights

- Sales up 23% to £731.0m, representing excellent organic growth
- Profit before tax increased 64% to £48.8m
- EPS up 73% to 41.8p
- Excellent cash generation
- Total dividend increased by 10% to 12.0p
- Record order book – over five months' sales



Profit and Loss Account

£m	2005	2004*	% change
Sales	731.0	595.9	+23%
Operating profit	53.1	33.9	+57%
Interest	(4.3)	(4.1)	
Profit before tax	48.8	29.8	+64%
Taxation	(19.8)	(11.9)	
Profit after tax	29.0	17.9	
Minority interests	(1.7)	(2.1)	
	27.3	15.8	
Basic earnings per share	41.8p	24.2p	+73%
Dividends per share	12.0p	10.9p	+10%

* Restated for IFRS



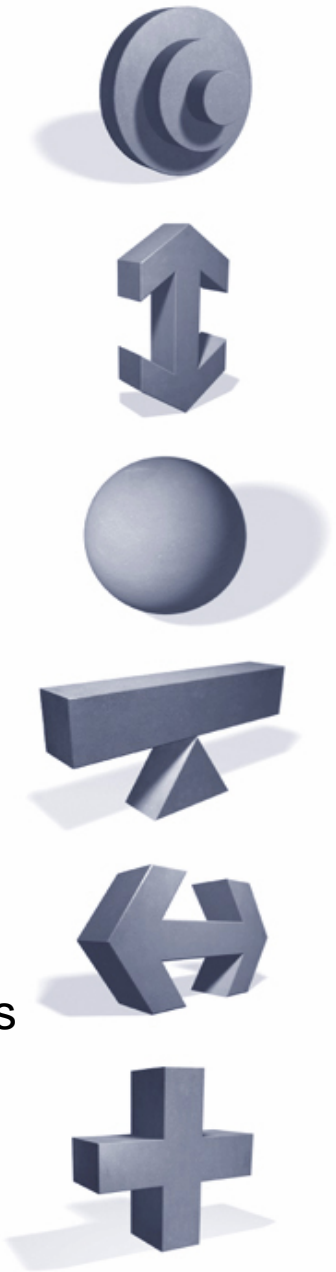
- 21% like-for-like organic growth
- Effective tax rate 41% (2004: 40%)
- Minimal exchange rate impact



Operating Profit and Margin

£m	2005			2004		
	Sales	Operating Profit	Margin	Sales	Operating Profit	Margin
UK	89.2	(0.3)	(0.4)%	108.3	1.9	1.8%
USA	399.9	42.1	10.5%	280.2	21.0	7.5%
Europe/Overseas	204.7	12.7	6.2%	175.0	11.8	6.8%
Australia	37.2	1.8	4.7%	32.4	1.7	5.2%
	731.0	56.3	7.7%	595.9	36.4	6.1%
Central costs	-	(3.2)		-	(2.5)	
	731.0	53.1	7.3%	595.9	33.9	5.7%

- Record Group operating margin
- US result benefited from excellent performance on large contracts



Group Balance Sheet

£m	2005	2004
Goodwill/intangibles	55.7	51.8
Property, plant & equipment	90.4	80.9
	146.1	132.7
Inventories	24.4	24.3
Debtors	194.6	143.9
Creditors	(168.5)	(120.7)
Working capital	50.5	47.5
Long-term liabilities	(6.5)	(2.9)
Capital employed	190.1	177.3
Employee benefits	(21.1)	(17.2)
Tax	(10.9)	(10.4)
Net debt	(40.9)	(58.7)
Net assets	117.2	91.0

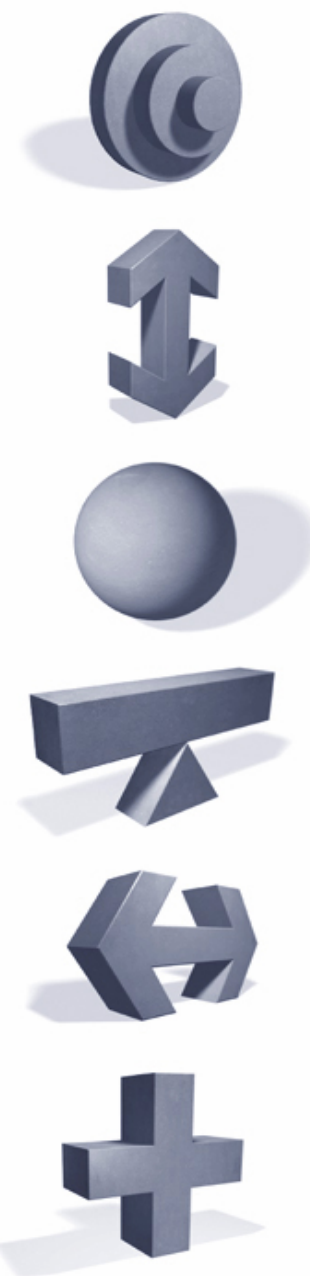
- Working capital ratios improved significantly
- UK pension scheme closed to future accrual
- Gearing of 35% (2004: 65%)



