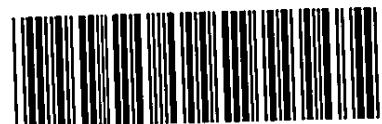


LG/SL PROPERTIES LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009

THURSDAY



LD3 *LKEDLMOR* 337
19/08/2010
COMPANIES HOUSE

Company Registration Number 3465458

LG/SL PROPERTIES LIMITED

BOARD OF DIRECTORS

Susie L Aiker

Director

Paul E Hare

Director

Costas P Michaelides

Director

COMPANY SECRETARY

Paul E Hare

Secretary

LG/SL PROPERTIES LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2009

The directors present their report and the financial statements for the year ended 31 December 2009

Activities

LG/SL Properties Limited (the "Company") is a holding company whose subsidiaries were engaged in property investment. As of 10 October 2001, the Company's subsidiaries had sold all of their properties.

Results

Profit for the financial year was US\$14,069 (2008: loss US\$47,510). There were no dividends paid during the year (2008: US\$ Nil).

Share capital

During the year no additional share capital was issued (2008: US\$ Nil).

Directors

The names of the directors as at the date of this report are set out on page 2. Changes in the directorate since 31 December 2008, and up to the date of this report are as follows:

| | | |
|-------------|----------------|-----------------|
| Appointment | Susie L. Aiker | 18 June 2010 |
| | Paul E. Hare | 26 January 2010 |
| Resignation | Kevin L. Studd | 18 June 2010 |
| | Andrew W. Reid | 18 June 2010 |

None of the directors who held office at the end of the financial year was beneficially interested, at any time during the year, in the shares of the Company or had any disclosable interest in shares of Credit Suisse Group companies.

All directors benefited from qualifying third party indemnity provisions in place during the financial year and at the date of this report.

Donations

No charitable or political donations were made during the year (2008: US\$ Nil).

Auditors

The Company satisfies the provisions of Section 480(1) of the Company Act 2006 and accordingly the Company is exempt from obligation to appoint an auditor.

Prompt payment code

It is the policy of the Company to pay all invoices in accordance with contract and payment terms.

International Financial Reporting Standards

The Company's 2009 annual accounts have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted for use in the European Union (EU).

LG/SL PROPERTIES LIMITED
DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2009

Subsequent events

There were no subsequent events that require disclosure as at the date of this report

By Order of the Board



Paul E Hare
Secretary

One Cabot Square
London E14 4QJ

16 August 2010

Company Registration Number 3465458

LG/SL PROPERTIES LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE DIRECTORS' REPORT AND THE 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 they have elected to prepare the financial statements in accordance with IFRS as adopted by the EU 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 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 estimates that are reasonable and prudent,
- state whether they have been prepared in accordance with IFRS as adopted by the EU, and
- prepare the financial statements on a 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 have a general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

LG/SL PROPERTIES LIMITED

STATEMENT OF INCOME FOR THE YEAR ENDED 31 DECEMBER 2009

| | Note | 2009 US\$ | 2008 US\$ |
|-------------------------------------|------|----------------------|------------------------|
| Interest income | 3 | 212 | 1,722 |
| Interest expense | | - | (24) |
| Net interest income | | <u>212</u> | <u>1,698</u> |
| Administrative expense | | (30) | - |
| Other income / (expense) | 4 | 20,422 | (68,145) |
| Profit / (loss) before tax | | <u>20,604</u> | <u>(66,447)</u> |
| Income tax (expense) / benefit | 5 | (6,535) | 18,937 |
| Profit / (loss) for the year | | <u>14,069</u> | <u>(47,510)</u> |

