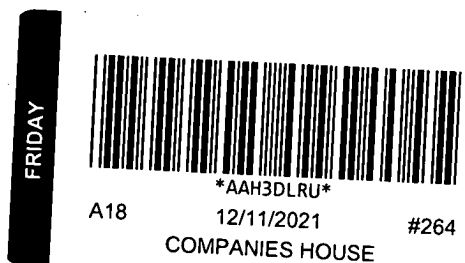


FINANCE FOR MORTGAGES LIMITED

**Directors' Report and Financial Statements
for the 12 months to 31 March 2021**

Registered Number 02220176



Finance For Mortgages Limited

Directors' Report and Financial Statements

Contents

Company Information	3
Directors' Report	4
Statement of Comprehensive Income	7
Balance Sheet	8
Notes to the Financial Statements	9

Finance For Mortgages Limited

Company Information

Directors

Mark Wouldhave

Claire Louise Craigie

Company Secretary

Claire Louise Craigie

Registered Office

Croft Road

Crossflatts

Bingley

West Yorkshire

BD16 2UA

Finance For Mortgages Limited

Directors' Report

The Directors present their Report and Financial Statements for the year to 31 March 2021. Finance For Mortgages Limited ('the Company') is a private limited liability company incorporated and domiciled in the United Kingdom.

Principal activity and business review

The Company qualifies as a small company in accordance with sections 381-382 of the Companies Act 2006 (the 'Act'). The Directors' Report has therefore been prepared taking into consideration the entitlement to small companies exemptions provided in section 414B (as incorporated to the Act by the Strategic Report and Directors' Regulations 2013) of the Act.

The principal activity of the Company was to act in an agency capacity, to enable the collection and distribution of cash from mortgage loans secured on residential property.

The Company has not traded during the current or preceding and consequently made neither a profit nor a loss.

Controlling party

The Company's immediate parent undertaking is Bradford & Bingley Investments, an unlimited company incorporated and domiciled in the United Kingdom.

Bradford & Bingley Investments' immediate parent undertaking is Bradford & Bingley Limited ('B&B'), a private limited liability company incorporated and domiciled in the United Kingdom. B&B heads the smallest group of companies into which the Financial Statements of the Company are consolidated.

B&B's ultimate parent undertaking is UK Asset Resolution Limited ('UKAR'), a private limited liability company incorporated and domiciled in the United Kingdom, which is wholly owned by the Treasury Solicitor as nominee for HM Treasury. The Company considers the UK Government to remain its ultimate parent and controlling party. Copies of the Financial Statements of B&B and UKAR may be obtained from the Company Secretary, P.O. Box 88, Croft Road, Crossflatts, Bingley BD16 2UA. The results of the UKAR Group are consolidated into the Annual Report and Accounts of HM Treasury which are available at www.gov.uk/official-documents. HM Treasury is domiciled in the United Kingdom and is located at 1 Horse Guards Road, London SW1A 2HQ.

Dividends

No dividend was paid during the year (2020: £nil), and the Directors do not recommend the payment of a final dividend for the year.

Directors and their interests

The Directors who served during the year and up to the date of signing the Financial Statements were as follows:

Claire Louise Craigie (appointed 1 January 2021)
Mark Wouldhave (appointed 1 August 2021)
Ian John Hares (resigned 1 August 2021)
John Gornall (resigned 1 January 2021)

Finance For Mortgages Limited

Directors' Report (continued)

Directors and their interests (continued)

The Directors did not hold any interest in the ordinary shares of the Company during the current or preceding year. The Directors have no interest in the loan capital of B&B or any other interest in the share or loan capital of its subsidiaries.

Mr Wouldhave is a Director of B&B and UKAR.

Risk management and control

The Directors have responsibility for the overall system of internal control and for reviewing its effectiveness. The effectiveness of the risk management is then monitored on an ongoing basis. Further discussion in the context of the B&B Group as a whole is provided in that Group's 2021 Annual Report & Accounts which do not form part of this Report and Financial Statements. The only significant risk faced by the Company is credit risk.

Directors' indemnities

Qualifying third party indemnity provisions for the benefit of the Directors were in force during the year under review, and remain in force at the date of approval of the Directors' Report and Financial Statements.

UKAR has also arranged Directors' and Officers' Insurance on behalf of the Directors in accordance with the provisions of the Companies Act 2006.

Statement of Directors' Responsibilities

The Directors are responsible for preparing the Directors' Report and the Financial Statements in accordance with applicable law and regulations. Company law requires the Directors to prepare Financial Statements for each financial period. Under that law the Directors have prepared the Financial Statements in accordance with International Accounting Standards ('IAS') in conformity with the requirements of the Companies Act 2006. Under company law the Directors must not approve the Financial Statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these Financial Statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable IAS in conformity with the requirements of the Companies Act 2006 have been followed, subject to any material departures disclosed and explained in the Financial Statements; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

Finance For Mortgages Limited

Directors' Report (continued)

Statement of Directors' Responsibilities (continued)

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the Financial Statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Each of the Directors confirms that, to the best of each person's knowledge and belief:

- the Financial Statements, prepared in accordance with IAS in conformity with the requirements of the Companies Act 2006, give a true and fair view of the assets, liabilities, financial position and profit or loss of the Company;
- the Directors' Report includes a fair review of the development and performance of the business and the position of the Company, together with a description of the principal risks and uncertainties that it faces; and;
- the Directors' Report and the Financial Statements, taken as a whole, is fair, balanced and understandable, providing the information necessary for shareholders to assess the Company's position, performance, business model and strategy.