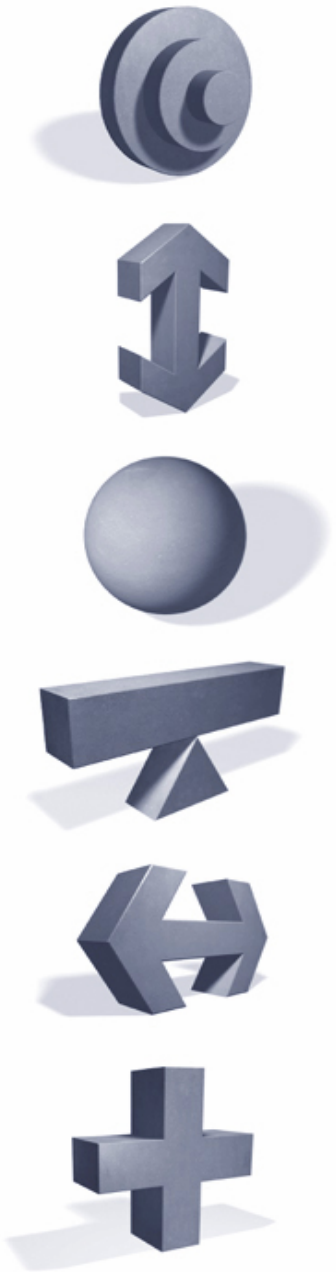
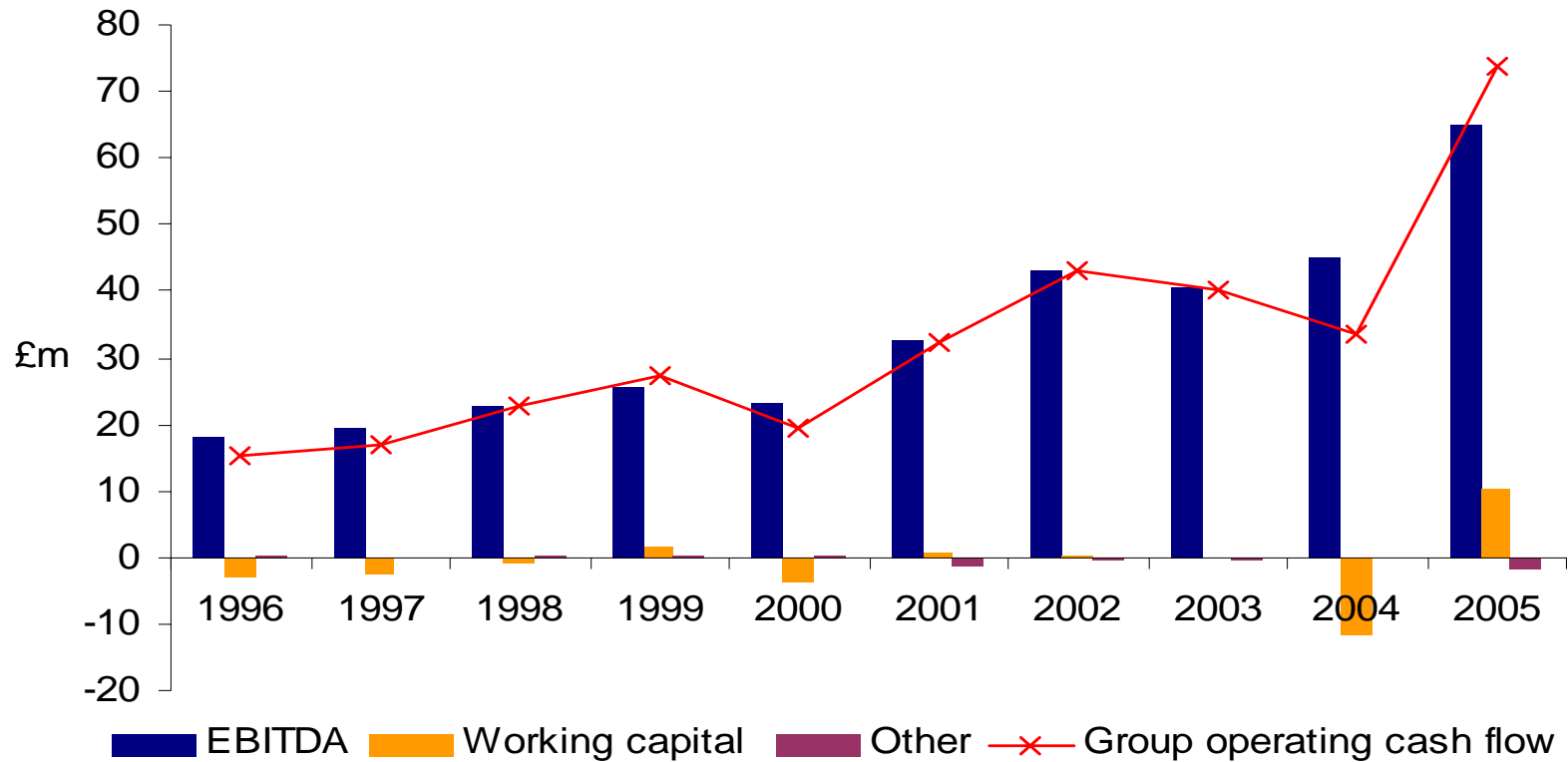
Group Cash Flow Statement

£m	2005	2004
Cash from operating activities	73.4	33.6
Capex – net	(13.9)	(11.8)
Tax	(18.8)	(7.4)
Interest	(3.8)	(4.0)
Free cash flow	36.9	10.4
Dividends	(8.1)	(9.4)
Acquisitions	(7.8)	(3.4)
Net cash flow	21.0	(2.4)
Other	(3.2)	4.4
Opening net debt	(58.7)	(60.7)
Closing net debt	(40.9)	(58.7)

- Acquisitions include deferred consideration

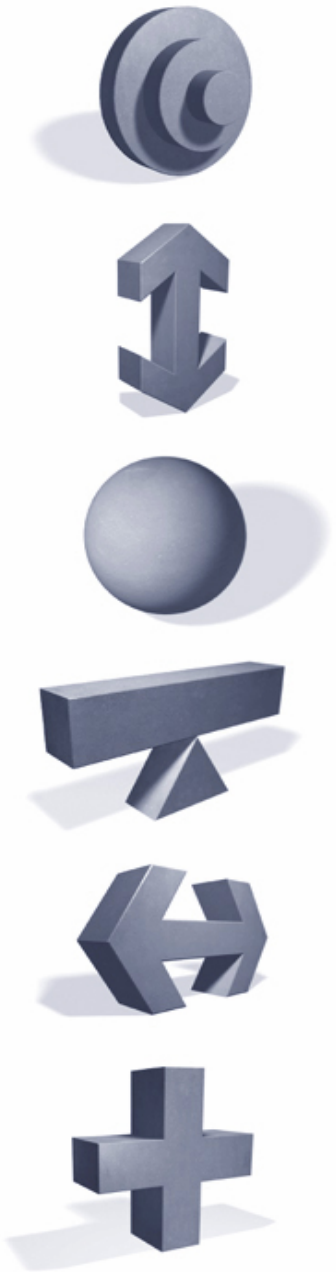


Cash Flow History



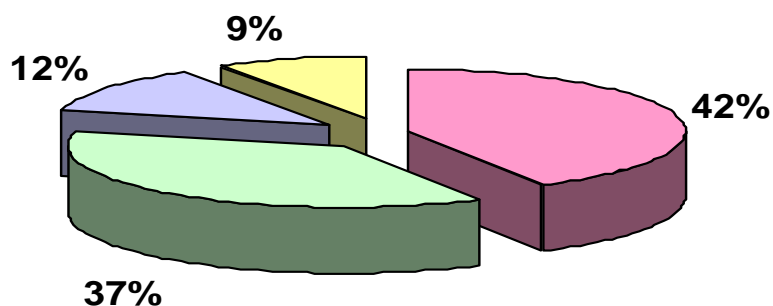
2006 Guidance

- Strong H2 2005 continuing into H1 2006
 - 2006 to be more first half weighted than 2005
 - 35-40% in H1 in line with earlier years
- US\$ translation impact: 5c change in average rate = circa £1.0m
 - 2006 budget at £1 = \$1.85 (2005 actual: \$1.82)
- Expected effective tax rate of circa 40%
- Working capital outflow in H1
- Higher capital expenditure in 2006, reflecting strong organic growth – circa £20m



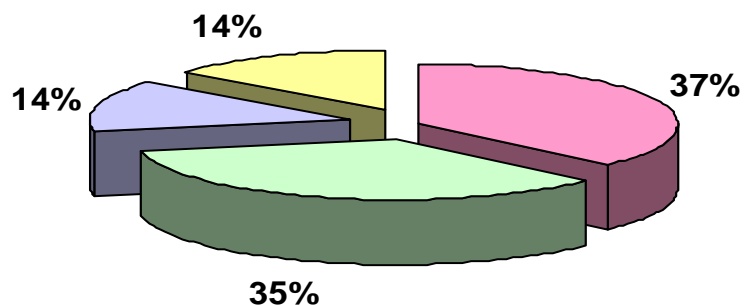
North America – analysis of sales

2005 Sales by Product
(total sales £399.9m)

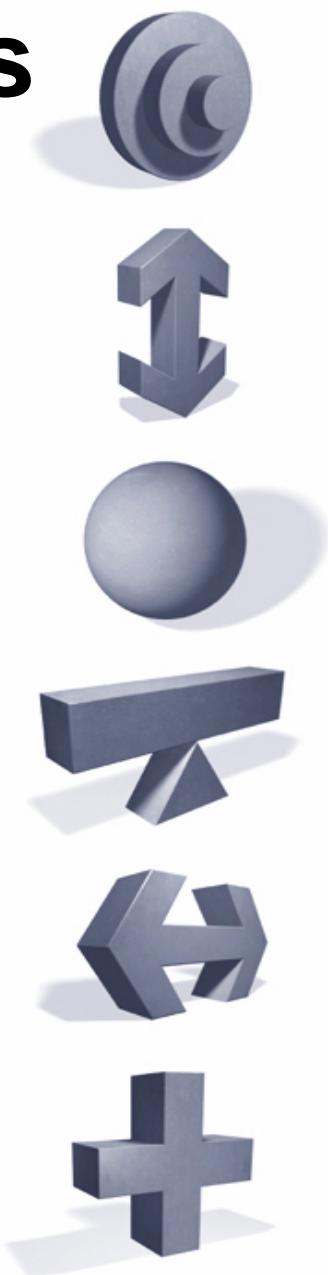


- Piling & Earth Retention
- Post Tension Concrete
- Grouting
- Ground Improvement

