Trillium PPP Investment Partners Limited

Annual Report and Financial Statements

For the period 7 August 2007 to 31 March 2008

Registered Number: 6335776

Contents

Directors and Advisors

Directors
W R Doughty
D A Ramroop
A C M Rhodes

Secretary
K Clear

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PricewaterhouseCoopers
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Investment Advisor and Operator
Land Securities Trillium (Capital Management) Limited

Trillium PPP Investment Partners Limited

Report of the Directors

The Directors present their first report and audited consolidated and separate financial statements of Trillium PPP Investment Partners Limited (the "Company") and its subsidiaries (the "Group") for the period from incorporation on 7 August 2007 to 31 March 2008.

Principal Activities
The principal activity of the Company is investing in partnerships and companies that provide property partnerships with public and private sector organisations encompassing property outsourcing and Public Private Partnership ("PPP") markets, in the United Kingdom and Western Europe. Property partnerships offer a wide range of property and accommodation services to clients through long-term contracts.

Review of the Business
The Company was incorporated in England and Wales on 7 August 2007 as Trillium PPP Investment Partners (Finance) Limited and changed its name to Trillium PPP Investment Partners Limited on 4 October 2007. The Company is domiciled in England and Wales.

On 7 August 2007, the Company purchased the entire share capital of Trillium PPP Investment Partners No.2 Limited and Trillium PPP Investment Partners No.3 Limited for £1 each.

On 31 October 2007, the Company acquired the entire share capital and loan notes of PFI Investments Limited for consideration of £113.5m and the entire share capital and loan notes of Trillium (Community Health) Limited for consideration of £165.2m, both from Secondary Market Infrastructure Fund UK LP ('SMIF UK LP') (acting through its general partner Trillium PPP UK Limited).

On 31 October 2007, the Group completed a significant acquisition which included a large number of PPP arrangements and their associated holding structures, including:

- the issued share capital and loan notes in various subsidiary project companies, including GSL assets and Miller Assets, from SMIF UK LP (acting through its general partner Trillium PPP UK Limited); and
- the issued share capital and loan notes in various subsidiary project companies from Canary UK Infrastructure Fund LP (acting through its general partner Canary Infrastructure Limited);

On 13 December 2007, the Group acquired the entire beneficial interest in and to the Class 'Z' Secured Deferred Variable Rate Notes, constituted by a trust deed between Land Securities Trillium Senior Funding plc and Citicorp Trustee Company Limited, entered into on 7 December 2007, for consideration of £27.8m.

Further details of the activities of the project companies acquired are provided in Note 26 to the financial statements. At the date of acquisition, all projects were fully operational and, subsequently, all projects have performed in line with expectations, delivering services revenue of £74.2m, income from finance receivables of £37.0m and dividends have been received from investments held at fair value of £11.8m, offset by direct service costs of £68.8m.

Valuation of the financial assets and liabilities of the Group at the period end resulted in the recording of gains in investments held at fair value through profit or loss of £11.8m, offset by the revaluation of the interest rate and RPI swaps of £(50.4)m. The swaps hedge the variable element of the Group's borrowings, but because the Company has not adopted hedge accounting, the change in fair value of the borrowings is not reflected in the Consolidated income statement, as the borrowings are held at amortised cost.

The Investment Advisor is responsible for carrying out the fair market valuation of the Group's investments, using discounted cash flow methodology, which is the industry-standard. The majority of the swap valuations were provided by an independent third party valuer. Two swap valuations were provided by the Investment Advisor.

Future Outlook
It is not envisaged that the Company will initiate any plans to restructure its principal activities in the forthcoming year.

Trillium PPP Investment Partners Limited

Report of the Directors

Although the economy is facing a significant downturn, and the cost of finance has risen considerably, the Group is in a better position than most to maintain its current level of performance. The long-term nature of the contracts (Note 26) with local and government authorities will mean that the operating performance of existing projects should continue as expected. The interest rate and RPI swaps held by the Group have materially fixed the rate of borrowing for the term of each contract.

On 6 June 2008 the Group increased its holding in Endeavour SCH Holdings Limited and Endeavour SCH Plc to 43.83%, as per note 28, by acquiring further issued share capital and loan notes from Carillion Private Finance (Health) Limited for consideration of £6.8m.

On 18 July 2008 the Group acquired the issued share capital and loan notes of a portfolio of entities, as per note 28, from the Land Securities Trillium group of companies ("LST") for combined consideration of £101.0m.

On 13 November 2008 the Group acquired holdings in the issued share capital and loan notes of a portfolio of entities consisting of six companies, inclusive of holding companies, for combined consideration of £19.9m from Land Securities Trillium No. 21 Limited and LST SMIF Limited Partnership (acting through its general partner LST SMIF Partnership GP Limited). Disclosure of the detail of the transaction as per IFRS 3 would be impracticable due to the proximity of the transaction to the date of approval of these financial statements.

Further acquisitions which meet the Group's investment return criteria will continue to be sought to expand the investment portfolio.

Principal Risks and Uncertainties
The identification, assessment and management of risk is integral to the running of the business. The Group seeks to mitigate exposure to all forms of risk, whether internal or external. The principal risks are listed below:

New business risk
Growth in the business is reliant on the flow of acquisitions, primarily from LST. Should LST be unable to originate and win attractive new business, or if market conditions become unfavourable, thereby forcing down returns from new business opportunities, there may be a potential mismatch with investors' return expectations. LST has a dedicated new business team with an established bid process framework, which is subject to regular review by LST's Investment Committee, whose remit is to evaluate and approve potential acquisitions.

