

BFM Partners Limited
(formerly Balmuir Fund
Managers Limited)

Report and Accounts
31 March 2006

54771/0000



OFFICERS AND PROFESSIONAL ADVISERS

The Board of Directors

R K Black
A Haining

Company Secretary

R K Black

Registered Office

3rd Floor
Henrietta House
17-18 Henrietta Street
London
WC2E 8QH

Accountants

Rees Pollock
35 New Bridge Street
London
EC4V 6BW

Registered Number

05477044

DIRECTORS' REPORT

The directors present their report and the unaudited accounts of the company for the period from 9 June 2005 to 31 March 2006.

Principal activities

The company was incorporated on 9 June 2005.

The principal activity of the company during the period was that of fund management.

The directors and their interests in the shares of the company

The directors who served the company during the period together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At	At
	31 March 2006	9 June 2005 or later date of appointment
R K Black	1	1
A Haining	1	1


R K Black was appointed as a director on 9 June 2005.

A Haining was appointed as a director on 9 June 2005.

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

ON BEHALF OF THE BOARD



R K Black
Director

29/09/ 2006

PROFIT AND LOSS ACCOUNT

for the period from 9 June 2005 to 31 March 2006

	Note	Period from 9 Jun 05 to 31 Mar 06 £
TURNOVER	2	221,920
Administrative expenses		199,112
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		22,808
Tax on profit on ordinary activities		6,889
PROFIT FOR THE FINANCIAL PERIOD		15,919

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the period as set out above.

The notes on pages 5 to 7 form part of these accounts.

BALANCE SHEET

at 31 March 2006

	Note	£	31 Mar 06 £
FIXED ASSETS			
Tangible assets	4		8,156
CURRENT ASSETS			
Debtors	5	56,376	
Cash at bank		74,217	
		<u>130,593</u>	
CREDITORS: amounts falling due within one year	6	<u>122,828</u>	
NET CURRENT ASSETS			<u>7,765</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>15,921</u>
CAPITAL AND RESERVES			
Called-up equity share capital	7		2
Profit and loss account			<u>15,919</u>
SHAREHOLDERS' FUNDS	8		<u>15,921</u>

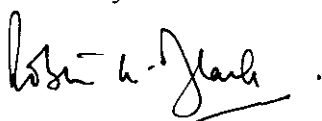
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the period by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (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 period and of its profit or loss for the financial period in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

The accounts on pages 3 to 7 were approved by the board on 29 September 2006 and are signed on its behalf by



R K Black
Director

The notes on pages 5 to 7 form part of these accounts.

NOTES TO THE ACCOUNTS

for the period from 9 June 2005 to 31 March 2006

1. ACCOUNTING POLICIES

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the accounts on the grounds that the company is small.

Turnover

The turnover shown in the profit and loss account represents the value of services provided during the period, stated net of value added tax.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold property	–	Straight line over 5 years
Furniture & fittings	–	Straight line over 5 years

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight-line basis over the period of the lease.

Deferred taxation

Deferred taxation is provided on all timing differences, without discounting, calculated at the rate at which it is estimated that tax will be payable, except where otherwise required by accounting standards.

2. TURNOVER

The turnover and operating profit for the period was derived from the company's principal continuing activity which was carried out wholly in the UK.

NOTES TO THE ACCOUNTS

for the period from 9 June 2005 to 31 March 2006

3. OPERATING PROFIT

Operating profit is stated after charging:

	Period from 9 Jun 05 to 31 Mar 06 £
Directors' emoluments	100,000
Depreciation of owned fixed assets	164
Operating lease costs:	
- land and buildings	<u>24,928</u>

4. TANGIBLE FIXED ASSETS

	Leasehold property £	Furniture & fittings £	Total £
Cost			
Additions	6,820	1,500	8,320
At 31 March 2006	<u>6,820</u>	<u>1,500</u>	<u>8,320</u>
Depreciation			
Charge for the period	114	50	164
At 31 March 2006	<u>114</u>	<u>50</u>	<u>164</u>
Net book value			
At 31 March 2006	<u>6,706</u>	<u>1,450</u>	<u>8,156</u>

5. DEBTORS

	31 Mar 06 £
Trade debtors	11,016
Other debtors	45,360
	<u>56,376</u>

6. CREDITORS: amounts falling due within one year

	31 Mar 06 £
Trade creditors	21,394
Corporation tax	6,889
Other taxation	10,224
Other creditors	84,321
	<u>122,828</u>

NOTES TO THE ACCOUNTS

for the period from 9 June 2005 to 31 March 2006

7. SHARE CAPITAL

Authorised share capital:

	31 Mar 06
	£
100 Ordinary shares of £1 each	100

Allotted, called up and fully paid:

	No	£
Ordinary shares of £1 each	2	2

2 ordinary shares of £1 each were issued at par on incorporation.

Subsequent to the period end, the directors passed an ordinary resolution on 16 May 2006 to increase the authorised share capital of the company to £100,000. On the same date, a further 19,998 ordinary shares of £1 each were issued at par.

On 19 May 2006, the directors passed an ordinary resolution to increase the authorised share capital of the company to £200,000 by the creation of 100,000 non-cumulative redeemable preference shares of £1 each. On the same date, 30,000 non-cumulative redeemable preference shares of £1 each were issued at par.

8. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	31 Mar 06
	£
Profit for the financial period	15,919
New ordinary share capital subscribed	2
Net addition to shareholders' funds	15,921
Closing shareholders' funds	15,921

DETAILED PROFIT AND LOSS ACCOUNT
 for the period from 9 June 2005 to 31 March 2006

		Period from 9 Jun 05 to 31 Mar 06
	£	£
TURNOVER		221,920
OVERHEADS		
Directors salaries	100,000	
Directors national insurance contributions	12,487	
Rent	24,928	
Insurance	919	
Cleaning of premises	278	
Travel and subsistence	1,425	
Telephone	1,882	
Office expenses	1,201	
Printing, stationery and postage	3,576	
Sundry expenses	286	
IT costs	3,079	
Entertaining	2,915	
Legal and professional fees	43,913	
Accountancy fees	1,800	
Depreciation	164	
Bank charges	259	
		<u>199,112</u>
PROFIT ON ORDINARY ACTIVITIES		<u>22,808</u>