
6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

Annual Report and Accounts

Year ended 31 March 2011

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Company number 3707215

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

REPORT OF THE DIRECTORS for the year ended 31 March 2011

The directors submit their report and financial statements for the year ended 31 March 2011

Principal activities

The company is a wholly owned subsidiary of Bluebutton Properties UK Limited and operates as a constituent of the Bluebutton Properties Limited group of companies ("the group"). Bluebutton Properties Limited operates as a joint venture between The British Land Company PLC and BRE/Brick Limited. The joint venture was formed on 3 November 2009.

During the current year the company ceased to trade following the announcement that a new building would be redeveloped on the current site of 4 and 6 Broadgate and the subsequent vacation of existing tenants (see note 15).

Business review

As shown in the company's profit and loss account on page 5, the company's turnover has decreased by 14.8% over the prior year and profit before tax has increased significantly over the prior year.

Dividends of £nil (2010: £nil) were paid in the year. Dividends paid are shown in note 11.

The balance sheet on page 7 shows that the company's financial position at the year end is, in net liability terms, a decrease from the prior year.

The value of investment properties held as at 31 March 2011 increased by 23.0%, due to revaluation movements during the year then ended as shown in note 5 to the company's balance sheet.

Details of significant events since the balance sheet date, if any, are contained in note 15.

Risk management

This company is part of a large property investment group. As such, the fundamental underlying risks for this company are those of the property group as discussed below.

The company generates returns to shareholders through long-term investment decisions requiring the evaluation of opportunities arising in the following areas:

- demand for space from occupiers against available supply,
- identification and execution of investment and development strategies which are value enhancing,
- availability of financing or refinancing at an acceptable cost,
- economic cycles, including their impact on tenant covenant quality, interest rates, inflation and property values,
- legislative changes, including planning consents and taxation,
- engagement of development contractors with strong covenants,
- key staff changes, and
- environmental and health and safety policies.

These opportunities also represent risks, the most significant being change to the value of the property portfolio. This risk has high visibility to senior executives and is considered and managed on a continuous basis. Executives use their knowledge and experience to knowingly accept a measured degree of market risk.

The company's preference for prime assets and their secure long term contracted rental income, primarily with upward only rent review clauses, presents lower risks than many other property portfolios.

At the year end the company has no third party debt. It therefore has no interest rate exposure going forward.

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

REPORT OF THE DIRECTORS for the year ended 31 March 2011

Environment

The company recognises the importance of its environmental responsibilities, monitors its impact on the environment, and designs and implements policies to reduce any damage that might be caused by the company's activities. The company operates in accordance with best practice policies and initiatives designed to minimise the company's impact on the environment include safe disposal of manufacturing waste, recycling and reducing energy consumption.

Directors

The directors who served during the year were

S M Barzycki

S G Carter

S M Grant (resigned 02 December 2010) (alternate M Pegler)

T A Roberts

A Agarwal (appointed 02 August 2011) (alternate A Khera)

S D A Davies (resigned 02 August 2011) (alternate P Bingel)

J Lock (appointed 02 August 2011) (alternate M Pegler)

A N Lyle (resigned 02 August 2011) (alternate A Khera)

C Pike (appointed 02 August 2011) (alternate P Bingel)

G Rudd (appointed 02 December 2010 and resigned 02 August 2011) (alternate M Pegler)

Directors' responsibilities statement

The directors are responsible for preparing the Annual 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 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, 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 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 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.

Payments policy

In the absence of dispute, amounts due to trade and other suppliers are settled as expeditiously as possible within their terms of payment. Suppliers' days outstanding at 31 March 2011 were 34 (2010: 43).