Service partner risk
The majority of the Group's investments are in project companies which rely on service partners to deliver certain services to enable the project company to meet its concession requirements. Failure of a service partner business and also failure to meet agreed standards of service would affect the project company's ability to deliver its service concession requirement, impacting the Group's reputation and also exposing the Group to potential financial penalties. LST's processes, in its capacity of managing the activities of the service concession arrangements, incorporate regular assessment of service partners' performance, with ongoing supplier performance reviews. Contingency plans have been drawn up with alternative suppliers, where appropriate.

Vacation of space risk
Should client space remain unlet after vacation, there would be an adverse impact on income as a result of shortfall in rental income and ongoing costs. LST has specialist national disposals teams to manage surplus space.

Head rent growth risk
Inflation on head rents payable on leasehold properties higher than increases in unitary charge would adversely affect the income statement. Detailed budgets are prepared to asset level, which are reviewed on a quarterly basis. (Within contract terms are lease restructuring, rent review processes and freehold buy-ins, where appropriate.)

Health, safety and environmental risk
The Group has responsibility for the health and safety and environmental risks on behalf of clients and their employees. Failure in any of these would have a negative impact on the Group's reputation and potentially result in criminal proceedings, with a consequent financial impact. To mitigate this, the Group, via LST's management team, has an annual cycle of health and safety audits with quarterly and annual Board reporting using dedicated specialist personnel. The Group has established policy and procedures including award-winning health and safety systems and ISO 14001 certified environmental systems, and has an active environment programme to address key areas of impact such as energy and waste.

Financial instruments
The financial risk management objectives and policies of the Group and the exposure of the Group to interest rate risk, inflation risk, currency risk, credit risk and liquidity risk are provided in Note 4 to the financial statements.

Results and Distributions
The results for the period are set out in the Consolidated income statement. Total income for the period was £143.4m and loss before tax was £51.3m. The Directors do not recommend payment of a dividend.

Key Performance Indicators ("KPIs")
The Group was successful in acquiring £833.8m of financing to acquire its initial portfolio of PPP/PFI project companies. Its ongoing objectives will be to acquire further project companies to a value of £200m annually which generate a nominal equity internal rate of return (net of fees) ("IRR") of at least 9%, with an annual cash yield of at least 8% in the next five years, as described in the preliminary information issued to investors in the ultimate parent undertaking.

Directors
The directors who held office during the period are given below:

Loviting Limited	(appointed and resigned 7 August 2007)
Serjeants' Inn Nominees Limited	(appointed and resigned 7 August 2007)
D A Ramroop	(appointed 7 August 2007)
R Shah	(appointed 7 August 2007; resigned 15 August 2008)
W R Doughty	(appointed 26 September 2007)
A C M Rhodes	(appointed 1 August 2008)

Details of directors' interests in transactions are included in note 24 to the financial statements.

Directors' indemnities
Qualifying third party indemnity provisions (as defined by section 309B of the Companies Act 1985) were in force for the directors during the financial period ended 31 March 2008 and, at the date of this report, are in force for the benefit of the current directors in relation to certain losses and liabilities which they may incur (or may have incurred) to third parties in the course of their professional duties.

Employees
The Group has no employees.

Statement of disclosure of information to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. The directors have taken all the steps that ought to be taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Statement of directors' responsibilities

United Kingdom company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the Company and the Group as at the end of the financial period and of the profit or loss of the Group for that period. In preparing those financial statements, the directors are required to;

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

The directors confirm that they have complied with the above requirements in preparing these financial statements.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and the Group and enable them to ensure that the financial statements comply with the relevant provisions of the Companies Acts 1985 to 2006. They are also responsible for the system of internal control, for safeguarding the assets of the Company and the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

The auditors, PricewaterhouseCoopers LLP, Chartered Accountants, have signified their willingness to continue in office.

By order of the Board

K Clear
Company Secretary

Date: 28 NOVEMBER 2008

Independent auditors' report to the members of Trillium PPP Investment Partners Limited

We have audited the group and parent company financial statements (the "financial statements") of Trillium PPP Investment Partners Limited for the period ended 31 March, 2008 which comprise the Consolidated Income Statement, the Balance Sheets, the Cash Flow Statements, the Statements of Changes in Shareholders' Equity, 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 International Financial Reporting Standards (IFRSs) as adopted by the European Union 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 have been 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. The other information comprises only the Directors' Report. 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 group's and 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 group financial statements give a true and fair view, in accordance with IFRSs as adopted by the European Union, of the state of the group's affairs as at 31 March, 2008 and of the group's loss and cash flows for the period then ended;
- the parent company financial statements give a true and fair view, in accordance with IFRSs as adopted by the European Union as applied in accordance with the provisions of the Companies Act 1985, of the state of the parent company's affairs as at 31 March, 2008 and cash flows 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

PricewaterhouseCoopers LLP
Chartered Accountants and Registered Auditors
London

3 December 2008.

Trillium PPP Investment Partners Limited

Consolidated income statement
For the period from 7 August 2007 to 31 March 2008

Group	Note	£million
Services revenue		74.2
Interest from investments	5	8.1
Income from finance receivables		37.0
Gains on investments at fair value	6	24.1
Total income		**143.4**
Services costs	7	(68.8)
Administrative expenses	8	(16.8)
Profit before net finance costs and tax		**57.8**
Finance costs	9	
- change in fair value of interest rate swaps		(50.4)
- other finance costs		(64.8)
Finance income	9	6.1
Loss before tax		**(51.3)**
Income tax	10	14.3
Loss for the period		**(37.0)**
Attributable to:		
Equity holders of the parent		(37.4)
Minority interests		0.4
		(37.0)

All results are derived from continuing operations. As this is the first period in which the Group has operated, no comparatives are presented. The accompanying notes are an integral part of these consolidated financial statements.

