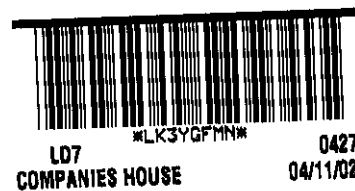


Oxenway Limited

Directors' report and financial statements

30 November 2001

Registered number 3588425



Oxenway Limited

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Oxenway Limited

Directors' report

The directors present their report and the audited financial statements for the period ended 30 November 2001.

Principal activity and business review

The principal activity of the company is property investment.

Results and dividends

The company made a loss for the period of £1 (June 2001: profit £42). The directors paid a dividend for the period of £1,243,036 (June 2001: £1,731,904).

Directors and directors' interests

The directors who held office during the period were as follows:

J Gleek

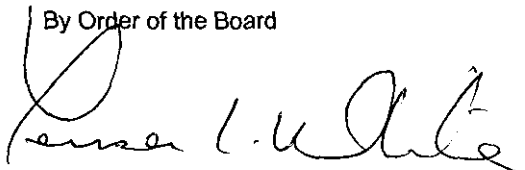
RJ Anderson

Resigned 14 August 2001

None of the directors have any interests in the share capital of the company.

The directors are also directors of the intermediate parent company, Burford Holdings Limited, and their interests in the issued share capital of that company are shown in its accounts.

By Order of the Board



T White

Company secretary

20 Thayer Street
London
W1U 2DD

31 October 2002

Oxenway Limited

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period which 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:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards 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.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and which enable them to ensure that the financial statements comply with the Companies Act 1985. They have 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.

The above statement should be read in conjunction with the statement of auditors' responsibilities set out in the audit report on page 3.

kpmg

KPMG Audit Plc
PO Box 695
8 Salisbury Square
London EC4Y 8BB
United Kingdom

Independent auditors' report to the members of Oxenway Limited

We have audited the financial statements on pages 4 to 10.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the directors' report and, as described on page 2, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

Basis of audit opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30 November 2001 and of its result for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



KPMG Audit Plc
Chartered Accountants
Registered Auditor

31 October 2002

Oxenway Limited

Profit and loss account

for the five months ended 30 November 2001

	Note	Five months ended 30 Nov 2001 £	Eighteen months ended 30 June 2001 £
Dividends receivable		1,243,036	2,088,442
Realised surplus – current year sales		-	350,000
Profit on ordinary activities before taxation		1,243,036	2,438,442
Taxation	5	(1)	(706,426)
Profit on ordinary activities after taxation		1,243,035	1,731,946
Dividends	6	(1,243,036)	(1,731,904)
Retained (loss)/profit for the period	11	(1)	42

All activities are continuing.

There is no material difference between the results reported and those prepared on a historical cost basis.

There are no recognised gains and losses other than those reported above.

Oxenway Limited

Balance sheet

at 30 November 2001

	Note	30 Nov 2001 £	30 June 2001 £
Fixed assets			
Investment	7	<u>2</u>	<u>2</u>
Current assets			
Debtors	8	707,524	707,524
Creditors: amounts falling due within one year	9	<u>(707,427)</u>	<u>(707,426)</u>
Net current assets		<u>97</u>	<u>98</u>
Net assets		<u>99</u>	<u>100</u>
Capital and reserves			
Called up share capital	10	100	100
Profit and loss account	11	(1)	-
Equity shareholders' funds	12	<u>99</u>	<u>100</u>

These financial statements were approved by the board of directors on 31 October 2002 and were signed on its behalf by:

J Gleek
Director



Oxenway Limited

Notes to the Accounts

(forming part of the financial statements)

1. Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's statements.

Basis of preparation

The financial statements have been prepared under the historical cost accounting rules, modified to include the revaluation of investment properties, and in accordance with applicable accounting standards.

Cash flow statement

The cash flow statement included in the consolidated financial statements of the intermediate parent company, Burford Holdings Limited, complies with the conditions of Financial Reporting Standard No.1 (revised 1996) 'Cash flow statements' (FRS1). The company therefore is exempt under FRS1 from the requirement to prepare a separate cash flow statement.

Related party transactions

As more than 90% of the company's voting rights are controlled within the Lehman Brothers Group, it has taken advantage of the exemption contained in FRS8 and has therefore not disclosed transactions or balances with entities which form part of the group (or investees of the group qualifying as related parties).

Consolidation Exemption

The company is exempt by virtue of S228 of the Companies Act 1985 from the requirement to prepare group accounts. These financial statements present information about the company as an individual undertaking and not about its group.

2. Staff numbers and other costs

No director received any remuneration from the company during the period ending 30 November 2001 (June 2001: nil). Other than the directors, the company employed no staff during the period ending 30 November 2001 (June 2001: nil).

3. Profit on ordinary activities before taxation

The auditors' remuneration was borne by a fellow subsidiary, Burford Group Limited.

Oxenway Limited

Notes continued

4. Interest payable and similar charges

	Five months ended 30 Nov 2001 £	Eighteen months ended 30 June 2001 £
Loan interest	-	70
	<hr/>	<hr/>

5. Taxation

	Five months ended 30 Nov 2001 £	Eighteen months ended 30 June 2001 £
UK Corporation tax at 30%	1	(21)
Prior year underprovision	-	706,447
	<hr/>	<hr/>
	1	706,426
	<hr/>	<hr/>

6. Dividends

	Five months ended 30 Nov 2001 £	Eighteen months ended 30 June 2001 £
Dividends paid of £12,430.36 (June 2001: £17,319.04) per share	1,243,036	1,731,904
	<hr/>	<hr/>

Oxenway Limited

Notes continued

7. Fixed assets

	Investment in subsidiary £
Cost or valuation:	
At 1 July 2001 and 30 November 2001	2

8. Debtors

	30 Nov 2001 £	30 June 2001 £
Corporation tax recoverable	18	18
Amounts owed by group undertakings	707,506	707,506
	<hr/> 707,524 <hr/>	<hr/> 707,524 <hr/>

9. Creditors: amounts falling due within one year

	30 Nov 2001 £	30 June 2001 £
Corporation tax	706,427	706,426
Other creditors	1,000	1,000
	<hr/> 707,427 <hr/>	<hr/> 707,426 <hr/>

Oxenway Limited

Notes continued

10. Called up share capital

	30 Nov 2001 £	30 June 2001 £
Authorised		
100 Ordinary shares of £1 each	100	100
	<hr/>	<hr/>
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	100	100
	<hr/>	<hr/>

11. Reserves

	Profit and loss account £
At 1 July 2001	-
Retained loss for the period	(1)
	<hr/>
At 30 November 2001	(1)
	<hr/>

12. Reconciliation of movement in shareholders' funds

	30 Nov 2001 £	30 June 2001 £
At start of period	100	58
Retained profit for the period	(1)	42
	<hr/>	<hr/>
At end of period	99	100
	<hr/>	<hr/>

Oxenway Limited

Notes continued

13. Ultimate holding company

The company's ultimate holding company is Lehman Brothers Holdings Inc., a company incorporated in the state of Delaware in the USA.

The largest group in which the results of the company are consolidated is that headed by Lehman Brothers Holdings Inc. The smallest group in which they are consolidated is that headed by Burford Holdings Limited, a company registered in England and Wales.

The consolidated accounts of the ultimate holding company are available to the public from 399, Park Avenue, New York, USA and from One Broadgate, London.