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

**REPORT OF THE DIRECTORS
for the year ended 31 March 2011**

Disclosure of information to Auditor

Each of the persons who is a director at the date of approval of this report confirms that

(a) so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware, and

(b) the director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the company's auditor is aware of that information

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006

Auditor

Deloitte LLP have indicated their willingness to continue in office and will be re-appointed at the end of the "next period for appointing auditor" as defined by s485(2) of the Companies Act 2006

This report was approved by the Board on *23 December 2011*



N Ekpo
Secretary

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)
for the year ended 31 March 2011**

We have audited the financial statements of 6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited) for the year ended 31 March 2011 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Total Recognised Gains and Losses and the related notes 1 to 17. 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 directors and auditor

As explained more fully 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 Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent misstatements or inconsistencies we consider the implications for our report.

Opinion on 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 March 2011 and of its profit for the year then ended,
- 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.

AS, Swarbrick

Andrew Swarbrick BA FCA (Senior Statutory Auditor)
For and on behalf of Deloitte LLP
Chartered Accountants and Statutory Auditor
Cambridge, UK

27 December 2011

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

PROFIT AND LOSS ACCOUNT
for the year ended 31 March 2011

	Note	2011 £	2010 £
Turnover			
Rental income		7,382,691	8,667,656
Fees and commissions		-	-
Total turnover		<u>7,382,691</u>	<u>8,667,656</u>
Cost of sales		(1,003,256)	(1,115,687)
Gross profit		<u>6,379,435</u>	<u>7,551,969</u>
Administrative expenses		-	-
Operating profit		<u>6,379,435</u>	<u>7,551,969</u>
Profit on disposal of properties		-	-
Profit on disposal of investments		-	-
Group transfer of investments			
Write up (down) of investments in subsidiaries		-	-
Dividends receivable		-	-
Profit on ordinary activities before interest		<u>6,379,435</u>	<u>7,551,969</u>
Interest receivable			
Group		-	-
Associated companies		-	-
External - other		70	7,285
Interest payable			
Group		(2,219,418)	(6,743,376)
Associated companies			
External - bank overdrafts and loans		(216,847)	(15,973)
- other loans			
Profit on ordinary activities before taxation	2	<u>3,943,240</u>	<u>799,905</u>
Taxation	4	(476,233)	(19,535)
Profit for the financial year	11	<u><u>3,467,007</u></u>	<u><u>780,370</u></u>

Following the announcement that a new building would be redeveloped on the current site of 4 & 6 Broadgate and subsequent vacation of existing tenants, the above operations are discontinued

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
for the year ended 31 March 2011**

	2011	2010
	£	£
Profit on ordinary activities after taxation	3,467,007	780,370
Unrealised surplus (deficit) on revaluation of investment properties	17,000,000	(21,967,481)
Taxation on realisation of prior year revaluations	-	-
Total recognised gains and losses relating to the financial year	<u>20,467,007</u>	<u>(21,187,111)</u>

**NOTE OF HISTORICAL COST PROFITS AND LOSSES
Year ended 31 March 2011**

	2011	2010
	£	£
Profit on ordinary activities before taxation	3,467,007	780,370
Realisation of prior year revaluations	(91,396,281)	-
Historical cost on ordinary activities before taxation	<u>(87,929,274)</u>	<u>780,370</u>
Historical cost for the annual report and accounts retained after taxation	<u>(87,929,274)</u>	<u>780,370</u>

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

**BALANCE SHEET
as at 31 March 2011**

	Note	2011 £	2010 £
Fixed assets			
Investment properties	5	91,000,000	74,000,000
Investments	6	2,795	2,795
		<u>91,002,795</u>	<u>74,002,795</u>
Current assets			
Debtors - due within one year	7	182,755	13,517,023
Cash and deposits		-	2,809,797
		<u>182,755</u>	<u>16,326,820</u>
Creditors due within one year	8	(149,582,417)	(16,849,550)
		<u>(149,399,662)</u>	<u>(522,730)</u>
Net current liabilities			
		(149,399,662)	(522,730)
Total assets less current liabilities		<u>(58,396,867)</u>	<u>73,480,065</u>
Creditors due after one year	9	-	(152,343,939)
Net liabilities		<u>(58,396,867)</u>	<u>(78,863,874)</u>
Capital and reserves			
Called up share capital	10	34,950,000	34,950,000
Share premium	11	-	-
Revaluation reserve	11	-	(108,396,281)
Profit and loss account	11	(93,346,867)	(5,417,593)
Shareholders' funds	11	<u>(58,396,867)</u>	<u>(78,863,874)</u>

The financial statements of 6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited), company number 3707215, were approved by the Board of Directors on *23 December* 2011 and signed on its behalf by

S. Carter
Director

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

Notes to the accounts for the year ended 31 March 2011

1 Accounting policies

The principal accounting policies adopted by the directors are summarised below. They have been applied consistently throughout the current and previous year.