Trillium PPP Investment Partners Limited

Balance sheets
As at 31 March 2008

	Note	Group £million	Company £million
Non-current assets			
Intangible assets	11	485.7	-
Net investment in finance lease	12	50.4	-
Property, plant and equipment	13	100.5	-
Trade and other receivables	18	1,461.9	-
Fixed assets held at fair value	14	216.3	-
Loans to associates	14	166.9	-
Investment in subsidiary undertakings	16	-	844.6
Financial assets – other investments	15	80.3	-
Deferred tax assets	10	0.7	-
Financial derivatives	22	2.8	-
Total non-current assets		**2,565.5**	**844.6**
Current assets			
Trade and other receivables	18	62.5	81.9
Cash and cash equivalents	19	187.9	35.8
Net investment in finance lease	12	1.1	-
Total current assets		**251.5**	**117.7**
Total assets		**2,817.0**	**962.3**
Current liabilities			
Short term borrowings and overdrafts	21	(60.1)	-
Trade and other payables	20	(89.3)	(32.3)
Current tax liabilities		(6.3)	-
Total current liabilities		**(155.7)**	**(32.3)**
Non-current liabilities			
Borrowings	21	(2,291.3)	(939.7)
Financial derivatives	22	(109.5)	-
Trade and other payables	20	(8.2)	-
Deferred tax liabilities	10	(276.3)	-
Total non-current liabilities		**(2,685.3)**	**(939.7)**
Total liabilities		**(2,841.0)**	**(972.0)**
Net liabilities		**(24.0)**	**(9.7)**
Shareholders' equity			
Ordinary share capital	23	-	-
Retained reserves		(33.7)	(9.7)
Total equity attributable to equity holders of the parent		(33.7)	(9.7)
Minority interests		9.7	-
Total equity		**(24.0)**	**(9.7)**

As this is the first period in which the Group has operated no comparatives are presented. The accompanying notes are an integral part of these consolidated financial statements.

The financial statements were approved by the Board of Directors on 28 November 2008 and signed on its behalf by:

W.R. Doughty
Director

Trillium PPP Investment Partners Limited

Statement of changes in shareholders' equity
For the period from 7 August 2007 to 31 March 2008

Group	Note	Attributable to equity holders of the parent			Minority interests	Total equity
		Share capital £million	Retained reserves £million	Total equity £million	£million	£million
Loss for the period		-	(37.4)	(37.4)	0.4	(37.0)
Exchange movements		-	3.7	3.7	-	3.7
Total recognised income and expense for the period		-	(33.7)	(33.7)	0.4	(33.3)
Minority share of acquired businesses	17	-	-	-	9.3	9.3
Ordinary shares issued	23	-	-	-	-	-
Shareholders' equity at 31 March 2008		-	(33.7)	(33.7)	9.7	(24.0)

Company	Note	Attributable to equity holders of the parent		
		Share capital £million	Retained reserves £million	Total shareholders' equity £million
Loss for the period		-	(9.7)	(9.7)
Total recognised income and expense for the period		-	(9.7)	(9.7)
Ordinary shares issued	23	-	-	-
Shareholders' equity at 31 March 2008		-	(9.7)	(9.7)

Trillium PPP Investment Partners Limited

Cash flow statements
For the period from 7 August 2007 to 31 March 2008

	Note	Group £million	Company £million
Cash flows from operating activities			
Loss before tax		(51.3)	(2.3)
Adjustments for:			
Interest from investments		(8.1)	-
Gains on investments		(24.1)	-
Gains on finance receivables		(37.0)	-
Interest payable and similar charges	9	64.8	17.6
Changes in fair value of derivatives	9	50.4	-
Interest income	9	(6.1)	(17.5)
Amortisation / impairment of intangible assets	11	9.2	-
Depreciation of property, plant and equipment	13	1.5	-
Operating cash flow before changes in working capital		(0.7)	(2.2)
Changes in working capital			
Decrease / (increase) in receivables		15.7	(3.4)
(Decrease) / increase in payables		(4.0)	19.3
Cash flow from operations		11.0	13.7
Interest received from investments		8.0	1.8
Interest received on bank deposits		4.1	0.6
Cash received from finance receivables		45.8	-
Interest paid		(42.4)	(4.6)
Corporation tax received		0.6	-
Net cash from operating activities		**27.1**	**11.5**
Cash flows from investing activities			
Purchases of investments		(0.2)	-
Repayments of investments		2.4	-
Dividends received	6	11.8	-
Acquisition of subsidiaries net of cash acquired	17	(725.2)	(851.7)
Net cash used in investing activities		**(711.2)**	**(851.7)**
Cash flows from financing activities			
Proceeds from issue of loans and borrowings		1,783.8	932.3
Repayment of loans and borrowings		(912.5)	(57.3)
Payments received on derivatives		-	1.0
Capital repayment from finance leases		0.3	-
Net cash from financing activities		**871.6**	**876.0**
Net increase in cash and cash equivalents		**187.5**	**35.8**
Cash and cash equivalents at 7 August 2007		-	-
Exchange movements		0.4	-
Cash and cash equivalents at 31 March 2008		**187.9**	**35.8**

1. Reporting entity

The consolidated financial statements as at, and for the period ended, 31 March 2008 comprise the Company and its subsidiaries (together referred to as "the Group"). The principal activity of the Company is investing in partnerships and companies that provide property partnerships with public and private sector organisations encompassing property outsourcing and Public Private Partnership ("PPP") markets, primarily in the United Kingdom but with two project companies in Western Europe. The parent company financial statements present information about the Company as a separate entity and not about its consolidated group.

