

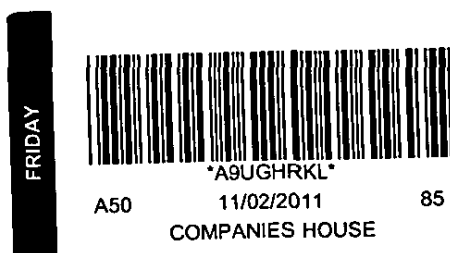
Rainweald Limited

FINANCIAL STATEMENTS

for the year ended

31 May 2010

Company Registration No 04644712



Rainweald Limited

COMPANY INFORMATION

DIRECTORS	R Tchenguiz V A Tchenguiz
SECRETARY	M H P Ingham
COMPANY NUMBER	04644712 (England & Wales)
REGISTERED OFFICE	4th Floor Leconfield House Curzon Street London W1J 5JA
AUDITORS	Baker Tilly UK Audit LLP The Clock House 140 London Road Guildford Surrey GU1 1UW
SOLICITORS	Osborne Clarke One London Wall London EC2Y 5EB

Rainweald Limited

DIRECTORS' REPORT

For the year ended 31 May 2010

The directors present their report and the financial statements of Rainweald Limited for the year ended 31 May 2010

PRINCIPAL ACTIVITIES AND REVIEW OF THE BUSINESS

The principal activity of the company, which has remained unchanged during the year was that of an intermediate holding company

The company did not trade during the year

In the opinion of the directors the financial position of the company at 31 May 2010 was satisfactory

FINANCIAL RISKS AND KEY PERFORMANCE INDICATORS

The company is an intermediate holding company, accordingly it has no key performance indicators

The company has no exposure to financial, interest rate or credit risk other than through its investments in its subsidiaries. As its subsidiaries are involved in property investment the principal risks they have are in respect of interest rate risk, lessee credit risk, market value risk and third party risk

Interest rate risk

The risk has been mitigated by the subsidiaries only being party to fixed interest rate loans

Lessee credit risk

The risk has been mitigated by the subsidiaries only taking on appropriate lessees with credit checks undertaken by Prime Estates Property Management Limited, a fellow group company

Market value risk

The subsidiaries investment property values are determined by market forces outside of the subsidiaries' control

The subsidiaries are not exposed to a loan default resulting from a fall in property values as the loan agreement does not include a loan to value covenant

Third party risk

The company is exposed to third party risk as the company's investment in its subsidiaries is charged in respect of loan finance provided to fellow group companies under cross-guarantee and cross-collateralisation arrangements as detailed in note 7

DIVIDENDS

The directors do not recommend payment of an ordinary dividend

DIRECTORS

The following directors have held office since 1 June 2009

R Tchenguiz

V A Tchenguiz

Rainweald Limited

DIRECTORS' REPORT (CONTINUED)

For the year ended 31 May 2010

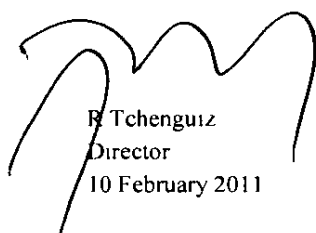
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

The directors who were in office on the date of approval of these financial statements have confirmed, as far as they are aware that there is no relevant audit information of which the auditors are unaware. Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

AUDITORS

The auditor, Baker Tilly UK Audit LLP, Chartered Accountants, has indicated its willingness to continue in office.

On behalf of the board



R. Tchenguiz
Director
10 February 2011

Rainweald Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

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 year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 those financial statements the directors are required to

- a select suitable accounting policies and then apply them consistently,
- b make judgements and accounting estimates that are reasonable and prudent,
- c state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- d prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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.

Rainweald Limited

INDEPENDENT AUDITOR'S REPORT To The Members Of Rainweald Limited

We have audited the financial statements on pages 5 to 8. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and auditors

As more fully explained in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/UKNP.

Opinion on the financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 May 2010,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.



