

CHETWYND NOMINEES LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
28 December 2007**



CHETWYND NOMINEES LIMITED

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CHETWYND NOMINEES LIMITED

DIRECTORS' REPORT

For the year ended 28 December 2007

The directors present their report and the financial statements of Chetwynd Nominees Limited (the "Company") for the year ended 28 December 2007

The Directors' Report has been prepared in accordance with the special provisions relating to small companies under S246(4) of the Companies Act 1985

PRINCIPAL ACTIVITY

The Company acts as a nominee company for affiliated companies

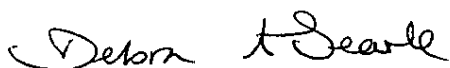
The directors expect the Company to continue as a nominee in 2008

DIRECTORS

The directors who served during the year and up to the date of signing this report were as follows

D Parker (appointed 12 April 2007)
K Pearson
D F Thomson

This report was approved by the Board on 7 February 2008 and signed on its behalf



Merrill Lynch Corporate Services Limited
Company Secretary
London

CHETWYND NOMINEES LIMITED

BALANCE SHEET

As at 28 December 2007

		2007	2006
	Note	£	£
CURRENT ASSETS			
Amounts owed by affiliated companies		100	100
NET ASSETS			
		<u>100</u>	<u>100</u>
CAPITAL AND RESERVES			
Called up share capital	3	100	100
SHAREHOLDER'S FUNDS			
		<u>100</u>	<u>100</u>

For the year ended 28 December 2007 the Company was entitled to exemption under section 249A(1) of the Companies Act 1985

Members have not required the Company to obtain an audit in accordance with section 249B(2) of the Companies Act 1985

The directors acknowledge their responsibilities for

- (i) ensuring the Company keeps accounting records which comply with section 221 of the Companies Act 1985, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the Company as at the end of the financial year, and of its profit or loss for the financial year, in accordance with the requirements of section 226 of the Companies Act 1985 and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the Company

RESULTS AND OTHER RECOGNISED GAINS OR LOSSES

No profit and loss account has been presented, as there has been no income or expenditure during the year (2006 - £nil). There were no other recognised gains or losses during the current or preceding year. As a result the following have not been presented: statement of total recognised gains and losses, note of historical cost profits and losses, cash flow statement and a reconciliation of movements in shareholder's funds.

The financial statements were approved by the Board on and signed on its behalf on 7 2 2008


Director

The notes on page 3 form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 28 December 2007

1 ACCOUNTING POLICIES

1.1 Basis of accounting

The financial statements have been prepared in accordance with applicable United Kingdom law and United Kingdom Generally Accepted Accounting Practice (UK GAAP)

1.2 Accounting period

The Company's financial year consisted of a fifty-two (2006 fifty-two) week period ending on the last Friday in December (2006 29 December)

1.3 Accounting convention

The financial statements have been prepared under the historical cost convention

2 PRINCIPAL ACTIVITY

The Company acts as a nominee company for affiliated companies

3. CALLED UP SHARE CAPITAL

	2007 £	2006 £
Authorised		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

4. PARENT UNDERTAKINGS

The Company's immediate parent company is Smith Bros Limited and the ultimate parent company and controlling party is Merrill Lynch & Co , Inc , a company incorporated in the State of Delaware in the United States of America The parent company of the largest group that includes the Company and for which group accounts are prepared is Merrill Lynch & Co , Inc Copies of the group financial statements of Merrill Lynch & Co , Inc are available from the Investor Relations website at www.ml.com or by contacting the Corporate Secretary by mail at 222 Broadway, 17th Floor, New York, NY 10038, USA or by e-mail at corporate_secretary@ml.com The parent undertaking of the smallest group, including the Company, which prepares group accounts is Merrill Lynch Europe PLC, a company incorporated in Great Britain Copies of the group financial statements of Merrill Lynch Europe PLC are available from the Company Secretary, Merrill Lynch Financial Centre, 2 King Edward Street, London, EC1A 1HQ