2. Key accounting policies

(a) Basis of preparation

The consolidated financial statements have been prepared in accordance with the Companies Act 1985 applicable to companies reporting under International Financial Reporting Standards (IFRS) and International Financial Reporting Interpretations Committee (IFRIC) interpretations, as adopted by the European Union in response to the IAS regulation (EC 1606/2002), using the historical cost convention modified to include revaluation of certain financial instruments and investments held at fair value as described below. The consolidated financial statements are presented in sterling, which is the Company's functional currency.

The preparation of financial statements in conformity with IFRS requires the Directors and Advisor to make judgements, estimates and assumptions that affect the application of policies and the reported amount of assets and liabilities, income and expense. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. The accounting policies will be applied consistently in future periods. Note 3 describes the key accounting judgements and estimates.

(b) Basis of consolidation

The consolidated financial statements of the Group include the financial statements of the Company and its subsidiaries up to 31 March 2008. Subsidiaries are those entities controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities, generally accompanying a shareholding of more than half of the voting rights. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date control ceases. Certain of the subsidiaries have a different financial reporting date to the Company (Note 27). Their results for the period to 31 March 2008 are incorporated by reference to unaudited management accounts.

Associates are those entities over which the Company has significant influence. Investments in such entities are designated upon initial recognition to be accounted for at fair value through profit or loss. See parts (d)(i) and (f) below for the accounting policy for investments in these entities.

Intra-group balances and any unrealised gains and losses arising from intra-group transactions are eliminated in preparing the consolidated financial statements. Unrealised gains arising from transactions with subsidiaries are eliminated to the extent of the Group's interest in the entity. Unrealised losses are eliminated in the same way as unrealised gains to the extent there is no evidence of impairment.

(c) Recent Accounting Developments
The following standards and interpretations have been issued by the IASB and are likely to affect future consolidated financial statements:

'IFRS 8: Operating Segments' was issued in February 2007 and will be adopted by the Company from 1 April 2009. The new standard sets out the disclosure information required about an entity's segments and requires segment information to be prepared on the same basis as information reported to management for decision-making purposes. It is not anticipated that this standard will have a material impact on the financial statements of the Company.

The Company will determine an appropriate implementation date for the following standards, amendments and interpretations after they have been adopted by the European Union:

'IAS 1: (Revised) Presentation of financial statements' was issued in January 2008 and will be adopted by the Company from 1 April 2009. This is a comprehensive revision of the presentation of financial statements, including a statement of comprehensive income. Adoption of this standard will have no impact on the carrying values of items.

An amendment to 'IAS 23: Borrowing costs' was issued in March 2007, removing the option of immediately expensing borrowing costs relating to the acquisition, construction or production of assets that take a considerable time to complete, whether for the Company's continuing use or for sale. Retrospective adoption is not required and, consequently, there will be no changes to numbers already recognised in the financial statements. The adoption of this policy is not anticipated to have a material impact on the results of the Group as it does not have any assets in the course of construction.

'IFRS 3: (Revised) business combinations' was issued in January 2008. Implementation of this standard represents a significant change in the recognition of contingent consideration, acquisition costs and goodwill on acquisition. However, it will only affect the accounting of business combinations completed after adoption (1 April 2010) and, therefore, will not affect results previously published.

'IFRIC 12: Service concession arrangements' was issued in December 2006. It gives guidance on the accounting by operators for public-to-private service concession arrangements. Service concessions fall within the scope of IFRIC 12 where the grantor controls or regulates what services the operator must provide with the infrastructure, to whom it must provide them, and the price; and the grantor controls through ownership, beneficial entitlement or otherwise, any significant residual interest in the infrastructure at the end of the service agreement. Service concessions are determined to be finance receivables where the operator has a contractual right to receive cash or another financial asset from or at the direction of the grantor. Alternatively, service concessions are determined to be intangible assets to the extent the operator has a contractual right to charge users of the public services. Although the review of the Company's contracts is still ongoing, it is not expected that this interpretation will have a material impact on the Company's financial statements.

'IFRIC 15: Agreements for the construction of real estate' was issued in July 2008. The interpretation clarifies the circumstances under which 'IAS 11: Construction Contracts' should be applied in a real estate transaction and those circumstances when the accounting treatment in 'IAS 18: Revenue' should be adopted. It is not anticipated that this interpretation will have a material impact on the Company's financial statements, although the Company is still in the process of identifying whether the interpretation applies to other transactions within the group by analogy.

The following standards and interpretations are unlikely to affect future consolidated financial statements.

Amendments to 'IAS 32: Financial Instruments: Presentation' and 'IAS 1: (Revised) Presentation of financial statements' were issued in February 2008 clarifying the treatment of puttable financial instruments and obligations arising on liquidation.

An amendment to 'IFRS 2: Share based payment' was issued in January 2008, clarifying the definition of vesting conditions and the accounting treatment of cancellations. The Company does not have share based payments.