Profit for 2009 and loss for 2008 are from continuing operations

The notes on pages 10 to 19 form an integral part of these financial statements

LG/SL PROPERTIES LIMITED

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2009

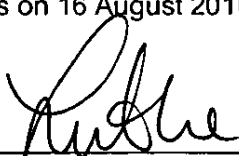
| | Note | 2009 US\$ | 2008 US\$ |
|------------------------------------|------|-----------------------|-----------------------|
| Assets | | | |
| Non-current asset | | | |
| Investment in subsidiaries | 6 | <u>200,003</u> | <u>200,003</u> |
| Current assets | | | |
| Cash and cash equivalents | 7 | 4,082 | 40,633 |
| Amounts due from related companies | 8 | <u>240,257</u> | <u>358,629</u> |
| Total current assets | | <u>244,339</u> | <u>399,262</u> |
| Current liabilities | | | |
| Amounts due to related companies | 9 | <u>46,274</u> | <u>215,266</u> |
| Total current liabilities | | <u>46,274</u> | <u>215,266</u> |
| Net current assets | | <u>198,065</u> | <u>183,996</u> |
| Net assets | | <u>398,068</u> | <u>383,999</u> |
| Shareholders' equity | | | |
| Share capital | 10 | 32,054,284 | 32,054,284 |
| Contribution reserves | 11 | 200,000 | 200,000 |
| Retained earnings | | <u>(31,856,216)</u> | <u>(31,870,285)</u> |
| Total shareholders' equity | | <u>398,068</u> | <u>383,999</u> |

The notes on pages 10 to 19 form an integral part of these financial statements

For the year ended 31 December 2009

- 1 The Company is entitled to the exemption conferred by section 480(1) of the Companies Act 2006 from the provisions of the Act relating to the audit of the accounts
- 2 The members have not required the Company to obtain an audit of its accounts in accordance with section 475(1)(a) of the Companies Act 2006
- 3 The directors acknowledge their responsibilities for
 - i) ensuring the Company keeps accounting records which comply with section 386 of the Companies Act 2006
 - 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 for the financial year in accordance with the requirements of the Act relating to accounts, so far as applicable to the Company
- 4 These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime

Approved by the Board of Directors on 16 August 2010 and signed on its behalf by


 Susie L. Alier
 Director

LG/SL PROPERTIES LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2009

| | Share capital - ordinary shares US\$ | Share capital - preference shares US\$ | Contribution reserves US\$ | Retained earnings US\$ | Total US\$ |
|---|---|---|----------------------------------|------------------------------|---------------|
| Balance at 1 January 2009 | 3 | 32,054,281 | 200,000 | (31,870,285) | 383,999 |
| Profit for the year | - | - | - | 14,069 | 14,069 |
| Total recognised income and expense for the year | - | - | - | 14,069 | 14,069 |
| Balance at 31 December 2009 | 3 | 32,054,281 | 200,000 | (31,856,216) | 398,068 |

| | Share capital - ordinary shares US\$ | Share capital - preference shares US\$ | Contribution reserves US\$ | Retained earnings US\$ | Total US\$ |
|---|---|---|----------------------------------|------------------------------|---------------|
| Balance at 1 January 2008 | 3 | 32,054,281 | - | (31,822,775) | 231,509 |
| Loss for the year | - | - | - | (47,510) | (47,510) |
| Total recognised income and expense for the year | - | - | - | (47,510) | (47,510) |
| Capital contribution during the year | - | - | 200,000 | - | 200,000 |
| Balance at 31 December 2008 | 3 | 32,054,281 | 200,000 | (31,870,285) | 383,999 |

The notes on pages 10 to 19 form an integral part of these financial statements

LG/SL PROPERTIES LIMITED

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2009

| | 2009 | 2008 |
|--|-----------------|------------------|
| Note | US\$ | US\$ |
| Operating activities of operations | | |
| Profit / (loss) before taxation | 20,604 | (66,447) |
| Adjustments to reconcile net income to net cash generated from operating activities | | |
| Other adjustments | | |
| Net interest income | (212) | (1,698) |
| Decrease / (increase) in amount due from related companies | 111,837 | (145,011) |
| (Decrease) / increase in amount due to related companies | (168,992) | 199,246 |
| Cash used in operations | (36,763) | (13,910) |
| Interest paid | - | (24) |
| Interest received | 212 | 1,722 |
| Net cash flow used in operating activities | (36,551) | (12,212) |
| Investing activities | | |
| Capital contribution to LG/SL Land Limited | - | (200,000) |
| Net cash flow used in investing activities | - | (200,000) |
| Financing activities | | |
| Capital contribution from LG/SL Property Holdings Limited | - | 200,000 |
| Net cash flow generated from financing activities | - | 200,000 |
| Net decrease in cash and cash equivalents | (36,551) | (12,212) |
| Cash and cash equivalents at beginning of year | 40,633 | 52,845 |
| Cash and cash equivalents at end of year | 7 4,082 | 40,633 |