Independent auditors

For the year to 31 March 2021, the Company was entitled to exemption from audit under section 480 of the Companies Act 2006 relating to dormant companies.

On behalf of the Board



Claire Louise Craigie
Director
22 October 2021

Finance For Mortgages Limited

Statement of Comprehensive Income

During the current and preceding year the Company received no income and incurred no expenditure. Consequently, the Company made neither a profit nor a loss and no Statement of Comprehensive Income has been presented.

Finance For Mortgages Limited

Balance Sheet

	Note	At 31 March 2021 £	At 31 March 2020 £
Assets			
Amounts due from Group undertakings	2	1,000	1,000
Total assets		1,000	1,000
Equity			
Share capital	3	1,000	1,000
Total equity		1,000	1,000

The notes on pages 9 and 10 form an integral part of these Financial Statements.

The Directors:

(a) confirm these Financial Statements were delivered with no profit and loss account in accordance with provisions under section 444(5) of the Companies Act (the 'Act') applicable to companies subject to the small companies' regime;

(b) confirm that the Company was entitled to exemption under section 480 (1) of the Act from the requirement to have its Financial Statements for the 12 months to 31 March 2021 audited;

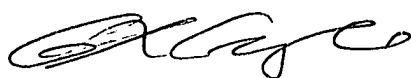
(c) confirm that the members have not required the Company to obtain an audit of its Financial Statements for that financial period in accordance with section 476 of the Act;

(d) ensure that the Company keeps accounting records which comply with section 386 of the Act; and

(e) have prepared the Financial Statements, which give a true and fair view of the state of affairs of the Company as at the end of the financial period and of its profit or loss for the financial period, in accordance with the requirements of the Act relating to Financial Statements, so far as they are applicable to the Company.

The Financial Statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The Financial Statements were approved by the Board of Directors and authorised for issue on 22 October 2021 and signed on its behalf by:



Claire Louise Craigie
Director

Finance For Mortgages Limited

Notes to the Financial Statements

1. Principal accounting policies

The Company is a private limited liability company incorporated and domiciled in the United Kingdom.

(a) Statement of compliance

The Company's Financial Statements have been prepared and approved by the Directors in accordance with International Accounting Standards ('IAS') in conformity with the requirements of the Companies Act 2006.

The Financial Statements comply with the relevant provisions of Part 15 of the Companies Act 2006 and regulations made thereunder.

(b) Basis of preparation

The Financial Statements are prepared on the historical cost basis.

The Financial Statements are presented in pounds sterling, which is the currency of the Company's primary operating environment, and on a going concern basis although the Company is non-trading. The validity of the going concern basis of accounting is dependent upon the funding position of the Company.

On 26 February 2021 UKAR entered into a contract which is expected to result in the sale of its 100% shareholding in the Company's parent B&B to Davidson Kempner Capital Management LP on 29 October 2021.

The Directors are of the opinion that the amount owed to the Company by Bradford & Bingley Investments would continue to be fully recoverable following a sale of B&B by UKAR and that therefore the Company would continue to be a going concern. The Directors therefore consider it appropriate to prepare these Financial Statements on a going concern basis.

The Directors do not intend to make any change to the Company's activities and there is no intention that the Company will trade in the coming year.

The Directors consider that the accounting policies set out in this note are the most appropriate to the Company's circumstances, have been consistently applied by the Company in dealing with items which are considered material, and are supported by reasonable and prudent estimates and judgements.

The Financial Statements have been prepared in accordance with IAS in conformity with the requirements of the Companies Act 2006. A summary of accounting policies is set out below. The preparation of the Financial Statements in conformity with these accounting policies and generally accepted accounting principles requires the use of estimates and assumptions that affect the reported values of assets and liabilities at the date of the Financial Statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best knowledge of the amounts, event or actions, actual results ultimately may differ from those estimates.

Finance For Mortgages Limited

Notes to the Financial Statements (continued)

2. Amounts due from Group undertakings

	At 31 March 2021 £	At 31 March 2020 £
Amounts due from Group undertakings	1,000	1,000

These balances are unsecured, interest-free and repayable on demand. These balances are not considered impaired and no impairment allowance has been recognised.

3. Share capital

	At 31 March 2021 £	At 31 March 2020 £
Authorised		
1,000 Ordinary shares of £1 each	1,000	1,000
Allotted, issued and fully paid:	1,000	1,000

The shares rank equally in respect of rights attaching to voting, dividends and in the event of a winding up.

4. Capital management

The Company's capital is represented by the capital and reserves attributable to owners of the parent. The Company is not subject to externally imposed capital requirements other than the minimum share capital required by the Companies Act, with which it complies. The Company manages its capital and reserves in order that there is sufficient capital to meet the needs of the Company in its operations.

5. Events after the reporting period

The Directors are of the opinion that there have been no significant events which have occurred since 31 March 2021 to the date of this report that are likely to have a material effect on the Company's financial position as disclosed in these Financial Statements.