'IAS 27: (Revised) consolidated and separate financial statements' was issued in January 2008. The standard requires that all transactions with non-controlling interests are recorded in equity if there is no consequential change in control. It also specifies the accounting treatment when control of an entity is lost.

'IFRIC 13: Customer loyalty programmes' was issued in June 2007. This interpretation clarifies the accounting treatment of the sale of goods and services together with customer award credits.

'IFRIC 14: The limit on a defined benefit asset, minimum funding requirements and their interaction' was issued in July 2007. It gives guidance on the extent to which a surplus can be recognised as an asset and when refunds or reductions in future contributions should be considered available. Implementation of this interpretation will have no impact. The Company does not have any defined benefit pension schemes.

'IFRIC 16: Hedges of a net investment in a foreign operation' was issued in July 2008. The interpretation clarifies certain aspects of net investment hedging. The Company does not apply hedge accounting.

(d) Financial instruments

Financial assets and liabilities are recognised on the Group's balance sheet when the Group becomes a party to the contractual provisions of the instrument. Financial assets are derecognised when the contractual rights to the cash flows from the instrument expire or the asset is transferred and the transfer qualifies for derecognition in accordance with IAS 39 'Financial instruments: Recognition and measurement'.

(i) Non-derivative financial instruments

Non-derivative financial instruments comprise investments in equity and debt securities, finance receivables, trade and other receivables, cash and cash equivalents, loans and borrowings, and trade and other payables.

Non-derivative financial instruments are recognised initially at fair value with directly attributable transaction costs, except for financial instruments measured at fair value through profit or loss. Subsequent to initial recognition, non-derivative financial instruments are measured as described below.

Cash and cash equivalents comprise cash balances, deposits held at call with banks and other short-term, highly liquid investments with original maturities of three months or less. Bank overdrafts that are repayable on demand are included as a component of cash and cash equivalents for the purpose of the cash flow statements.

Investments at fair value through profit or loss

1. Fair values are determined using the income approach which discounts the expected future cash flows attributed to each asset at an appropriate rate to arrive at fair values. In determining the appropriate discount rate, regard is had to risk free rates, the specific risks of each investment and the evidence of recent transactions. Upon initial recognition, attributable transaction costs are recognised in the income statement when incurred.
2. Refer to Note 2 (l) (ii) for the accounting policy for finance receivables.

Other

Other non-derivative financial instruments are measured at amortised cost using the effective interest method less any impairment losses. The effective interest method calculates the amortised cost of the non-derivative financial instrument and allocates the interest over the period of the instrument.

Loans and borrowings
Borrowings are recognised initially at the fair value of the consideration received, less transaction costs. Subsequent to initial recognition, borrowings are stated at amortised cost with any difference between cost and redemption value being recognised in the income statement over the period of the borrowings on an effective interest basis.

(ii) **Derivative financial instruments**
The Group's operating subsidiaries hold derivative financial instruments to hedge their interest rate and RPI risk exposures. All derivatives are recognised initially at fair value with attributable transaction costs recognised in profit or loss as incurred. Thereafter, derivatives are measured at fair value with changes recognised in profit or loss as part of finance costs. Fair value is based on price quotations from financial institutions active in the relevant market.

(e) Intangible assets
Goodwill
Goodwill represents the excess of the cost of an acquisition over the fair value of the Group's share of the identifiable net assets of the acquired subsidiary at the date of acquisition.

Goodwill is included in intangible assets, tested annually for impairment and carried at cost less accumulated impairment losses. Any impairment is recognised immediately in the income statement. Subsequent reversals of impairment losses for goodwill are not recognised.

Gains and losses on the disposal of an entity include the carrying value of goodwill relating to the entity sold.

Other intangible assets
The group has recognised intangible assets acquired as part of a business combination, being the fair value of service concessions acquired as at the date of acquisition in the operating subsidiaries. Fair values were determined using the income approach which discounts the expected future cash flows attributable to the service portion of the service concessions acquired at an appropriate rate to arrive at fair values. In determining the appropriate discount rate, regard is had to risk free rates and the specific risks of each project. These assets are being amortised over the life of the concessions concerned on a straight-line basis.

(f) Investment in associates
Investments in associates are not accounted for using the equity method but upon initial recognition were designated as investments at fair value through profit or loss because of the Company's status as an investment fund and the exemption provided by IAS 28. See note 2(d)(i).

(g) Property, plant and equipment
Property, plant and equipment is stated at historic cost less accumulated depreciation and any recognised impairment losses.

Depreciation is provided on operating properties estimated to write off the depreciable amount of the relevant assets by equal annual instalments over the term of the respective concession, ranging from 5 to 53 years. The assets' residual values are reviewed, and adjusted if appropriate, at each balance sheet date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

(h) Leases
Assets leased out under finance leases are recognised as a receivable in the balance sheet at the present value of the lease payments. The difference between the gross receivable and the present value of the receivable is recognised as unearned finance income.

Lease income is recognised over the term of the lease using the net investment method, which reflects a constant periodic rate of return.

(i) Impairment

(i) Financial assets

A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset. An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount, and the present value of the estimated future cash flows discounted at the original effective rate. Significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics. All impairment losses are recognised in the income statement. An impairment loss is reversed if the reversal can be related to an event occurring after the impairment loss was recognised. For financial assets measured at amortised cost the reversal is recognised in the income statement.