The notes on pages 10 to 19 form an integral part of these financial statements

LG/SL PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009

1. General

LG/SL Properties Limited is a company domiciled in the United Kingdom

2. Significant accounting policies

a) Statement of compliance

The financial statements have been prepared on a going concern basis and approved by the directors in accordance with International Financial Reporting Standards as adopted by the EU ("adopted IFRS") and the International Financial Reporting Interpretations Committee ("IFRIC")

b) Basis of preparation

The financial statements are presented in US dollars (\$) They are prepared on the historical cost basis

The preparation of financial statements in conformity with adopted IFRS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources Actual results may differ from these estimates

The estimates and underlying assumptions are reviewed on an ongoing basis Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision has a significant effect on both current and future periods

The directors of the Company have a reasonable expectation that the Company has adequate financial resources to continue in operational existence for the foreseeable future Accordingly, the Directors have prepared these accounts on a going concern basis

Standards and Interpretations effective in the current period

The Company has adopted the following amendments and interpretations in the current year

- IAS 1 Revised - Presentation of Financial Statements
Details changes to the presentation of the financial statements, specifically around non-owner changes in equity (that is, 'comprehensive income') and the presentation thereof
- IFRS 7 and IFRS 1 - Amendment to IFRS 7 Improving Disclosures about Financial Instruments
The amendments require enhanced disclosures about fair value measurements and liquidity risk and relief from comparative disclosures for amendments in IFRS 1
- Improvements to IFRS
These amendments which resulted from the IASB's annual improvements project comprise amendments that result in accounting changes for presentation, recognition or measurement purposes as well as terminology or editorial amendments related to a variety of individual IFRS standards

LG/SL PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009

2. Significant accounting policies (continued)

b) Basis of preparation (continued)

The adoption of the above IFRS did not have a significant impact to the financial statements of the Company

Except for the above changes, the accounting policies set out below have been applied consistently to all periods presented in these financial statements. The financial statements have also been prepared in accordance with the Companies Act 2006.

The accounting policies have been applied consistently by group entities

c) Foreign currency

Transactions denominated in currencies other than the functional currency of the reporting entity are translated at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at balance sheet date are translated to US\$ at the foreign exchange rate ruling at that date. Foreign exchange differences arising from translation are recognised in the income statement. Non-monetary assets and liabilities denominated in foreign currencies at balance sheet date are not revalued for movements in foreign exchange rates.

d) Income taxes

Income tax on the profit or loss for the year comprises current tax. Income tax is recognised in the income statement except to the extent that it relates to items recognised directly in equity, in which case the income tax is recognised in equity. For items initially recognised in equity and subsequently recognised in the income statement, the related income tax initially recognised in equity is also subsequently recognised in the income statement.

Current tax is the expected tax payable on the taxable income for the year and includes any adjustment to tax payable in respect of previous years. Current tax is calculated using tax rates enacted or substantially enacted at the balance sheet date.

Deferred tax is provided using the balance sheet liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their tax-base. The amount of deferred tax provided is based on the amount at which it is expected to recover or settle the carrying amount of assets and liabilities in the balance sheet, using tax rates enacted or substantively enacted at the balance sheet date.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Information as to the calculation of income tax on the profit or loss for the periods presented is included in Note 5.

e) Critical accounting estimates and judgements in applying accounting policies

The Company makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

LG/SL PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

31 DECEMBER 2009

2. Significant accounting policies (continued)

e) Critical accounting estimates and judgements in applying accounting policies (continued)

Income taxes

Deferred tax valuation

Deferred tax assets and liabilities are recognised to reflect the estimated amounts of income tax recoverable/payable in future periods in respect of temporary differences and unused carry forward of tax losses and credits. For temporary differences, a deferred tax asset is recognised to the extent that it is probable that taxable income will be available against which the deductible temporary difference can be utilised. Similarly, a deferred tax asset is recognised on unused carry forward tax losses and credits to the extent that it is probable that future taxable profits will be available against which the unused carry forward tax losses and credits can be utilised.

