

UNAUDITED

Financial Statements

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Income statement for the half-year ended 30 June 2011

	£
Revenue	
Interest receivable and similar income.....	43,192,062
Interest payable and similar charges	(42,916,875)
Net fair value gain on derivatives	<u>2,329,494</u>
Profit before tax	2,604,681
Income tax expense	<u>(709,776)</u>
Profit for the period	<u>1,894,905</u>

There were no acquisitions, discontinued or discontinuing operations during the period.

Statement of comprehensive income for the half-year ended 30 June 2011

There has been no comprehensive income or expense other than the profit for the period as shown above.

Financial Statements (continued)**Statement of financial position as at 30 June 2011**

	£
ASSETS	
Current assets	
Amounts owed by other group undertakings	1,627,949,996
Derivative asset	5,371,976
Total assets	<u>1,633,321,972</u>
LIABILITIES AND EQUITY	
Current liabilities	
Amounts owed to other group undertaking	1,927,624
Amounts owed to third parties	9,836,794
Derivative liability	5,922,515
	<u>17,686,933</u>
Non-current liabilities	
Amounts owed to third parties	1,606,839,941
Deferred tax liability	2,199,061
	<u>1,609,039,002</u>
Total liabilities	<u>1,626,725,935</u>
Equity	
Called up share capital	50,000
Retained earnings	6,546,037
Total equity	<u>6,596,037</u>
Total equity and liabilities	<u>1,633,321,972</u>

Financial Statements (continued)**Statement of cash flows for the half-year ended 30 June 2011**

	£
Cash flows from operating activities	
Profit before tax	2,604,681
Adjustments for:	
– Interest and other charges payable	42,916,875
– Derivatives movement	6,015,802
– Payments in respect to tax	(262,560)
– Change in trade and other payables	(634,961)
Net cash generated from operating activities	<u>50,639,837</u>
Cash flows from financing activities	
Interest paid	(28,613,591)
Paid to group undertakings in respect of other financing activities	(118,507,800)
Borrowings from third parties	492,901,152
Repayment of borrowings from third parties	(398,400,000)
Net cash used in financing activities	<u>(52,620,239)</u>
Net decrease in cash and cash equivalents	(1,980,402)
Cash and cash equivalents brought forward	<u>1,980,402</u>
Cash and cash equivalents carried forward	<u>-</u>

Financial Statements (continued)**Statement of changes in equity for the half-year ended 30 June 2011**

	Called up share capital £	Retained earnings £	Total shareholders' equity £
2011			
At 1 January 2011	50,000	4,651,132	4,701,132
Profit for the period	-	1,894,905	1,894,905
At 30 June 2011.....	50,000	6,546,037	6,596,037

Shareholders' equity is wholly attributable to equity shareholders.

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