(ii) Non-financial assets

The carrying amounts of the Group's non-financial assets, being those assets not designated as at fair value through profit or loss, are reviewed at each reporting date to determine whether there is any evidence of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognised in profit or loss whenever the carrying amount of an asset exceeds its recoverable amount.

The recoverable amount of an asset is the greater of its net selling price and its value in use. The value in use is determined as the net present value of the future cash flows expected to be derived from the asset, discounted using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An impairment loss is reviewed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount after the reversal does not exceed the amount that would have been determined, net of applicable depreciation, if no impairment loss had been recognised.

(j) Share capital and share premium

Ordinary shares are classified as equity. Costs directly attributable to the issue of new shares or associated with the establishment of the Company are written-off against the balance of the share premium account. Dividends are recognised as distributions within equity in the period in which they are paid.

(k) Revenue

Gains on investments include interest, dividends, fees and other operating income relating to investments. Interest income arising on investments at fair value through profit or loss is recognised in the income statement as it accrues, using the effective interest rate of the instrument concerned as calculated at the acquisition or origination date. The effective interest rate is that rate that exactly discounts estimated cash payments or receipts through the expected life of the financial instrument to the relevant asset's carrying amount. Interest income includes the unwinding of the fair value adjustment on initial recognition of finance receivables. Interest income on debt instruments classified as at fair value through profit or loss is accrued using the original effective interest rate.

Dividends are recognised when the Group's rights to receive payment have been established. That part of the dividend which has already been recognised in the fair value of investments is deducted from the carrying amount of the relevant investment.

Fees and other operating income are recognised when the Group's rights to receive payment have been established.

Services revenue comprises rental and service incomes which relate to the operating subsidiaries. Service income is determined according to the service contracts policy set out below.

(l) Service contracts

(i) Service concessions

Finance receivables

Service concessions are determined to be finance receivables to the extent that the Group, as operator, has an unconditional contractual right to receive cash or another financial asset from, or at the direction of, the grantor. The cash receivable in respect of the service concessions is allocated to the finance receivable using the effective interest method, giving rise to interest income which is recognised in the income statement and a residual cash amount to reflect repayment of the finance receivable. See below for the accounting policy for subsequent accounting of finance receivables.

Intangible assets

Service concessions are determined to be intangible assets to the extent that the Group, as operator, has a contractual right to charge users of the public services. The intangible asset is amortised to estimated residual value over the remaining life of the service concession and tested each year for impairment.

(ii) Subsequent accounting – finance receivables

Finance receivable interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the finance receivable asset to that asset's net carrying amount.

(iii) Revenue recognition

Revenue is measured at the fair value of the consideration receivable and is recognised by allocating a proportion of total cash receivable to construction income and service income. The consideration received will be allocated by reference to the relative fair value of the services delivered, when the amounts are separately identifiable.

- Construction revenue is recognised at cost, plus attributable profit to the extent that this is reasonably certain. Costs for this purpose include valuation of all work done by subcontractors, whether certified or not, and all overheads other than those relating to the general administration of the relevant companies.
- In the operational stage of the contract, cash received in respect of the service concessions is allocated to service revenue based on its fair value, with the remainder being allocated between capital repayment and interest income using the effective interest method.

(m) Income tax

Income tax on the profit for the period of the Company and its operating subsidiaries comprises current and deferred tax. Current tax is the tax payable on the taxable income for the period. Deferred tax is provided in full using the balance sheet liability method on temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the tax rates and laws that have been, or substantially, enacted at the reporting date.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that is it no longer probable that the related tax benefit will be realised.

(n) Foreign currencies
The Company's presentational currency is sterling. The results and financial position of all subsidiaries and associates that have a functional currency different from sterling are translated into sterling as follows:

- Assets and liabilities are translated at the rate of exchange at the date of the balance sheet;
- Income and expenses are translated at average exchange rates for the period; and
- All resulting exchange differences are recognised as a separate component of equity.

Transactions in foreign currencies are translated to the functional currency of the Company at exchange rates at the dates of the transactions.

Foreign exchange gains and losses on financial assets and liabilities at fair value through profit or loss are recognised together with other changes in fair value.

(o) Segmental reporting
The Directors are of the opinion that the Group is engaged in a single segment of business, being investment in Private Finance Initiative companies and predominantly in one geographical area, the Untied Kingdom, although it has two small projects in Ireland and Germany.

(p) Expenses
All expenses are accounted for on an accruals basis. The Group's investment management and administration fees, finance costs (including interest on long-term borrowings) and all other expenses are charged through the consolidated income statement.

(q) Acquisition of subsidiaries
All business combinations are accounted for using the purchase method. Goodwill represents the difference between the cost of acquisition and the share of the fair value of identifiable net assets (including intangible assets) of a subsidiary at the date of acquisition. Identifiable intangibles are those which can be sold separately or which arise from legal rights regardless of whether those rights are separable.

3. Critical accounting estimates and assumptions
The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions in certain circumstances that affect reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the accounts and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from these estimates. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are outlined below.

Going concern
In the period ended 31 March 2008, the Group recorded a post-tax loss of £37.0m and had net liabilities of £24.0m at 31 March 2008. The Company recorded a post-tax loss of £8.8m and had net liabilities of £8.8m.

The financial statements have been prepared on the going concern basis because the loss in the period has largely been caused by the accounting for the downwards revaluation of interest rate and RPI swaps which impacted the consolidated income statement and balance sheet by £50.4m. The interest rate swaps represent a hedge of a portion of the Group's senior borrowings, which are recognised in the consolidated balance sheet at amortised cost. Had the Group adopted hedge accounting policies, the impact of the revaluation of swaps would have been offset by an equivalent reduction in the carrying value of the hedged liabilities.