Periodically, management evaluates the probability that taxable profits will be available against which the deductible temporary differences and unused carry forward tax losses and credits can be utilised. Within this evaluation process, management also considers tax-planning strategies. The evaluation process requires significant management judgement, primarily with respect to projecting future taxable profits.

Tax contingencies

Significant judgement is required in determining the effective tax rate and in evaluating certain tax positions. The Company may accrue for tax contingencies despite the belief that positions taken in tax returns are always fully supportable. Tax contingency accruals are adjusted due to changing facts and circumstances, such as case law, progress of audits or when an event occurs requiring a change to the tax contingency accruals. Management regularly assesses the appropriateness of provisions for income taxes. Management believes that it has appropriately accrued for any contingent tax liabilities.

3. Interest income

| | 2009 | 2008 |
|--|------|-------|
| | US\$ | US\$ |
| Interest from interest-bearing bank accounts | 212 | 1,722 |

4. Other income / (expense)

| | 2009 | 2008 |
|---------------------------------------|---------------|-----------------|
| | US\$ | US\$ |
| Foreign exchange gain / (loss) | 20,422 | (68,145) |
| Total other income / (expense) | 20,422 | (68,145) |

5 Income tax benefit

a) Components of tax benefit

Current tax charge for the year is US\$6,535 (2008 credit of US\$18,833). No deferred tax charge arises for the year (2008 US\$Nil).

LG/SL PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009

5. Income tax benefit (continued)

b) An explanation of the relationship between tax credit and the accounting profit

The income tax benefit for the year can be reconciled to the profit per the income statement as follows

| | 2009 US\$ | 2008 US\$ |
|---|---------------|-----------------|
| Profit / (loss) before tax | 20,604 | (66,447) |
| Profit / (loss) before tax multiplied by the UK statutory rate of corporation tax of 28% (2008 28.5%) | 5,770 | (18,937) |
| Other permanent differences | 765 | - |
| Income tax charge / (benefit) | 6,535 | (18,937) |

c) Deferred taxes not recognised

Deferred tax assets are recognised on deductible temporary differences, tax loss carry forwards and tax credits only to the extent that realisation of the related tax benefit is probable. New legislation was enacted in July 2009 such that losses are now able to be effectively carried forward in the underlying currency of the entity, with the exception of capital losses which are still carried forward in GBP. Tax losses carried forward on which no deferred tax assets have been recognised is \$185,994 (2008 \$12,265,900). The deferred tax asset not recognised on these losses carried forward is \$52,078 (2008 \$3,434,452). During 2009 chargeable gains of \$12,079,906 were treated as accruing to the company. These gains were reduced to nil due to the availability of tax losses brought forward. Accordingly tax losses of \$185,994 are available to be carried forward to future years. The benefit of the tax losses carried forward has not been recognised in these financial statements due to the uncertainty of their recoverability. The tax losses carried forward have no expiry date.

6. Investment in subsidiaries

The Company has the following incorporated subsidiaries at 31 December 2009

Investment 100% owned and with company incorporated in England & Wales is

| Subsidiary | Country of incorporation | Portion of ordinary shares held % | Total issued capital |
|-------------------|--------------------------|-----------------------------------|----------------------|
| LG/SL (H) Limited | England & Wales | 100 | US\$3 |

Investment 100% owned and with company incorporated outside the United Kingdom is

| Subsidiary | Country of incorporation | Portion of ordinary shares held % | Total issued capital |
|--------------------|--------------------------|-----------------------------------|----------------------|
| LG/SL Land Limited | Gibraltar | 100 | US\$1,623 |

