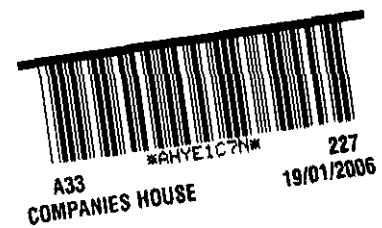


UNAUDITED ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 JULY 2005

FOR

RESIDENTIAL LOANS LTD



RESIDENTIAL LOANS LTD

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FOR THE YEAR ENDED 31 JULY 2005

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RESIDENTIAL LOANS LTD

COMPANY INFORMATION
FOR THE YEAR ENDED 31 JULY 2005

DIRECTOR: Mr Richard John Webster

SECRETARY: MacDonalds

REGISTERED OFFICE: C/o Richards Solicitors
5 th Floor , Premier House
112 Station Road
Edgware
Middlesex
HA4 7BJ

REGISTERED NUMBER: 3612626

ACCOUNTANTS: D M McNaught & Co
Chartered Accountants
166 Buchanan Street
Glasgow
G1 2LS

BANKERS: Clydesdale Bank
89 St Vincent Street
Glasgow
G2 5TF

RESIDENTIAL LOANS LTD

ABBREVIATED BALANCE SHEET

31 JULY 2005

	Notes	2005 £	2004 £
CURRENT ASSETS:			
Debtors	2	-	12,193
Cash at bank		367,493	349,501
		<u>367,493</u>	<u>361,694</u>
CREDITORS: Amounts falling due within one year	3	18,651	45,266
NET CURRENT ASSETS:		<u>348,842</u>	<u>316,428</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:		<u>£348,842</u>	<u>£316,428</u>
CAPITAL AND RESERVES:			
Called up share capital	4	2	2
Profit and loss account		348,840	316,426
SHAREHOLDERS' FUNDS:		<u>£348,842</u>	<u>£316,428</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 July 2005.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



Mr Richard John Webster - Director

Approved by the Board on 4 November 2005

The notes form part of these abbreviated accounts

RESIDENTIAL LOANS LTD

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JULY 2005

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. DEBTORS FALLING DUE AFTER MORE THAN ONE YEAR

	2005	2004
	£	£
Trade Debtors	-	7,052
	<u> </u>	<u> </u>

3. CREDITORS

The following secured debts are included within creditors:

	2005	2004
	£	£
	—	—
	<u> </u>	<u> </u>

4. CALLED UP SHARE CAPITAL

Authorised:

Number:	Class:	Nominal value:	2005	2004
		£1	£	£
50,000	ORDINARY		50,000	50,000
			<u> </u>	<u> </u>

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2005	2004
		£1	£	£
2	ORDINARY		2	2
			<u> </u>	<u> </u>

CHARTERED ACCOUNTANTS' REPORT TO THE DIRECTOR
ON THE UNAUDITED FINANCIAL STATEMENTS OF
RESIDENTIAL LOANS LTD

The following reproduces the text of the report prepared for the director in respect of the company's annual unaudited financial statements, from which the unaudited abbreviated accounts (set out on pages two to three) have been prepared.

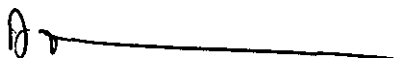
In accordance with our terms of engagement and in order to assist you to fulfil your duties under the Companies Act 1985, we have prepared the financial statements of the company for the year ended 31 July 2005 on pages three to six from the accounting records and information and explanations supplied to us.

This report is made to the company's director, as a body, in accordance with the terms of our engagement. Our work has been undertaken to enable us to prepare the financial statements on behalf of the company's director 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 director, as a body, for our work or for this report.

We have carried out this engagement in accordance with best practice guidance issued by the Institute of Chartered Accountants of Scotland and have complied with the ethical guidance laid down by the Institute relating to members undertaking the preparation of financial statements.

You have acknowledged on the Balance Sheet as at 31 July 2005 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



D M McNaught & Co
Chartered Accountants
166 Buchanan Street
Glasgow
G1 2LS

7 November 2005

This page does not form part of the abbreviated accounts