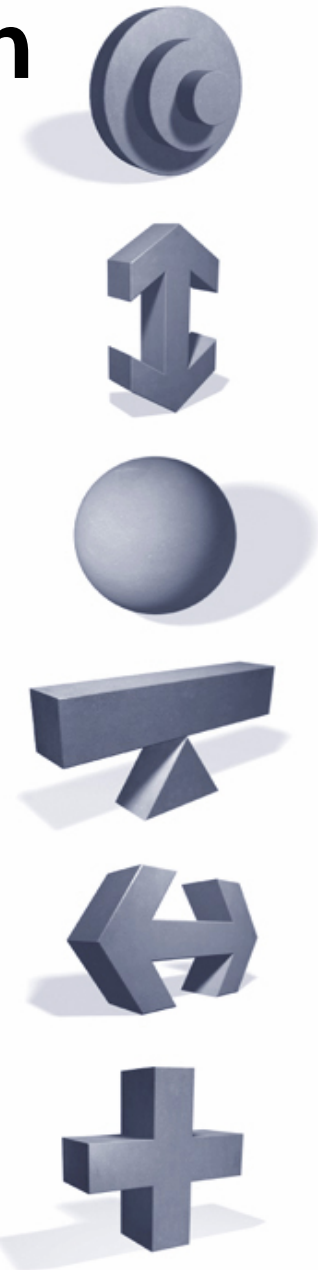
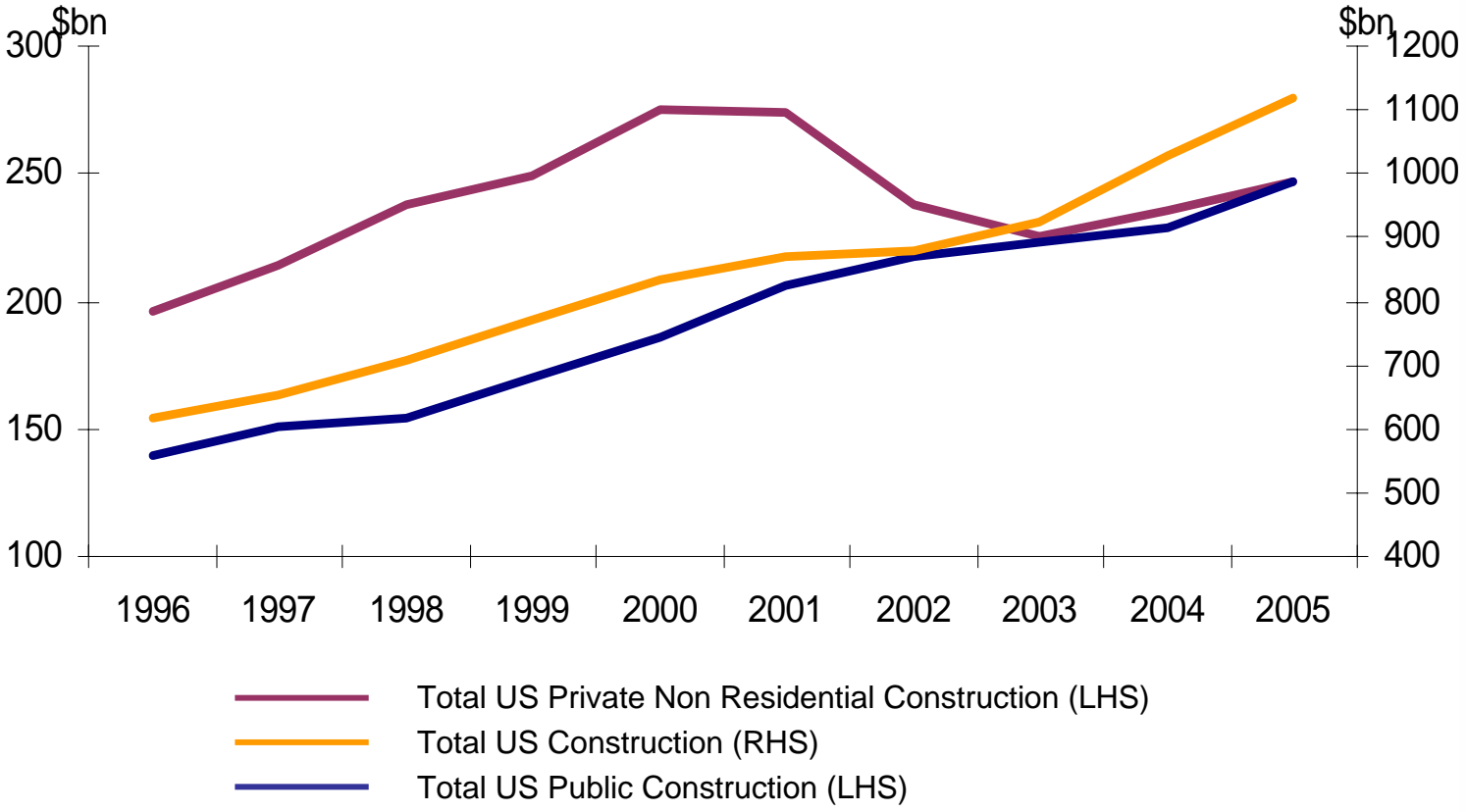
2005 Sales by Company
(total sales £399.9m)



