Registration number 02674724

Home Equity Funding Limited

Abbreviated accounts

for the year ended 31 May 2006

Home Equity Funding Limited

Contents

Home Equity Funding Limited

Abbreviated balance sheet as at 31 May 2006

	Notes	2006 £	2006 £	2005 £	2005 £
Current assets					
Debtors					
falling due after more than one year		256,398		255,500	
falling due within one year		850,241		846,163	
Cash at bank and in hand		9,661		742	
		1,116,300		1,102,405	
Creditors: amounts falling due within one year	2	(568,619)		(579,633)	
Net current assets			547,681		522,772
Total assets less current liabilities			547,681		522,772
Creditors: amounts falling due after more than one year	3		(675,901)		(620,000)
Provisions for liabilities			-		(17,713)
Deficiency of assets			(128,220)		(114,941)
Capital and reserves					
Called up share capital	4		90,000		90,000
Profit and loss account			(218,220)		(204,941)
Shareholders' funds			(128,220)		(114,941)

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet

The notes on pages 3 to 4 form an integral part of these financial statements.

Home Equity Funding Limited

Abbreviated balance sheet (continued)

Directors' statements required by Section 249B(4)
for the year ended 31 May 2006

In approving these abbreviated accounts as directors of the company we hereby confirm

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ,

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 May 2006 and

(c) that we acknowledge our responsibilities for

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities (effective January 2005) relating to small companies

The abbreviated accounts were approved by the Board on 21 May 2007 and signed on its behalf by

Cliffside Investments Limited
Director

The notes on pages 3 to 4 form an integral part of these financial statements.

Home Equity Funding Limited

Notes to the abbreviated financial statements
for the year ended 31 May 2006

1. Accounting policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

1.2. Turnover

Turnover represents interest receivable on advances to customers and other loans

1.3. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax

2. Creditors: amounts falling due within one year

	2006 £	2005 £
Creditors include the following		
Secured creditors	15,140	66,723

3. Creditors: amounts falling due after more than one year

	2006 £	2005 £
Creditors include the following		
Secured creditors	675,901	620,000

4. Share capital

	2006 £	2005 £
Authorised		
100,000 Ordinary shares of 1 each	100,000	100,000
Allotted, called up and fully paid		
90,000 Ordinary shares of 1 each	90,000	90,000
Equity Shares		
90,000 Ordinary shares of 1 each	90,000	90,000

continued

5. Ultimate parent undertaking

The company's parent undertaking and controlling related party is Equity Group Holdings Limited, a company registered in England