David Worrow FCA (Senior Statutory Auditor)
For and on behalf of BAKER TILLY UK AUDIT LLP Statutory Auditor
Chartered Accountants
The Clock House
140 London Road
Guildford
Surrey
GU1 1UW

10 February 2011

Rainweald Limited

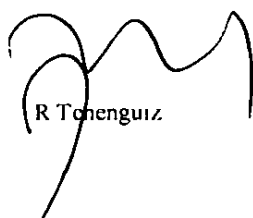
BALANCE SHEET

As at 31 May 2010

Company registration No 04644712

	Notes	2010 £	2009 £
FIXED ASSETS			
Investments	2	<u>1</u>	<u>1</u>
CURRENT ASSETS			
Debtors	3	<u>1</u>	<u>1</u>
CREDITORS Amounts falling due within one year	4	<u>(1)</u>	<u>(1)</u>
NET CURRENT ASSETS		<u>-</u>	<u>-</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u><u>1</u></u>	<u><u>1</u></u>
CAPITAL AND RESERVES			
Called up share capital	5	<u>1</u>	<u>1</u>
SHAREHOLDERS' FUNDS	6	<u><u>1</u></u>	<u><u>1</u></u>

The financial statements on pages 5 to 8 were approved by the board of directors and authorised for issue on 10 February 2011 and are signed on its behalf by



R Tonenguz

Director

Rainweald Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared in accordance with applicable accounting standards

The financial statements have been prepared under the historical cost convention

The accounts contain information on the company only and not the group. Group accounts are not prepared since the company is itself a subsidiary of a United Kingdom holding company for which group accounts are prepared.

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial statements.

INVESTMENTS

Fixed asset investments are stated at cost less provision for diminution in value.

CASHFLOW STATEMENT

The company is exempt from the requirement to prepare a cash flow statement, as more than 90% of the voting rights are controlled within the group and consolidated financial statements in which the company is included are publicly available.

PROFIT AND LOSS ACCOUNT

The company did not trade during the year or the previous year and has made neither a profit nor a loss in those periods. Accordingly, no profit and loss account is presented as part of these financial statements.

Rainweald Limited

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2010

1 EMPLOYEES

There were no employees during the year apart from the directors, who received no emoluments

2 FIXED ASSET INVESTMENTS

	Shares in subsidiary undertakings £
Cost	
At 1 June 2009 and at 31 May 2010	1

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies

Company	Country of registration or incorporation	Principal activity	Shares held Class	%
Dayvalley Limited	England	Holding company	Ordinary	100 00
Bankmead Limited *	England	Property investment ^	Ordinary	100 00
Dawnread Limited *	England	Property investment ^	Ordinary	100 00
Wealdmist Limited *	England	Property investment ^	Ordinary	100 00

* Rainweald owns 100% of these companies via its subsidiary Dayvalley Limited

^ These companies hold their property investment by way of finance leases

3	DEBTORS	2010 £	2009 £
	Amounts owed by group undertakings	1	1
4	CREDITORS amounts falling due within one year	2010 £	2009 £
	Amounts owed to group undertakings	1	1
5	SHARE CAPITAL	2010 £	2009 £
	Allotted issued and fully paid		
	Equity		
	1 Ordinary share of £1	1	1

Rainweald Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 31 May 2010

6	RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS	2010 £	2009 £
	Result for the financial year	-	-
	Opening shareholders' funds	1	1
	Closing shareholders' funds	1	1

7 CONTINGENT LIABILITIES

The company's investment in its subsidiaries has been used as security against loans taken out by a group undertaking, Greenflat Limited. The loans are secured by a fixed and floating charge over the company's investments and by cross guarantees provided by fellow group companies and the cross-collateralisation of the properties owned by those fellow group companies. The total value of the loans subject to this arrangement as at 31 May 2010 was £102,942,526 (2009 £103,078,170) and the fair value of the financial instruments also subject to the cross-collateralisation is £(34,293,874) (2009 £(25,182,299)).

8 CONTROL

The company's immediate holding company is Greenflat Limited.

The parent undertaking of the smallest and largest group for which group accounts are prepared and of which the company is a member is Brookrain Limited, the company's ultimate United Kingdom holding company, which is registered in England. Copies of these group accounts are available from Companies House, Crown Way, Maindy, Cardiff, CF14 3UZ.

The directors regard the ultimate holding company to be Sunnymist Limited, a company incorporated in the British Virgin Islands.

The ultimate controlling party is the Ichenguiz Family Trust.

9 RELATED PARTY TRANSACTIONS

The company is related to fellow subsidiaries of Sunnymist Limited with whom in many cases it has directors in common.

At the balance sheet date and included within Amounts owed by group undertakings £1 (2009 £1) was due from one such company, Rotch Property Group Limited.

The company has taken advantage of the exemptions provided by Financial Reporting Standard Number 8 'Related Party Disclosures' and has not disclosed transactions with fellow group undertakings where 100% of the voting rights are controlled within the group.