- Suncoast
- Hayward Baker
- Case
- McKinney

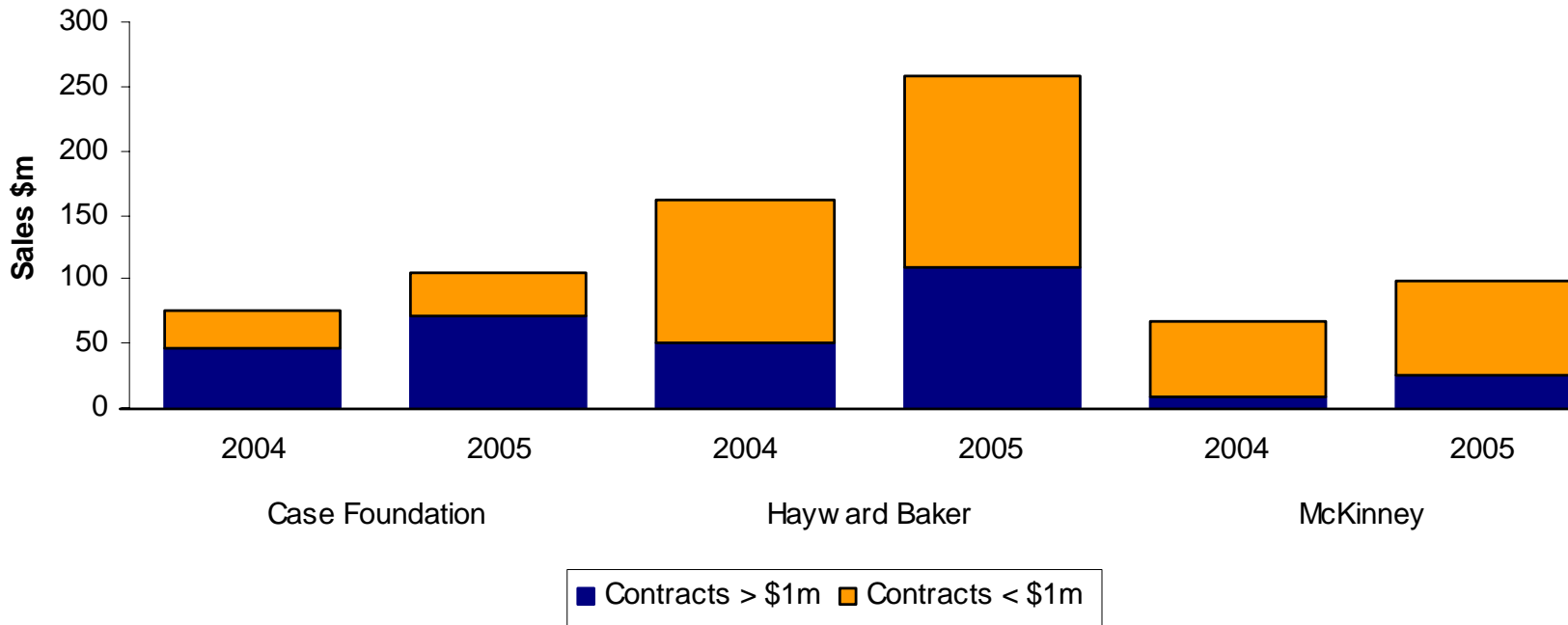


North America – construction growth

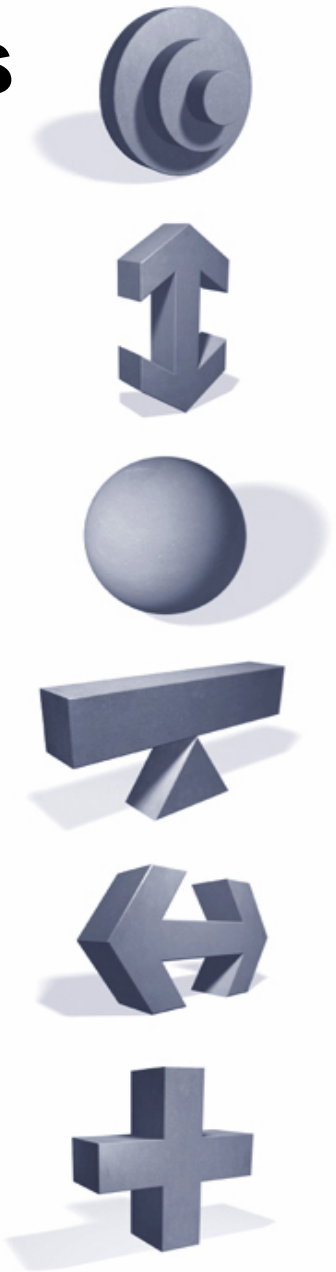


Source: US Census, US Department of Commerce, 1 March 2006

North America – more large contracts

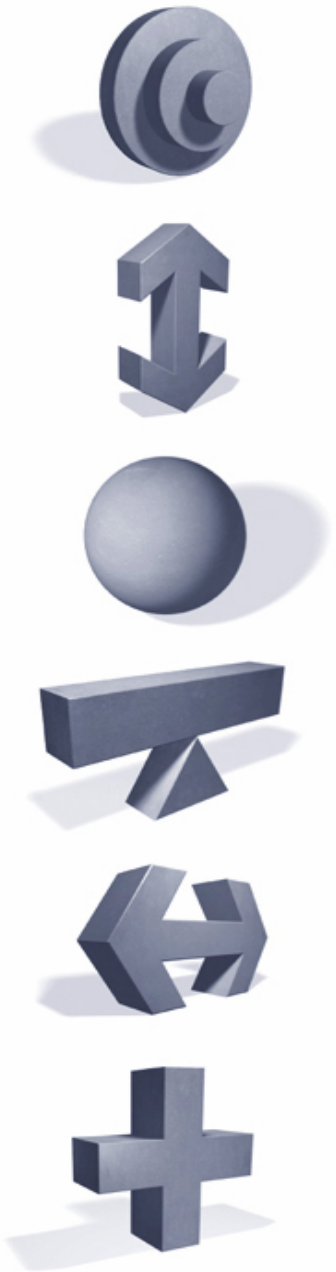


● Average contract size \$120k



North America – highlights

- Suncoast sales up by circa 30%
 - Increased market share in California & Arizona
 - Excellent performance from the high rise division
 - Revenues and profits doubled in four years since acquisition
- Excellent result from Hayward Baker
 - Most broadly based of our US companies
- Solid performance from Case
 - Successful completion of Trump Tower Project
- Record year from McKinney through its 14 locations
 - Good synergies from working with Case and Hayward Baker



North America – case studies



Hayward Baker
Vibrocompaction, grouting, minipiles
Casino, hotel and parking deck
St Charles, Missouri



Case Foundation
Large shafts
Water intake shafts for new power station
Lake Michigan, Wisconsin



North America – Donaldson acquisition

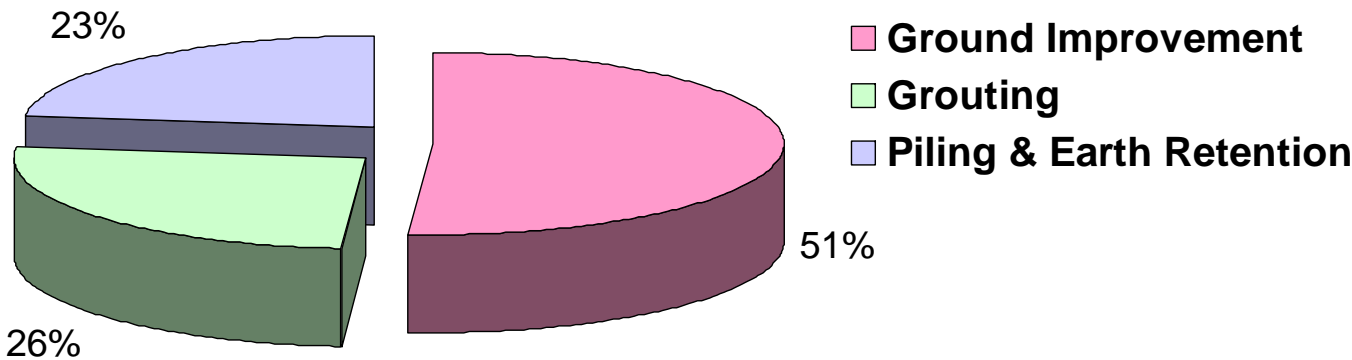


- Donaldson, Rhode Island, New England
- Initial consideration including debt \$10.6m
- Full year Donaldson sales in 2005 circa \$50m
- Integration of Hayward Baker's Boston Office



