

SHP OPPORTUNITY FUND GENERAL PARTNER LIMITED

ANNUAL REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2007

Registered Number: 6278378



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SHP OPPORTUNITY FUND GENERAL PARTNER LIMITED

DIRECTORS' REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2007

The directors present their report and audited financial statements of the Company for the period ended 31 December 2007

PRINCIPAL ACTIVITY

The principal activity of the Company in the period under review was that of a General Partner to the SHP Opportunity Fund, which will hold investment properties

REVIEW OF BUSINESS

The profit and loss account for the period is set out in page 5

The Limited Partnership has not yet purchased any properties, therefore only start-up and administrative costs have been incurred in the period. Next year's objectives are to purchase properties into the partnership and generate returns through asset management of the properties

DIVIDENDS AND TRANSFERS TO RESERVES

The retained loss for the period ended 31 December 2007 of £500 will be transferred to reserves

FINANCIAL INSTRUMENTS

The Company is exposed to financial risk through its financial assets and financial liabilities. From the Company's perspective the key risk is cashflow risk

Cashflow Risk

The risk is that current assets will not be available to meet obligations to when they fall due. This risk is monitored at Group level to ensure that sufficient funds are held to cover the Company's liabilities

DIRECTORS

The directors during the year and up to the date of signing of the financial statements were as follows

Lawgram Secretaries Limited (appointed 13th June 2007, resigned 26th June 2007)

Lawgram Directors Limited (appointed 13th June 2007, resigned 26th June 2007)

R Martin (appointed 26th June 2007)

R Topps (appointed 26th June 2007)

A Portus (appointed 26th June 2007)

D Stewart (appointed 26th June 2007)

The parent company has put in place deeds of indemnity for the benefit of the Directors and Company Secretary of the parent company and of its associated companies. The deeds of indemnity are qualifying third party indemnity provisions in accordance with the Companies Act 1985

INDEPENDENT AUDITORS

In accordance with Section 386 of the Companies Act, the Company has elected to dispense with the requirement to re-appoint the auditors annually

By order of the Board



Director

15 September 2008

SHP OPPORTUNITY FUND GENERAL PARTNER LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing 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 the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) and 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 confirm that

- ◆ suitable accounting policies have been applied consistently,
- ◆ reasonable and prudent judgements have been made,
- ◆ applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- ◆ the financial statements have been prepared on the going concern basis

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

Information given to auditors

Each of the directors at the date of approval of this report confirms that

- ◆ so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- ◆ the 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

This confirmation is given and should be interpreted in accordance with the provisions of s234ZA of the Companies Act 1985.

This report has been prepared in accordance with the special provision of Part VII of the Companies Act 1985 relating to small companies.

By order of the Board



Director

15 September 2008

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF

SHP OPPORTUNITY FUND GENERAL PARTNER LIMITED

We have audited the financial statements of SHP Opportunity Fund General Partner Limited for the period ended 31 December 2007 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). This report, including the opinion, has been prepared for and only for the company's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

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 whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 other transactions is not disclosed.

We read other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report and The Statement of Directors' Responsibilities. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 judgments made by the directors in the 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, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2007 and of its loss for the period then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements.

PricewaterhouseCoopers LLP
Chartered Accountants and Registered Auditors
Bristol

PricewaterhouseCoopers LLP -
23 September 2008

SHP OPPORTUNITY FUND GENERAL PARTNER LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 31 DECEMBER 2007

	<u>Notes</u>	<u>2007</u> £ (From 13th June 2007 to 31 st December 2007)
<u>CONTINUING OPERATIONS</u>		
TURNOVER	1(b)	2,500
GROSS PROFIT/(LOSS)		<u>2,500</u>
Administrative expenses		<u>(3,000)</u>
OPERATING LOSS		(500)
Interest receivable and similar income		-
Interest Payable and similar expenses		<u>-</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(500)
Tax on loss on ordinary activities		-
RETAINED LOSS FOR THE FINANCIAL YEAR		<u>(500)</u>

The Company has no recognised gains or losses other than the loss above and, therefore, no separate statement of total recognised gains and losses has been presented

There is no difference between the loss on ordinary activities before taxation and retained profit for the six months ended 31 December 2007 stated above, and their historic cost equivalents.

SHP OPPORTUNITY FUND GENERAL PARTNER LIMITED

BALANCE SHEET

FOR THE PERIOD ENDED 31 DECEMBER 2007

	<u>Notes</u>	<u>2007</u>	
		£	£
Investments			10
<u>CURRENT ASSETS</u>			
Debtors	7	3,500	
Cash at bank		-	
		<u>3,500</u>	
<u>CREDITORS</u>			
Amounts falling due within one year	8	<u>(3,010)</u>	
NET CURRENT ASSETS			490
NET ASSETS			<u>500</u>
<u>CAPITAL AND RESERVES</u>			
Called up share capital	9		1000
Profit and loss Reserve			<u>(500)</u>
EQUITY SHAREHOLDERS' FUNDS	10		<u>500</u>

These accounts on pages 5 to 8 were approved by the board of directors on 15 September 2008
and were signed on its behalf by

DIRECTOR



SHP OPPORTUNITY FUND GENERAL PARTNER LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2007

1 ACCOUNTING POLICIES

These financial statements have been prepared on the going concern basis, under the historical cost convention, and in accordance with the Companies Act 1985 and applicable accounting standards and accounting policies in the United Kingdom. The main accounting policies have been set out below

a) Turnover

Turnover represents a priority distribution from the Limited Partnership

b) Cost of Sales

Cost of sales are recorded on an accruals basis

2 CASH FLOW STATEMENT AND RELATED PARTY DISCLOSURES

The Company is a 98% owned subsidiary of The National Farmers Union Mutual Insurance Society Limited and is included in the consolidated financial statements of The National Farmers Union Mutual Insurance Society Limited which are publicly available. Consequently, the Company is exempt under the terms of Financial Reporting Standard 1 (Revised 1996) from publishing a cash flow statement

The Company is also exempt under the terms of Financial Reporting Standard 8 from disclosing related party transactions with entities that are part of The National Farmers Union Mutual Insurance Society group

3 DIRECTORS' EMOLUMENTS AND EMPLOYEE INFORMATION

The directors received no emoluments for the six months ended 31 December 2007. There are no employees of the Company

4 OPERATING LOSS

2007
£

Operating loss is stated after charging

Auditors' remuneration

3,000

7 DEBTORS

2007
£

Trade Debtors

3,500

SHP OPPORTUNITY FUND GENERAL PARTNER LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2007

8. <u>CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR</u>	<u>2007</u>
	£
Trade creditors	3,000
Other creditors	10
	<u>3,010</u>

9 <u>SHARE CAPITAL</u>	<u>2007</u>
	£
<u>Authorised</u> 1,000 ordinary shares of £1 each	<u>1,000</u>
<u>Allotted</u> 1,000 ordinary shares of £1 each	<u>1,000</u>

10 <u>RECONCILIATION OF MOVEMENTS IN SHAREHOLDER'S FUNDS</u>	<u>2007</u>
	£
Opening shareholder's funds	-
Loss for the financial year	(500)
Closing shareholder's funds	<u>(500)</u>

11 ULTIMATE PARENT UNDERTAKING

The immediate parent company is National Farmers Union Mutual Insurance Society Limited, which is incorporated in England and Wales. Copies of the consolidated financial statements of the ultimate parent party can be obtained from the Secretary at the following address

Tiddington Road,
Stratford-upon-Avon
Warwickshire
CV37 7BJ