These financial statements are designed to cover a wide variety of companies and circumstances. As a result some notes or some entries in the primary statements or the notes may not be relevant for this company and so may be left blank intentionally.

Accounting basis

The financial statements are prepared in accordance with applicable United Kingdom law and Accounting Standards and under the historical cost convention as modified by the revaluation of investment properties and other fixed asset investments.

Where the company has subsidiaries, it has taken advantage of the exemption from preparing consolidated financial statements afforded by Section 400 of the Companies Act 2006 because it is a wholly owned subsidiary of another company. Group financial statements, which include the company, for Bluebutton Properties UK Limited are publicly available (see note 16).

Basis of Preparation

As explained in note 17, the company has ceased trading following the announcement that a new building would be redeveloped on the current site of 4 and 6 Broadgate and the subsequent vacation of existing tenants. As required by FRS 18 Accounting Policies, the directors have prepared the financial statements on the basis that the company is no longer a going concern. No material adjustments arose as a result of ceasing to apply the going concern basis.

Cash flow statement

The company is exempt under FRS 1 (Revised) from preparing a cash flow statement.

Properties

Properties are externally valued on an open market basis at the balance sheet date. Investment and development properties are recorded at valuation. Any surplus or deficit arising is transferred to revaluation reserve, unless a deficit is expected to be permanent, in which case it is charged to the profit and loss account. Disposals are recognised on completion. Profit on disposal is determined as the difference between sales proceeds and the carrying amount of the asset at the commencement of the accounting period plus additions in the period.

In accordance with Statement of Standard Accounting Practice 19, no depreciation is provided in respect of investment property. The directors consider that this accounting policy, which represents a departure from the statutory accounting rules, is necessary to provide a true and fair view. The financial effect of the departure from these rules cannot reasonably be quantified as depreciation is only one of the many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

A property ceases to be treated as a development on practical completion.

In determining whether leases and related properties represent operating or finance leases, consideration is given to whether the tenant or landlord bears the risks and rewards of ownership.

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

Notes to the accounts for the year ended 31 March 2011

1 Accounting policies (continued)

Investments

Fixed asset investments are stated at the lower of cost and the underlying net asset value of the investments

Taxation

Current tax is based on taxable profit for the year and is calculated using tax rates that have been enacted or substantively enacted. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are not taxable (or tax deductible). In particular the group (including this company) became a REIT on 1 January 2007 where income and gains on qualifying assets are exempt from taxation. On 3 November 2009, the sale of 50% of the group to a non-REIT entity resulted in now only 50% of the income and gains on qualifying assets being exempt from 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 that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements. A net deferred tax asset is regarded as recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Net rental income

Rental income is recognised on an accruals basis. A rent adjustment based on open market estimated rental value is recognised from the rent review date in relation to unsettled rent reviews. Where a rent free period is included in a lease, the rental income foregone is allocated evenly over the period from the date of lease commencement to the next rent review date. Rental income from fixed and minimum guaranteed rent reviews is recognised on a straight-line basis over the shorter of the entire lease term or the period to the first break option. Where such rental income is recognised ahead of the related cash flow, an adjustment is made to ensure the carrying value of the related property including the accrued rent does not exceed the external valuation.

Initial direct costs incurred in negotiating and arranging a new lease are amortised on a straight-line basis over the period from the date of lease commencement to the next rent review date.

