

Burford Treasury Limited

Directors' report and financial statements

30 November 2012

Registered number 04191021



Burford Treasury Limited

Registered number 04191021

<i>Contents</i>	<i>Page</i>
Directors' report	1
Statement of Directors' responsibilities	2
Independent auditor's report to the members of Burford Treasury Limited	3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6-9

Burford Treasury Limited

Registered number 04191021

Directors' report

The directors present their report and the audited financial statements for the year ended 30 November 2012

Principal activity and business review

The company's principal activity is managing the group treasury function. All activities have been discontinued and these financial statements have not been prepared on a going concern basis. The impact of this is discussed in note 1 to the financial statements.

Results and dividends

The loss for the year of £115,697 (year ended Nov 2011: £79,924 profit) has been transferred to reserves. No dividend is recommended for the year (year ended Nov 2011: £nil).

Directors

The directors who held office throughout the year and subsequently were as follows:

J Gleek
RJ Anderson
B Porter

Statement as to disclosure of information to auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Payment policy

The policy of the company is to pay suppliers by the date specific to each transaction. The company does not follow any specific supplier code of practice and adheres to the payment terms of its suppliers stated in their invoice.

Auditors

Pursuant to Section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and KPMG Audit Plc will therefore continue in office.

By Order of the Board



PAM Nicholson
Secretary

20 Thayer Street
London
W1U 2DD

13 August 2013

Burford Treasury Limited

Registered number 04191021

Statement of Directors' responsibilities

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 UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

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 estimates that are reasonable and prudent,
- state whether applicable UK 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. As explained in note 1, the directors do not believe that it is appropriate to prepare these financial statements on a going concern basis

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 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.

Independent auditor's report to the members of Burford Treasury Limited

We have audited the financial statements of Burford Treasury Limited for the year ended 30 November 2012 set out on pages 4 to 9. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice). These financial statements have not been prepared on the going concern basis for the reason set out in note 1 to the financial statements.

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 set out on page 2, 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 (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

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 30 November 2012 and of its loss for the year then ended,
- have been properly prepared in accordance with UK 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.


Shaun Kirby (Senior Statutory Auditor)

for and on behalf of

KPMG Audit Plc, Statutory Auditor

Chartered Accountants

15 Canada Square, London E14 5GL

16 August 2013

Burford Treasury Limited

Registered number 04191021

Profit and loss account

for the year ended 30 November 2012

	<i>Note</i>	Year ended 30 Nov 2012 £	Year ended 30 Nov 2011 £
Administrative expenses		(1,590)	(1,590)
Provision (made)/written back for debts due from group undertaking		(117,620)	73,743
Interest receivable		4,192	10,080
Interest payable and similar charges	2	(67)	(44)
(Loss)/profit on ordinary activities before taxation	3	(115,085)	82,189
Tax charge on (loss)/profit on ordinary activities	5	(612)	(2,265)
(Loss)/profit for the financial year	10	(115,697)	79,924

The notes on pages 6 to 9 form part of these financial statements

There is no material difference between the results disclosed in the profit and loss account and the results on a historical cost basis

There were no recognised gains and losses other than those reported above

Burford Treasury Limited

Registered number 04191021

Balance sheet

at 30 November 2012

	Note	30 Nov 2012 £	30 Nov 2011 £
Current assets			
Debtors amounts falling due within one year	6	56,384	54,743
Cash at bank and in hand		2,766,004	2,897,267
Creditors amounts falling due within one year	7	<u>(13,361,953)</u>	<u>(13,375,878)</u>
Net liabilities		<u>(10,539,565)</u>	<u>(10,423,868)</u>
Capital and reserves			
Called up share capital	8	1	1
Profit and loss account	9	<u>(10,539,566)</u>	<u>(10,423,869)</u>
Equity shareholders' deficit	10	<u>(10,539,565)</u>	<u>(10,423,868)</u>

The notes on pages 6 to 9 form part of these financial statements

These financial statements were approved by the board of directors on 13 August 2013 and were signed on its behalf by

J Gleek
Director



Burford Treasury Limited

Registered number 04191021

Notes to the financial statements

(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 financial statements

Basis of preparation

The financial statements have been prepared in accordance with UK generally accepted accounting principles using the historical cost convention. The company is not a going concern. These financial statements have therefore been prepared on a break-up basis. The company has written off all debts due from fellow subsidiaries. The non-current liabilities, representing amounts owed to fellow subsidiaries have been reclassified to current and their comparative restated.

