

### 13. Investment property

	£m
<b>Cost</b>	
At 1 January 2006	272
Transfers to property, plant and equipment	(2)
Disposals	(103)
At 31 December 2006	167
Disposals	(9)
At 31 December 2007	158
<b>Depreciation and impairment</b>	
At 1 January 2006	54
Transfers to property, plant and equipment	(1)
Depreciation charge for the year	4
Disposals	(13)
At 31 December 2006	44
Depreciation charge for the year	4
Disposals	(3)
At 31 December 2007	45
<b>Net book value of investment property</b>	
<b>At 31 December 2007</b>	<b>113</b>
At 31 December 2006	123
At 1 January 2006	218
<b>Fair value of investment property</b>	
<b>At 31 December 2007</b>	<b>160</b>
At 31 December 2006	218

The fair values above are based on and reflect current market values as prepared by in-house professionals. The valuations were prepared by persons having the appropriate professional qualification and with recent experience in valuing properties in the location and the type of property being valued.

	2007 £m	2006 £m
Rental income from investment property	<b>20</b>	19