Where a lease incentive payment, including surrender premiums paid, does not enhance the value of a property, it is amortised on a straight-line basis over the period from the date of lease commencement to the next rent review date. Upon receipt of a surrender premium for the early determination of a lease, the profit, net of dilapidations and non-recoverable outgoings relating to the lease concerned is immediately reflected in income.

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

Notes to the accounts for the year ended 31 March 2011

2 Profit on ordinary activities before taxation

Auditor's remuneration

A notional charge of £1,200 (2010 £1,200) per company is deemed payable to Deloitte LLP in respect of the audit of the financial statements. Actual amounts payable to Deloitte LLP are paid at group level by Bluebutton Properties UK Limited.

No non-audit fees (2010 £nil) were paid to Deloitte LLP.

3 Staff costs

No director received any remuneration for services to the company in either year.

Average number of employees, excluding directors, of the company during the year was nil (2010 - nil).

4 Taxation	2011	2010
	£	£
Current tax		
UK corporation tax	476,233	19,535
Adjustments in respect of prior years		
Total current taxation charge (credit)	476,233	19,535
Deferred tax		
Origination and reversal of timing differences		
Prior year items		
Total deferred tax charge (credit)	-	-
Total taxation charge (credit)	476,233	19,535
Tax reconciliation		
Profit on ordinary activities before taxation	3,943,240	799,905
Tax on profit on ordinary activities at UK corporation tax rate of 28% (2010 28%)	1,104,107	223,973
Effects of		
REIT conversion charge		
REIT exempt income and gains	(627,874)	24,857
Capital allowances		
Tax losses and other timing differences		
(Income not taxable) expenses not deductible for tax purposes		(63,876)
Transfer pricing adjustments		(146,377)
Group relief (claimed) surrendered for nil consideration		(19,042)
Adjustments in respect of prior years		
Current tax charge (credit)	476,233	19,535

Included in the tax charge is a net charge of £nil (2010 £nil) attributable to property sales.

The above tax charge is payable to Broadgate Property Holdings Limited and is disclosed within amounts due to group companies (note 8).

On 23 March 2011 the Government announced that the main rate of corporation tax would reduce to 26% with effect from 1 April 2011. This tax rate reduction was substantively enacted at the balance sheet date and therefore deferred tax balances have been calculated using a rate of 26%. The Government also announced subsequent 1% reductions per annum to reach 23% with effect from 1 April 2014. These tax rate reductions had not been substantively enacted at the balance sheet date and therefore have not been reflected in the financial statements. The effect of these tax rate reductions on the deferred tax balance will be accounted for in the period in which the tax rate reductions are substantively enacted.

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

Notes to the accounts for the year ended 31 March 2011

5 Investment properties

	Development £	Freehold £	Long leasehold £	Short leasehold £	Total £
At valuation					
1 April 2010	-	-	74,000,000	-	74,000,000
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Revaluation surplus (deficit)	-	-	17,000,000	-	17,000,000
Transfer between classification	91,000,000		(91,000,000)		-
31 March 2011	91,000,000	-	-	-	91,000,000
Analysis of cost and valuation					
31 March 2011					
Cost	91,000,000	-	-	-	91,000,000
Revaluation	-	-	-	-	-
Net book value	91,000,000	-	-	-	91,000,000
1 April 2010					
Cost	-	-	182,396,281	-	182,396,281
Revaluation	-	-	(108,396,281)	-	(108,396,281)
Net book value	-	-	74,000,000	-	74,000,000

Properties were valued as at 31 March 2011 by Knight Frank LLP on the basis of Market Value, in accordance with the Appraisal and Valuation Standards, sixth edition, published by The Royal Institution of Chartered Surveyors

During the current year it was assessed by the directors that the year end revaluation deficit on the company's property should be shown as a permanent diminution in value. Accordingly, £91,396,281 has been transferred from the revaluation reserve to the profit and loss reserve (see note 11)