The Group and Company reported an operating cash inflow of £27.1m and £10.2m, respectively, for the period ended 31 March 2008, and internal forecasts support the ongoing profitability of both the Group and Company. Hence, the going concern status of the Group and Company.

Nevertheless, if the going concern basis were not to be an appropriate basis for the preparation of the financial statements, it would be necessary to provide for the expenses of realising the Group's assets, and to state the assets at their recoverable amount.

Impairment
Goodwill is tested for impairment at least annually in accordance with the policy described above. The recoverable amounts of the net assets are determined based on discounted cash flow methodology. These calculations require the use of estimates including projected future cash flows and other future events. In determining the discount rate, regard is had to risk free rates, specific risks and evidence of recent transactions.

See note 11 for further information regarding impairment of goodwill.

Investments at fair value through profit and loss
By virtue of the Company's status as an investment fund and the exemption provided by IAS 28.1, investments in associates are designated upon initial recognition to be accounted for at fair value through profit or loss.

Fair values are determined using the income approach which discounts the expected cash flows at the appropriate rate. In determining the discount rate, regard is had to risk free rates, specific risks and the evidence of recent transactions.

The carrying amount of investments would be an estimated £16.0m higher or £14.8m lower if the discount rate used in the cash flow analysis were to differ by 50 basis points from that used in the fair value calculation. The weighted average discount rate for the portfolio as at 31 March 2008 was 8.08%.

Financial derivatives
Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value. The Company does not apply hedge accounting and, consequently, changes in fair value are recognised immediately in the income statement.

4. Financial risk management

The objective of the Group's financial risk management is to manage and control the risk exposures of its investment portfolio. The Board of Directors has overall responsibility for overseeing the management of financial risks; however, the review and management of financial risks are delegated to the Investment Advisor and the Operator, who have documented procedures designed to identify, monitor and manage the financial risks to which the Group is exposed. This note presents information about the Group's exposure to financial risks, its objectives, policies and processes for managing risk and the Investment Group's management of its financial resources. The Group owns a portfolio of investments predominantly in the subordinated loan notes and ordinary equity of project finance companies. These companies are structured at the outset to minimise financial risks of acquiring and holding the portfolio. The Investment Advisor and Operator primarily focus their risk management on the direct financial risks of acquiring and holding the portfolios, but continue to monitor the indirect financial risks of the underlying projects through representation, where appropriate, on the Boards of the project companies and the receipt of regular financial and operational performance reports.

Interest rate risk
The Group invests in subordinated loan notes of project companies, usually with fixed interest rate coupons. Where floating rate debt is owned the primary risk is that the Group's cash flows will be subject to variation depending upon changes to base interest rates. The portfolio's cash flows are continually monitored and re-forecasted both over the near future (five year time horizon) and the long-term (over the whole period of projects' concessions) to analyse the cash flow returns from investments. The Group has made limited use of borrowings to finance the acquisition of investments and the forecasts are used to monitor the impact of changes in borrowings rates against cash flow returns from investments as increases in borrowing rates will reduce net interest margins.

The Group's policy is to ensure that interest rates are sufficiently hedged to protect the Investment Group's net interest margins from significant fluctuations when entering into material medium / long term borrowings. During the period, the Group did not have any such interest rate hedging arrangements.

The Group has an indirect exposure to changes in interest rates through its investment in project companies, which are financed by senior debt. Senior debt financing of project companies is generally either through floating rate debt or fixed rate bonds. Where senior debt is floating rate, the projects typically have concession length hedging arrangements in place, which are monitored by the project companies' managers, finance parties and boards of directors. Floating rate debt is hedged using fixed floating interest rate swaps.

The carrying amount of interest rate swaps would change by £61.8m if rates changed by 50 basis points.

Inflation risk
The Group's project companies are generally structured so that contractual income and costs are either wholly or partially linked to specific inflation where possible to minimise the risks of a mismatch between income and costs due to movements in inflation indexes. The Group's overall cash flows are estimated to partially vary with inflation. The effects of these inflation changes do not always immediately flow through to the Group's cash flows, particularly where a project's loan note debt carries a fixed coupon and the inflation change flows through by way of dividends.

The carrying amount of RPI swaps would change by £17.7m if rates changed by 50 basis points.

Currency risk
The projects in which the Group invests, all conduct their business and pay interest, dividends and principal in sterling other than two investments which conduct their business and pay interest, dividends and principal in Euros. The Group monitors its foreign exchange exposures using its near term and long term cash flow forecasts. Its policy is to use foreign exchange hedging to provide protection to the level of sterling distributions that the Group aims to pay over the medium term, where considered appropriate. This may involve the use of forward exchange and other currency hedging contracts, as well as the use of Euro and other currency denominated borrowings.

Credit risk
Credit risk is the risk that a counterparty of the Group will be unable or unwilling to meet a commitment that it has entered into with the Group. The Group's direct counterparties are the project companies in which it makes investments. The Group's near term cash flow forecasts are used to monitor the timing of cash receipts from project counterparties. Underlying the cash flow forecast are project company cash flow models, which are regularly updated by project companies and provided to the Operator, for the purposes of demonstrating the projects' ability to pay interest and dividends based on a set of detailed assumptions. Many of the Group's investment and subsidiary entities generally receive revenue from government departments, public sector or local authority clients. Therefore a significant portion of the Group's revenue is with counterparties of good financial standing.