LG/SL Land Limited is incorporated in Gibraltar and registered in the United Kingdom as a foreign company

| | 2009 US\$ | 2008 US\$ |
|--|----------------|----------------|
| As at 1 January | 200,003 | 3 |
| Capital contribution to LG/SL Land Limited | - | 200,000 |
| Total investment in subsidiaries | 200,003 | 200,003 |

LG/SL PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

31 DECEMBER 2009

7. Cash and cash equivalents

| | 2009 US\$ | 2008 US\$ |
|--|--------------|---------------|
| Cash at bank with related company | 4,082 | 40,633 |
| Total cash and cash equivalents | 4,082 | 40,633 |

The fair value of cash and cash equivalents equals book value. The cash at bank is held with Credit Suisse Zurich. The effective interest rate is 0.199 % (2008: 2.955%).

8. Amounts due from related companies

| | 2009 US\$ | 2008 US\$ |
|---|----------------|----------------|
| Intercompany receivables | 227,859 | 200,000 |
| Dividend receivable | - | 139,692 |
| Group relief receivable | 12,398 | 18,937 |
| Total amounts due from related companies | 240,257 | 358,629 |

The book value of the receivables approximates fair value due to the short term nature of the receivables balances.

9. Amounts due to related companies

| | 2009 US\$ | 2008 US\$ |
|---|---------------|----------------|
| Intercompany payables | 46,274 | 215,266 |
| Total amounts due to related companies | 46,274 | 215,266 |

Amounts due to related companies are non-trade, unsecured, repayable on demand and non-interest bearing. Due to their short-term nature, the fair value of payables approximates book value.

10. Share capital

| | 2009 US\$ | 2008 US\$ |
|---|-------------------|-------------------|
| Authorised | | |
| Equity | | |
| 100 Ordinary shares of £1 each | 161 | 161 |
| 20,407,937 Preference shares of £1 each | 32,866,983 | 32,866,983 |
| Allotted, called up and fully paid | | |
| Equity | | |
| 2 Ordinary shares of £1 each | 3 | 3 |
| 19,826,981 Preference shares of £1 each | 32,054,281 | 32,054,281 |
| | 32,054,284 | 32,054,284 |

During the year no additional share capital was issued (2008: US\$ Nil).

LG/SL PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED

31 DECEMBER 2009

10. Share capital (continued)

Capital management

The Board's policy is to maintain an adequate capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business

The capital structure of the Company consists of equity attributable to equity holders of the Company, comprising issued capital, reserves and accumulated profits

The Company funds its operations and growth through equity. This includes assessing the need to raise additional equity where required

The Company is not subject to externally imposed capital requirements

There were no changes in the Company's approach to capital management during the year

11. Contribution reserves

| | 2009 US\$ | 2008 US\$ |
|---|----------------|----------------|
| Capital contribution from LG/SL Property Holdings Limited | 200,000 | 200,000 |
| As at 31 December | 200,000 | 200,000 |

12. Related party transactions

The Company is a wholly owned subsidiary of LG/SL Property Holdings Limited, which is registered in England and Wales. The ultimate holding company is Credit Suisse Group AG, which is incorporated in Switzerland

Copies of group financial statements of the ultimate holding company, in which the results of the Company are consolidated, are available to the public and may be obtained from Credit Suisse Group AG, Paradeplatz, P O Box 1, 8070 Zurich

LG/SL PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009

12. Related party transactions (continued)

a) Related party assets and liabilities

| | 2009 | | | 2008 | | |
|--------------------------------------|----------------|----------------|------------------------|----------------|----------------|------------------------|
| | Parent | Subsidiaries | Fellow group companies | Parent | Subsidiaries | Fellow group companies |
| | US\$ | US\$ | US\$ | US\$ | US\$ | US\$ |
| Assets | | | | | | |
| Non-current asset | | | | | | |
| Investment in subsidiaries | - | 200,003 | - | - | 200,003 | - |
| Current assets | | | | | | |
| Cash and cash equivalents | - | - | 4,082 | - | - | 40,633 |
| Amounts due from related companies | 226,717 | 73 | 13,467 | 200,000 | - | 158,629 |
| Total related party assets | 226,717 | 200,076 | 17,549 | 200,000 | 200,003 | 199,262 |
| | | | 444,342 | | | 599,265 |
| Liability | | | | | | |
| Current liability | | | | | | |
| Amounts due to related companies | - | 46,274 | - | - | 201,448 | 13,818 |
| Total related party liability | - | 46,274 | - | - | 201,448 | 13,818 |
| | | | 46,274 | | | 215,266 |