Cash flow statement

The cash flow statement included in the consolidated financial statements of an intermediate holding 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 the company is a wholly owned subsidiary of Lehman Brothers Holdings Inc, it has taken advantage of the exemption contained in FRS8 and has therefore not disclosed transactions or balances which form part of the group (or investees of the group qualifying as related parties).

Taxation

The charge for taxation is based on profit for the year and takes into account taxation due to timing differences between the treatment of certain items for taxation and accounting purposes.

2 Interest payable and similar charges

	30 Nov 2012 £	30 Nov 2011 £
Bank charges	67	44

3. (Loss)/profit on ordinary activities before taxation

The auditor's remuneration was paid by an intermediate holding company, Burford Holdings Limited, and is not recharged to the company. The audit fee attributable to the audit of the company's financial statements is estimated by the directors at £1,250 (year ended Nov 2011 £1,250). No fees were charged in respect of non audit services (year ended Nov 2011 £nil).

Burford Treasury Limited

Registered number 04191021

Notes continued

4. Staff numbers and costs

Other than the directors, the company had employed no staff during the current year or the preceding year

No director received any remuneration for their services as directors of the company during the current year or the preceding year

5 Taxation

	Year ended 30 Nov 2012 £	Year ended 30 Nov 2011 £
Taxation based on (loss)/profit for the year		
UK Corporation tax	625	2,265
Prior year over provision	(13)	-
Tax charge on operating activities	612	2,265

Factors affecting the tax charge for the year:

The tax assessed for the year is lower than the standard rate of corporation tax in the UK of 24 67% (year ended Nov 2011 26 67%) The differences are explained below

	Year ended 30 Nov 2012 £	Year ended 30 Nov 2011 £
(Loss)/profit on ordinary activities before taxation	(115,085)	82,189
(Loss)/profit on ordinary activities multiplied by standard rate of corporation tax in UK of 24 67% (2011 26 67%)	(28,392)	21,920
<i>Effects of</i>		
Prior year over provision	(13)	-
Expense not deductible for tax purposes	29,017	-
Income not taxable	-	(19,655)
Tax charge in the financial statements	612	2,265

Reductions in the UK corporation tax rate from 26% to 24% (effective from 1 April 2012) and to 23% (effective 1 April 2013) were substantially enacted on 26 March 2012 and 3 July 2012 respectively Further reductions to 21% (effective from 1 April 2014) and 20% (effective from 1 April 2015) were substantially enacted on 2 July 2013 This will reduce the company's future current tax charge accordingly

Burford Treasury Limited

Registered number 04191021

Notes continued

6 Debtors amounts falling due within one year

	30 Nov 2012 £	30 Nov 2011 £
Corporation tax recoverable	<u>56,384</u>	<u>54,743</u>

7 Creditors amounts due within one year

	30 Nov 2012 £	30 Nov 2011 £
Amounts due to group undertakings	<u>13,361,953</u>	<u>13,375,878</u>

Amounts owed by fellow subsidiaries have no fixed repayment terms, are unsecured, and paid interest at the average rate of 4.68% (year ended Nov 2011 4.07%)

8 Called up share capital

	30 Nov 2012 £	30 Nov 2011 £
<i>Allotted, called up and fully paid</i>		
1 Ordinary share of £1	<u>1</u>	<u>1</u>

9 Reserves

	Profit and loss account £
At 1 December 2011	(10,423,869)
Loss for the year	<u>(115,697)</u>
At 30 November 2012	<u>(10,539,566)</u>

Burford Treasury Limited

Registered number 04191021

Notes continued

10. Reconciliation of movements in shareholders' deficit

	30 Nov 2012 £	30 Nov 2011 £
(Loss)/profit for year	(115,697)	79,924
Net (decrease)/increase in shareholders' funds	(115,697)	79,924
Opening shareholders' deficit	(10,423,868)	(10,503,792)
Closing shareholders' deficit	(10,539,565)	(10,423,868)

11. 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

Eldon Street Holdings Limited, an intermediate holding company, is in administrative receivership, together with several subsidiaries of Lehman Brothers Holdings Inc , which itself filed for bankruptcy protection in the USA in 2008

At the date of signing these financial statements, no consolidated accounts for these companies are available and arrangements for their eventual publication are not known

The smallest group in which the results of the company are consolidated is that headed by Burford Holdings Limited, a company registered in England and Wales, whose annual financial statements can be obtained from Companies House, Crown Way, Mandy, Cardiff

The company's immediate parent company is Burford Holdings Limited, a company incorporated in England and Wales