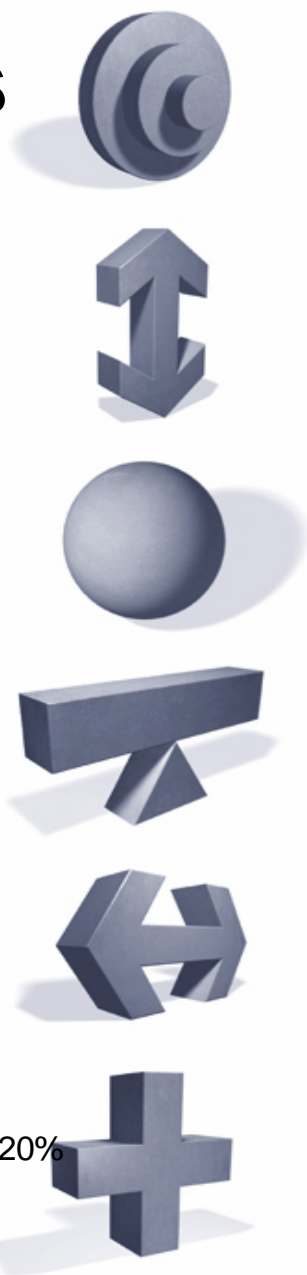
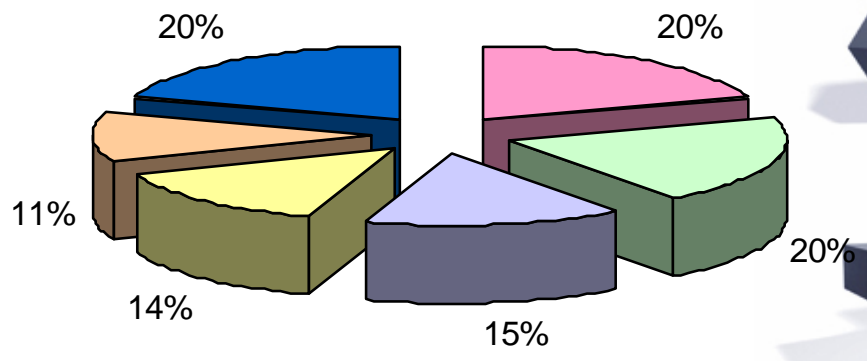
Europe & Overseas – analysis of sales

2005 Sales by Product
(total sales £204.7m)



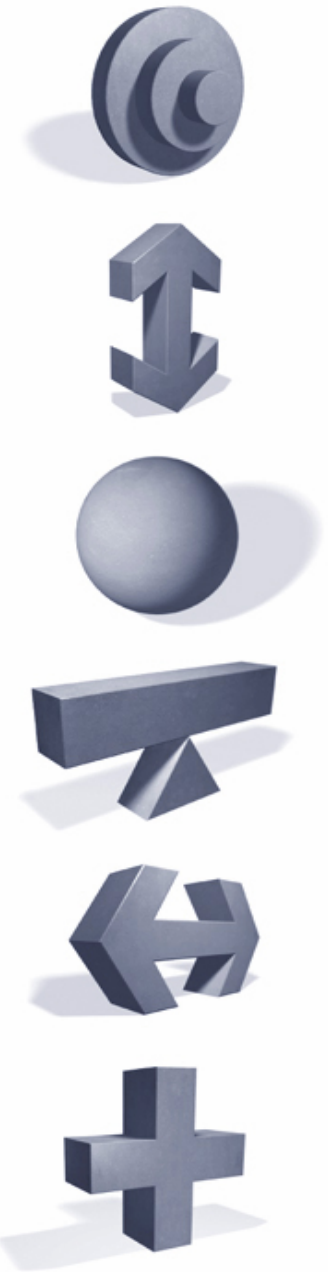
2005 Sales by Geography
(total sales £204.7m)

- Germany
- Spain
- France
- Overseas
- Eastern Europe
- Other Europe



Europe & Overseas – highlights

- Keller-Terra had another good year
 - Additional techniques introduced into the Spanish market
- France performed well
 - Increased share of growing ground improvement sector
- Further progress made in Eastern Europe
 - Market leader in Poland
- German profitability improved in H2
 - Better positioned to take advantage of eventual market upturn
- Middle East reported a good result



Europe & Overseas – case studies



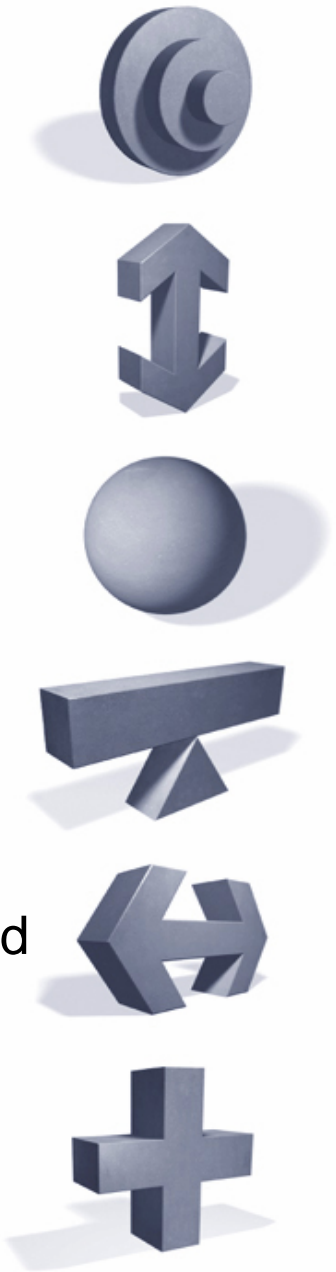
Keller Speciální Zakládání
Underpinning works
New shopping & office complex
Prague, Czech Republic

Keller Grundbau & Keller GeTec
Site investigation & monitoring works
New container terminal
Bremerhaven, Germany



United Kingdom – highlights

- KGE result satisfactory
 - Further success in offering packaged solutions
 - Continues to be selective in piling opportunities
 - Growth potential of earth retaining systems
- Makers had a disappointing year
 - Delays in getting work to site continued into H2
 - Several multi-million pound social housing contracts performed
 - Year end orderbook 50% up on 2004 position

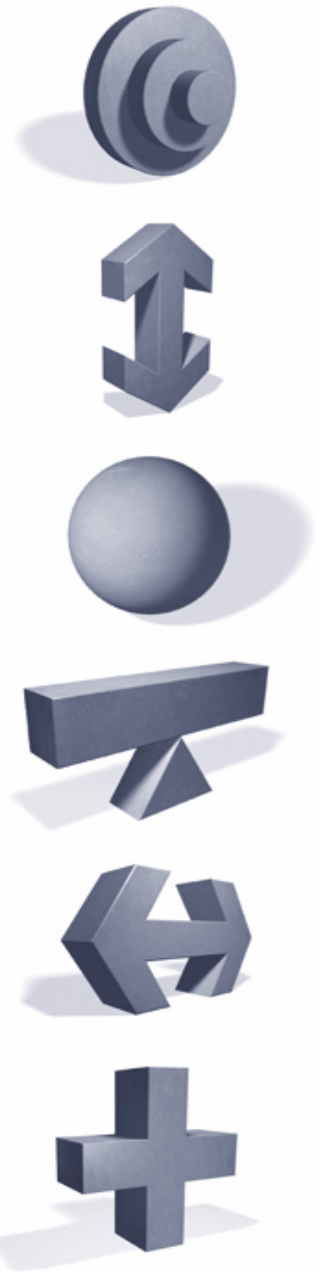


Australia

Results

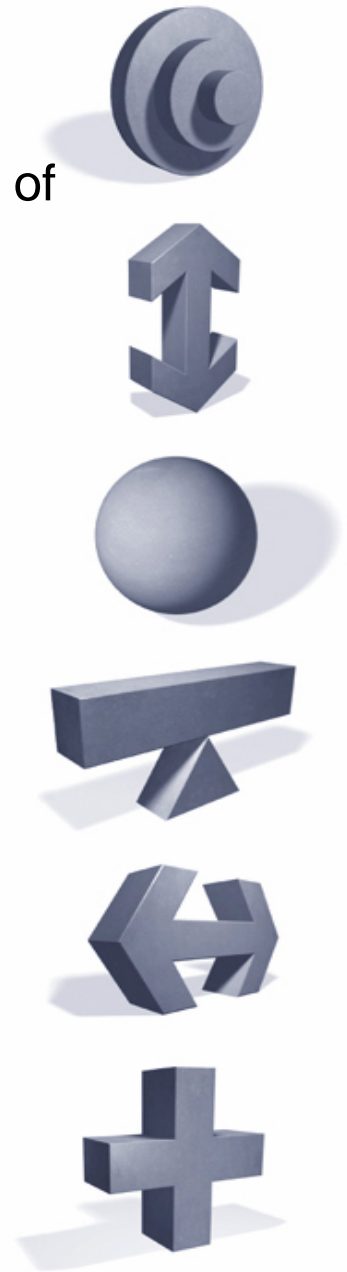
£m	2005	2004	% Change £	% Change AU\$
Sales	37.1	32.4	+14.8%	+10.2%
Operating profit	1.8	1.7	+5.5%	+1.3%
Operating margin	4.9%	5.2%		
\$ exchange rate	2.39	2.49		