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

**Notes to the accounts
for the year ended 31 March 2011**

6 Investments

	Shares in subsidiaries £	Participating interests £	Total £
At cost or underlying net asset value of investment			
1 April 2010	-	2,795	2,795
Additions	-	-	-
Disposals	-	-	-
Provision written-back (written-down)	-	-	-
31 March 2011	-	2,795	2,795
Provision for underlying net asset change			
1 April 2010	-	-	-
Provision written-back (written-down)	-	-	-
Disposals	-	-	-
31 March 2011	-	-	-
At cost			
31 March 2011	-	2,795	2,795
1 April 2010	-	2,795	2,795

At 31 March 2011, the company held the beneficial ownership of 11,180 shares of £1 each, 25 pence paid, being 22.4% of the issued share capital in Broadgate Circle Management Limited, a company engaged in estate management and the provision of property services in the United Kingdom. The cost at 31 March 2011 was £2,795 (2010 - £2,795).

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

**Notes to the accounts
for the year ended 31 March 2011**

7 Debtors	2011	2010
	£	£
Current debtors (receivable within one year)		
Trade debtors	-	111,230
Amounts owed by group companies - current account with Broadgate (Lending) Ltd	-	13,268,129
Amounts owed by group companies - current account with Bluebutton Properties Limited	130,204	-
Corporation tax	-	-
Other debtors	-	-
Prepayments and accrued income	52,551	137,664
	<u>182,755</u>	<u>13,517,023</u>

Included in prepayments and accrued income is an amount of £nil (2010 £nil), relating to lease incentives, and an amount of £nil (2010 £nil) relating to a fixed and guaranteed rent review debtor, which are amortised over the period to the next rent review which may be due after more than one year

8 Creditors due within one year	2011	2010
	£	£
Trade creditors	-	-
Amounts owed to group companies - current accounts	149,566,513	12,633,756
Amounts owed to associated companies - current accounts	-	-
Corporation tax	-	-
Other taxation and social security	-	-
Other creditors	15,904	-
Accruals and deferred income	-	4,215,794
	<u>149,582,417</u>	<u>16,849,550</u>

Amounts owed to group companies - current accounts comprise the following

- Broadgate Property Holdings Limited	-	3,905,238
- Broadgate (Funding) 2005 Limited (note 9)	-	3,074,164
- Broadgate (Lending) Limited	-	5,647,069
- Bluebutton Properties UK Limited	149,566,513	-
- accrued interest	-	7,285
	<u>149,566,513</u>	<u>12,633,756</u>

Amounts owed to fellow group companies are repayable on demand There is no interest charged on these balances

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

Notes to the accounts for the year ended 31 March 2011

9 Creditors due after one year (including borrowings)

	2011	2010
	£	£
Long term loans - amounts owed to group companies	-	152,343,939
Borrowings analysis		
Creditors due within one year		
- subordinated loans from Broadgate (Funding) 2005 Limited	-	3,074,164
Creditors due after one year		
- subordinated loans from Broadgate Property Holdings Limited	-	23,477,050
- subordinated loans from Broadgate (Funding) 2005 Limited	-	128,866,889
Total loans due after one year	-	152,343,939
Total borrowings	-	155,418,103

On 30 July 2010, Bluebutton Properties Ltd, the ultimate holding company, announced that it had signed an agreement for leases with UBS AG to redevelop a new 700,000 sq ft building on the site of 4 and 6 Broadgate

To facilitate the development of the new building, 3, 4 and 6 Broadgate were removed from the securitisation and substituted by 201 Bishopsgate and The Broadgate Tower, which were previously outside the securitisation. At the same time, £226m of cash collateral was released from the securitisation.

The subordinated loan from Broadgate Property Holdings Limited, is deeply subordinated and ranks behind subordinated loans from Broadgate (Funding) 2005 Limited. The subordinated loans from Broadgate (Funding) 2005 Limited are being repaid from April 2005 to July 2036, with the average interest rate of these subordinated loans being 5.02% per annum.