LG/SL PROPERTIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009

12. Related party transactions (continued)

b) Related party revenues and expenses

| | 2009 | | | 2008 | | |
|-------------------------------------|--------------|------------------------|------------|--------------|------------------------|--------------|
| | Subsidiaries | Fellow group companies | Total | Subsidiaries | Fellow group companies | Total |
| Interest income | US\$ - | US\$ 212 | US\$ 212 | US\$ - | US\$ 1,722 | US\$ 1,722 |
| Total related party income | - | 212 | 212 | - | 1,722 | 1,722 |
| Interest paid | - | - | - | - | (24) | (24) |
| Total related party expenses | - | - | - | - | (24) | (24) |

c) Remuneration of directors and key management personnel

The directors and key management personnel did not receive any remuneration in respect of their services for the Company (2008 US\$Nil). The directors and key management personnel are employees of its related companies and the Company does not reimburse its related companies for the services rendered by these directors and key management personnel. All directors benefited from qualifying third party indemnity provisions.

There were no loans or advances made to directors or key management personnel during the period (2008 US\$ Nil).

d) Liabilities due to pension funds

The Company has no employees and therefore does not have any liabilities with regard to pension funds.

LG/SL PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009

13. Employees

The Company had no employees during the year. The Company receives a range of administrative services from related companies within the Credit Suisse Group AG. Credit Suisse group companies have borne the cost of these services.

14. Financial risk management

The Company's activities expose it to a variety of financial risks: market risk (including currency risk and interest rate risk), credit risk and liquidity risk. The overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Company's financial performance.

Risk management is carried out by a central treasury department (Credit Suisse Group Treasury) under policies approved by its Board of Directors. Group Treasury identifies, evaluates and hedges financial risks. The Credit Suisse Board provides written principles for overall risk management, as well as written policies covering specific areas, such as foreign exchange risk, interest-rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investing excess liquidity.

a) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit facilities and the ability to close out market positions. Due to the dynamic nature of the underlying businesses, Group Treasury aims to maintain flexibility in funding by keeping committed credit lines available.

The remaining contractual maturity for amounts due to related companies are short term in nature and approximate their carrying values as at 31 December 2009 in an 'on demand' categorisation.

b) Foreign exchange risk

The Company's reporting currency is US Dollars.

The Company is exposed to foreign exchange risk arising from various currency exposures including GBP exposures on amounts due to and amount due from related companies.

Group Treasury is responsible for managing the net position in each foreign currency, where appropriate using external forward currency contracts or other suitable transactions.

c) Credit risk

The Company is exposed to credit risk from other Credit Suisse group companies. Cash transactions are limited to fellow group companies and high-credit-quality financial institutions. The carrying value of loans and other receivables represents the maximum credit exposure of the Company to counterparties. The Company has policies that limit the amount of credit exposure to any financial institution.

There were no significant concentrations of credit risk by country or by industry other than the disclosures produced in Note 12 related party transactions.

There are no loans and other receivables due from group companies which are past due but not impaired.

LG/SL PROPERTIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009

14. Financial risk management (continued)

d) Cash flow and interest rate risk

The Company has interest-bearing asset including cash and cash equivalents

The interest rates associated with cash and cash equivalents are variable and therefore the Company is exposed to some interest rate risk. Interest rates on cash and cash equivalents typically reset within 3 months which minimises the risk to changes in interest rates. The Company is not exposed to any third party counter-party interest rate risks.

The Company holds no other significant interest-bearing assets and liabilities and the remaining Company expenses and operating cash flows are substantially independent of changes in interest rates.

15. Subsequent events

There were no subsequent events that require disclosure as at the date of this report.