- Very busy year on the Gold Coast, Queensland
- Margins broadly maintained on higher volumes
- As expected, geotechnical subsidiary moved into profitability
- Opportunities remain good



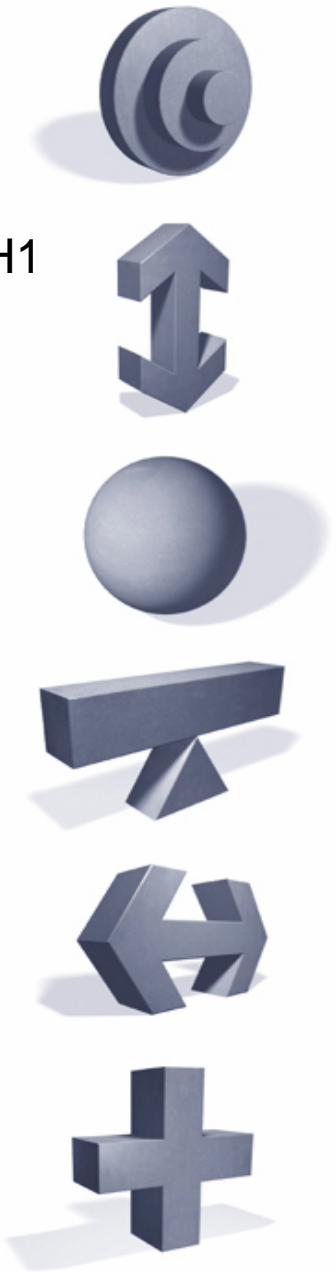
Strategy

- Our strategy remains unchanged - to continue our track record of growth within specialist ground engineering
- Organic growth
 - Examples in the US
 - Post tensioning on the West Coast
 - Soil mixing in very weak soils
 - Increased presence in New England
 - Examples in Europe
 - Push into the Ukraine from Poland
 - Increased product penetration in Spain
- Acquisitions
 - Will continue to target opportunities in the US
 - Will look to buy selectively elsewhere

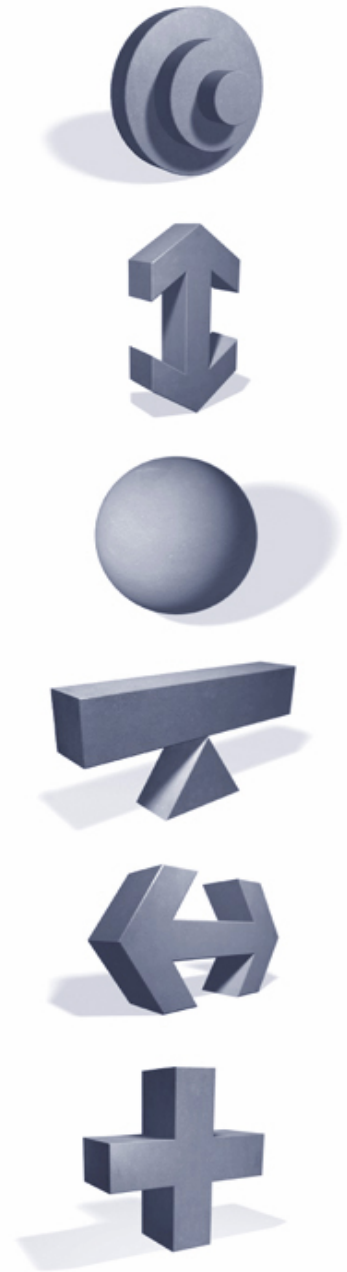


Outlook

- Current levels of demand in the US should remain at least through H1
- No major changes in our other key markets
- Bolt on acquisition opportunities remain
- Current Group order book is at a new record high
- 2005 was an outstanding year
- 2006 will be another good year



Appendix



Ground Engineering Worldwide

Activities

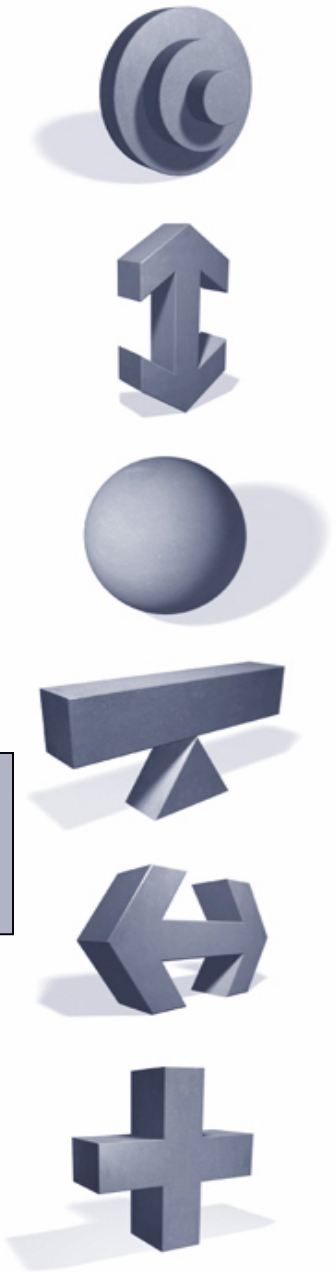
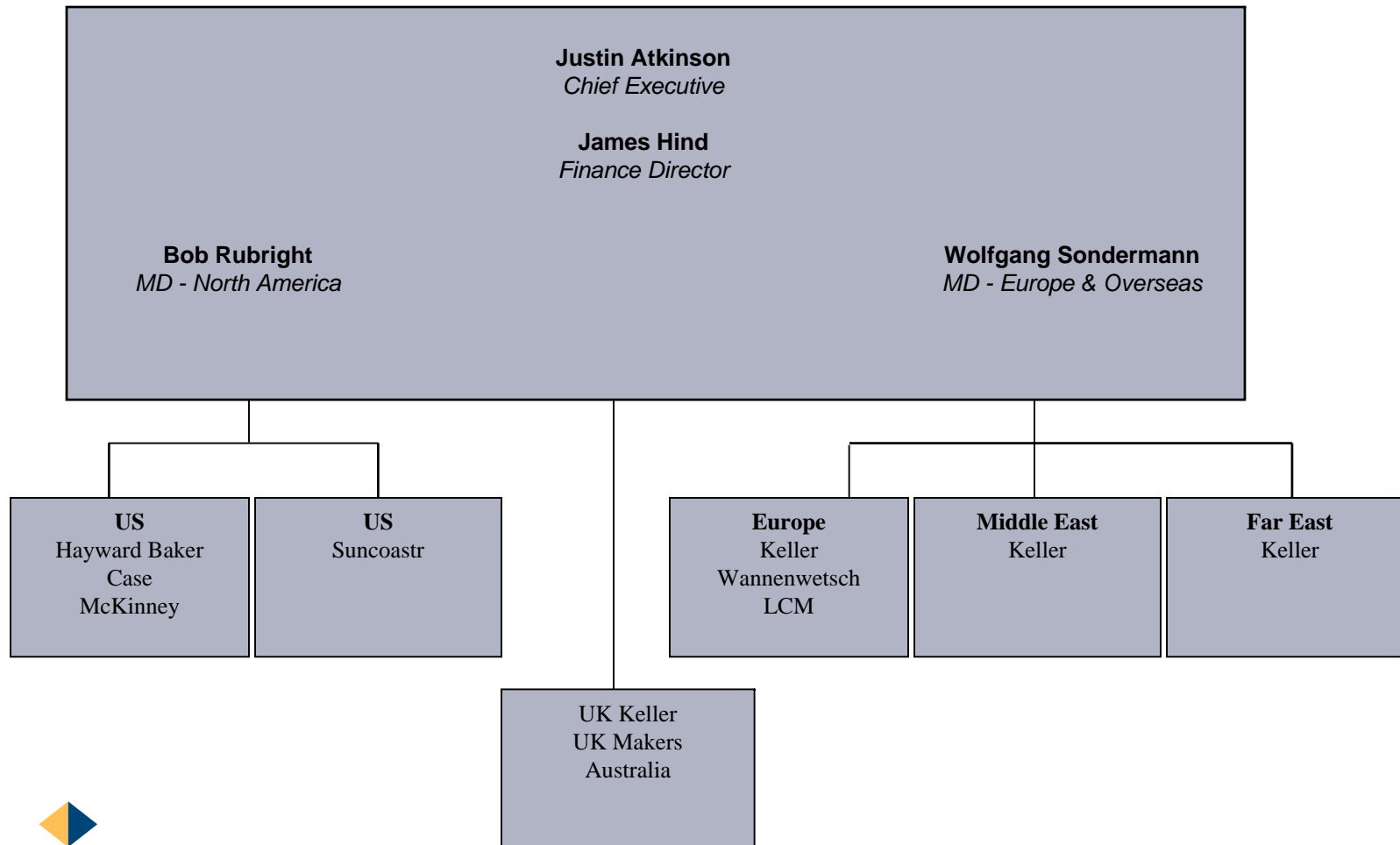
- Specialty grouting
- Ground improvement
- Caissons & piling
- Post-tension concrete
- Structural refurbishment