Borrowings repayment analysis

Repayments due		
Within one year	-	3,074,164
1-2 years	-	3,108,066
2-5 years	-	9,564,884
	-	15,747,114
After 5 years	-	139,670,989
Total borrowings - net of issue costs	-	155,418,103
Amount included in creditors due within one year	-	(3,074,164)
Amount included in creditors due after one year	-	152,343,939

10 Share capital

	2011	2010
	£	£
Issued share capital - allotted, called up and fully paid		
Ordinary Shares of £1.00 each		
Balance as at 1 April and as at 31 March 34,950,000 shares	34,950,000	34,950,000

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

**Notes to the accounts
for the year ended 31 March 2011**

11 Reconciliation of movements in shareholders' funds and reserves

	Share capital £	Share premium £	Revaluation reserve £	Hedging & translation reserve £	Profit and loss account £	Total £
Opening shareholders' funds	34,950,000	-	(108,396,281)	-	(5,417,593)	(78,863,874)
Profit for the financial year	-	-	-	-	3,467,007	3,467,007
Dividends	-	-	-	-	-	-
Share issues in the year	-	-	-	-	-	-
Unrealised surplus (deficit) on revaluation of investment properties	-	-	17,000,000	-	-	17,000,000
Realisation of prior year revaluations (see note 5)	-	-	91,396,281	-	(91,396,281)	-
Closing shareholders' funds	<u>34,950,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(93,346,867)</u>	<u>(58,396,867)</u>

6 Broadgate 2010 Limited (formerly Broadgate (PHC 4) Limited)

Notes to the accounts for the year ended 31 March 2011

12 Capital commitments

The company had capital commitments contracted as at 31 March 2011 of £nil (2010 £nil)

13 Contingent liabilities

The company is jointly and severally liable with 4 Broadgate 2010 Limited for all monies falling due under the group VAT registration

14 Related parties

Related party disclosures noted below are in respect of transactions between the company and its related parties as defined by Financial Reporting Standard 8

£32,333 (2010 £16,135) of the rental income shown in the profit and loss account represents rent from Broadgate Estates Limited, a wholly owned subsidiary of The British Land Company PLC who have a 50% interest in the Bluebutton Properties Limited, the ultimate holding company of 6 Broadgate 2010 Limited

During the period, Broadgate Estates Limited received income of £634,480 (2010 £251,862) in respect of service charges. Broadgate Estates Limited is a wholly owned subsidiary of The British Land Company PLC who have a 50% interest in the Bluebutton Properties Limited, the ultimate holding company of 6 Broadgate 2010 Limited

15 Subsequent events

During the current year, Bluebutton HoldCo 5 Broadgate (Jersey) Limited, a fellow subsidiary of Bluebutton Properties Ltd, the ultimate holding company, announced that it had signed an agreement for leases with UBS AG to redevelop a new 700,000 sq ft building on the site of 4 and 6 Broadgate

Total development costs of the new building are expected to be £340m excluding land and interest costs. This will be funded by a new development loan facility of up to £320m from British Land, secured on the new building, 5 Broadgate. The loan, which is assignable and on commercial terms, includes an interest cost of 3% per annum above LIBOR and market based fees. On 19 April 2011, the City of London Planning Committee resolved to grant planning permission for 5 Broadgate

It is managements' current intention that upon commencement of construction of the new building, the shares of the company will be acquired by a fellow subsidiary, Bluebutton (5 Broadgate) UK Limited, and the property holding will then be acquired by the same subsidiary

16 Immediate parent and ultimate holding company

The immediate parent company is Bluebutton Properties UK Limited

The ultimate holding company is Bluebutton Properties Limited (Jersey Registered), a joint venture between The British Land Company PLC and BRE/Brick Limited

Bluebutton Properties UK Limited is the smallest and largest group for which group accounts are available and which include the company. The accounts of Bluebutton Properties UK Limited can be obtained from The British Land Company PLC, York House, 45 Seymour Street, London W1H 7LX

17 Going concern

Due to the circumstances outlined in note 15, the financial statements have been prepared on a basis other than that of going concern. However, the financial statements do not include any adjustments which might arise from the liquidation of the company