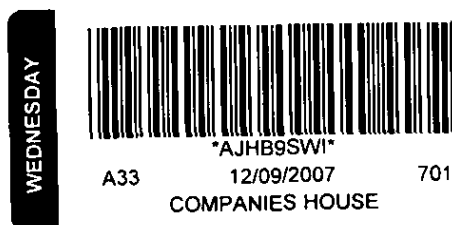




The Law Society

THE LAW SOCIETY PENSION SCHEME LIMITED



**Report and Accounts
For the Year Ended 31 December 2006**

REGISTERED NO: 02296144

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Director Report

The Directors present their report and financial statements for year ended 31 December 2006 which were approved by the Board.

Constitution

The company was incorporated as a company limited by Guarantee and not having a share capital, on 14 September 1988 and has never traded. By its Articles, membership is limited to such persons as shall be proposed for membership by the council of the Law Society as approved by the Directors.

The company is a subsidiary of the Law Society, which is incorporated by Royal Charter in Great Britain and is regarded by the Directors as the ultimate parent.

Principal Activities of the Company

The company is at present solely engaged in acting as Trustee of The Law Society Pension Scheme Limited which is governed by the trust deed and rules and is approved as a "registered" scheme (previously called an exempt approved scheme) under the terms of the Income and Corporation Taxes Act 1988.

Financial Statements

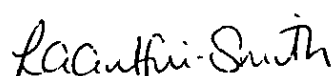
The company did not trade in the period; the balance sheet at 31 December 2006 is attached.

Directors

J Hayes – Chairman
M O'Reilly
C Wright (resigned 3 October 2006)
R ap Cynan
M Orton-Jones
D Judd
B Bilimoria
K Bevan (appointed 7 December 2006)
G Futer (appointed 7 December 2006)
S Bushell (appointed 28 September 2006)

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board of Directors
and signed on behalf of the Board



L Griffin-Smith

Secretary

Date 11 September 2007

Registered Office
The Law Society
113 Chancery Lane
London
WC2A 1PL

Statement of Directors' Responsibilities

Company law requires the Directors to prepare financial statements for each financial year 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 the profit and loss of the company for that period. In preparing those financial statements, the Directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate that the company will continue in business

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention of detection of fraud and other irregularities.

Balance Sheet

The company had neither assets nor liabilities as at 31 December 2006

For the period ended 31 December 2006 the company was entitled to exemption from audit under section 249A(1) of the Companies Act 1985. No notice has been deposited under section 249B (2) in relation to the accounts for the financial period. The Directors acknowledge their responsibility for ensuring that the Company keeps proper accounting records in accordance with section 221 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of its financial period and of its profit or loss for the financial period in accordance with section 226 of the Act, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the Company.

The financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985.

Director



Date

11 September 2007

Director



Date

11 September 2007

Notes to the Account

(forming part of the financial statements)

1. Accounting policy

The financial statements have been prepared for the year ended 31 December 2006 in accordance with applicable accounting standards and under the historical cost accounting rules

2. Profit and loss account

The company did not trade during the year or the preceding year and accordingly no profit and loss account or statement of recognised gains and losses has been prepared. The Chairman and one other director, the pensioner trustee, receive remuneration from the Law Society to act as Directors. The company had no employees apart from the Directors.

3. Members' liabilities

The members' liabilities are limited by guarantee to £1 each. At 31 December 2006 the company had nine members.

The company has no share capital, being limited by guarantee.