Applications

- Control of building settlement
- Groundwater control
- Seismic risk protection
- Foundation support
- Foundation support
- Earth retention
- Slab-on-grade foundations
- High rise structures
- Local authority housing
- Concrete repair: car parks, water



Management Structure



Business Model

Specialist with a tight focus



Experienced people with deep industry knowledge



Global business, but with strong local knowledge



Well balanced with broad markets and customer base



Broad range of industry-leading technologies and processes

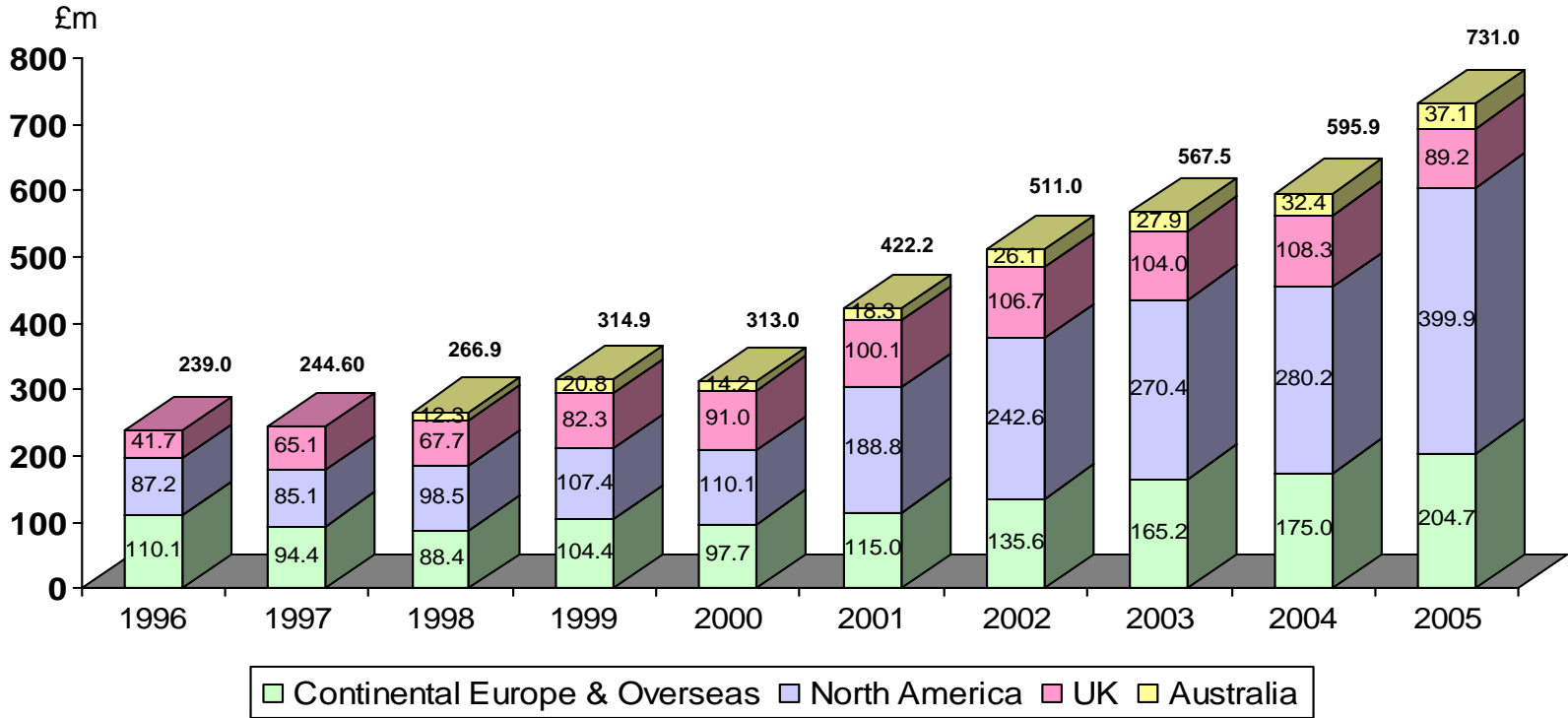


Good long-term growth record and prospects



Ten Year Track Record

Sales 1996 - 2005

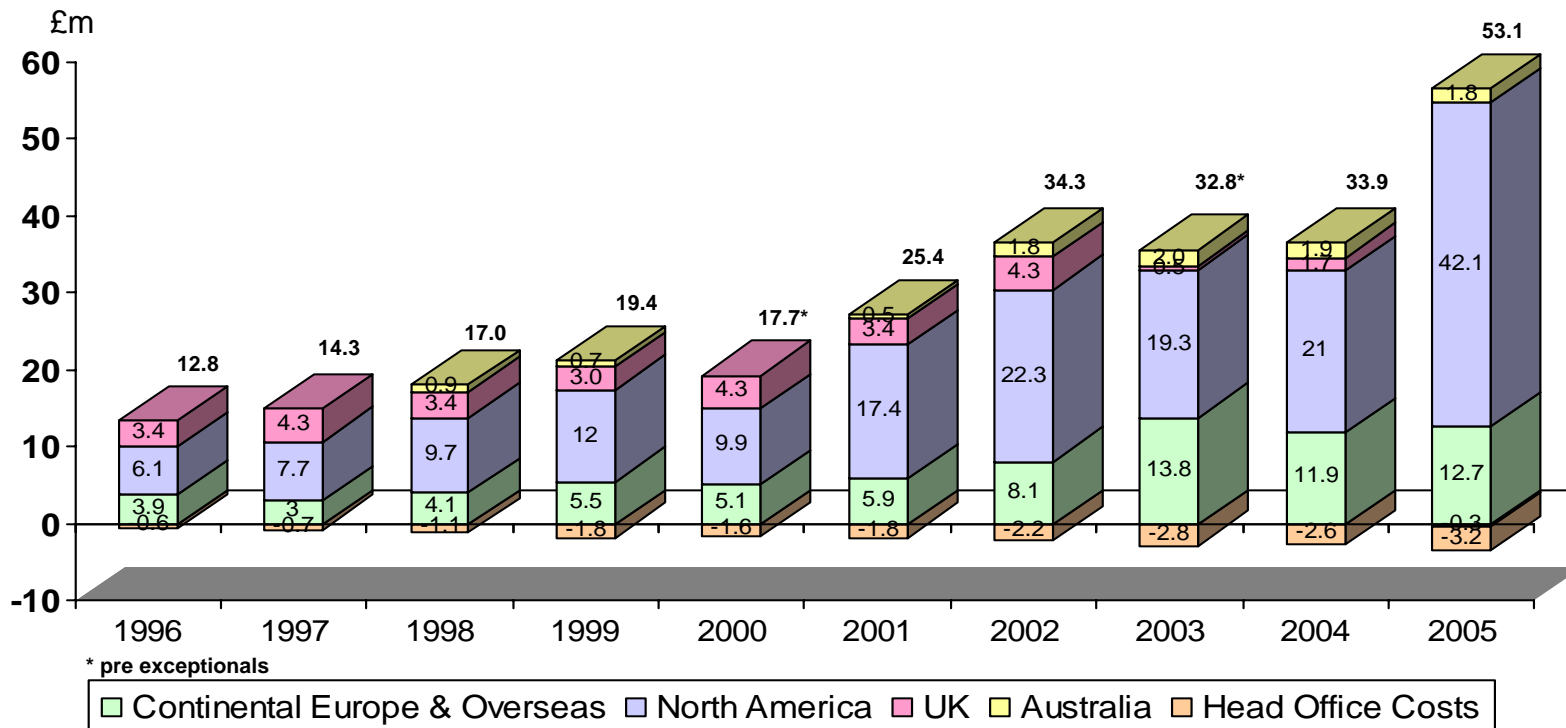


- Compound annual growth rate of 13%

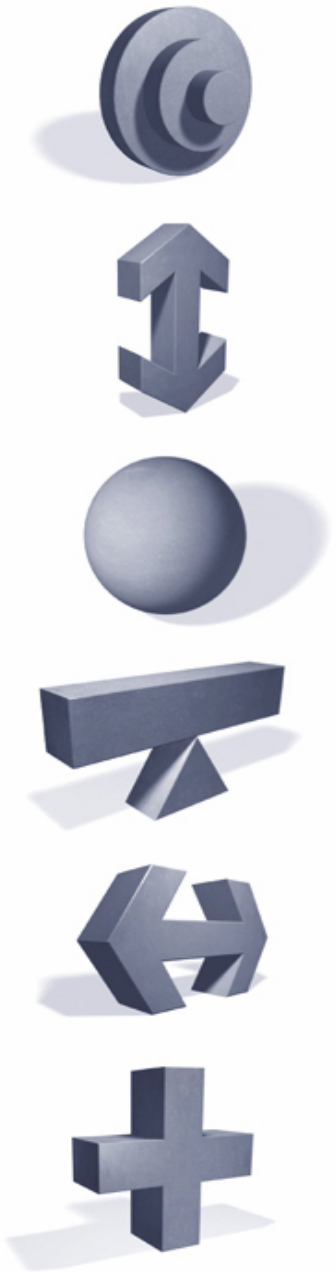


Ten Year Track Record

Operating Profit 1996 - 2005

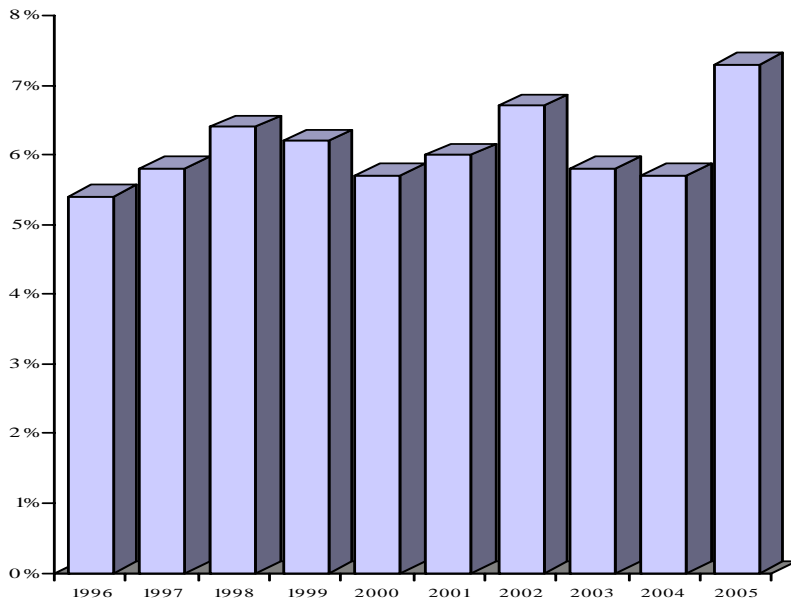


- Compound annual growth rate of 17%

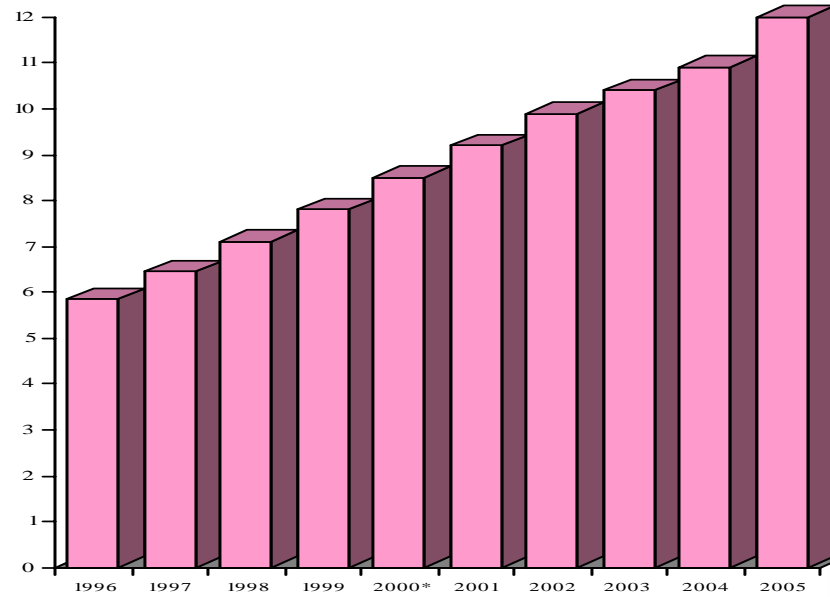


Results History

Operating margin



Dividend per share



- Industry leading margins
- Uninterrupted dividend growth