The Group is also reliant on the projects' subcontractors continuing to perform their service delivery obligations such that revenues to projects are not disrupted. The Investment Advisor has a subcontractor counterparty monitoring procedure in place. The credit standing of subcontractors is reviewed, and the risk default estimated for each significant counterparty position. Monitoring is ongoing, and period end positions are reported to the Board on a quarterly basis.

Cash investments and derivative transactions are limited to financial institutions of a suitable credit quality.

No classes within trade and other receivables contain impaired assets. The maximum exposure to credit risk over financial assets is the carrying value of those assets in the balance sheet. As at 31 March 2008, the Group recorded overdue, but not impaired, balances of £2.4m. Of these balances £1.4m is less than three months overdue and £0.3m is more than 12 months old. The balances more than 12 months old have been passed on to suppliers, which is common practice in the industry, and a corresponding trade payable is recorded in the financial statements.

Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient financial resources and liquidity to meet its liabilities when due without incurring unacceptable losses or risking damage to the Group's reputation. The Group's investments are predominantly funded by share capital and short term funding is currently used to finance certain short term obligations.

The Group's investments are generally in private companies in which there is no listed market and, therefore, such investment would take time to realise and there is no assurance that the valuations placed on the investments would be achieved from any such sale process.

The Group's investment companies have borrowings which rank senior to the Group's own investments in the companies. The senior debt is structured such that, under normal operating conditions, it will be repaid within the expected life of the projects. Debt raised by the investment companies from third parties is without recourse to the Group.

The Group's investments may include obligations to meet future subscription amounts. These obligations will typically be supported by standby letters of credit, issued by the Group's bankers in favour of the senior lenders to the Investment companies. Such subscription obligations are met from the Group's financial resources when they fall due.

The Group's banking facilities are currently arranged on an uncommitted basis (except the standby letter of credit facility which is provided until the subscription it supports is due). The facilities are of sufficient size to meet the Group's foreseeable funding requirement and to provide significant headroom available to current banking facilities would be done only on a short term bridging basis, to be refinanced from new equity capital and / or term debt facilities. This arrangement is adopted given the current low level of borrowings and future funding commitments (in the form of the above mentioned subscription obligation), to manage costs including the elimination of commitment fees. Alternative financing arrangements are kept under review for adoption if required.

The table below analyses the consolidated Group's financial liabilities that will be settled on a net basis into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity dates. The amounts in the table are the contracted undiscounted cash flows.

£million	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	More than 5 years
Bank borrowings	86.1	90.0	271.5	1,853.7
Trade and other payables	89.3	2.5	1.5	4.1
Notes	29.7	31.1	94.9	434.4
Listed bonds	22.4	21.4	64.1	335.8
Interest accrual	25.8	-	-	-
Financial derivatives	13.6	17.4	50.6	140.8

Capital management

The capital structure of the Group consists of loans and borrowings, cash and cash equivalents and equity attributable to members of the Company, comprising issued capital, reserves and retained earnings.

The Board's policy when managing capital is to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders, and to sustain the future development of the business. In order to maintain or adjust the capital structure, the Group may issue new shares or raise medium/long term third party debt. Any changes will be considered in the light of the impact they have on shareholders' return on their equity. There were no changes in the Group's approach to capital management during the period. Neither the Company nor any of its subsidiaries are subject to externally imposed capital requirements.

Fair value estimation
The following summarises the significant methods and assumptions used in estimating the fair values of financial instruments:

Non-derivative financial instruments
The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. The Group uses the income approach which discounts the expected cash flows attributable to each asset at an appropriate rate to arrive at fair values. In determining the discount rate, regard is had to risk free rates, the specific risks of each investment and the evidence of recent transactions.

Derivative financial instruments
The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. The quoted market price used for financial assets held by the Group is the current bid price.

Note 2 discloses the methods used in determining fair values on a specific asset/liability basis. Where applicable, further information about the assumptions used in determining fair value is disclosed in the notes specific to that asset or liability.

Classification of financial instruments - Group

	£million
Financial assets	
Designated at fair value through profit or loss	
Investments in fixed assets at fair value through profit or loss	383.2
Financial derivatives	2.8
Financial assets at fair value	386.0
Loans and receivables	
Other investments	80.3
Net investment in finance lease	51.5
Trade and other receivables	1,524.4
Cash and cash equivalents	187.9
Financial assets at amortised cost	1,844.1
Financial liabilities	
Designated at fair value through profit or loss	
Financial derivatives	(109.5)
Financial liabilities at fair value	(109.5)
At amortised cost	
Trade and other payables	(97.5)
Loans and borrowings	(2,351.4)
Financial liabilities at amortised cost	(2,448.9)

5. Interest from investments

For the period 7 August 2007 to 31 March 2008

	£million
Interest from investments at fair value	4.7
Interest from other investments	1.6
Interest from finance lease	1.8
	8.1

6. Gains on investments at fair value

For the period 7 August 2007 to 31 March 2008

	£million
Dividend income from investments	11.8
Fees and other operating income	0.5
Gains on valuation (see Note 14)	11.8
	24.1

7. Service costs

For the period 7 August 2007 to 31 March 2008

	£million
Service costs	61.5
Amortisation of intangible assets (see note 11)	7.3
	68.8

8. Administrative expenses

For the period 7 August 2007 to 31 March 2008

	£million
Fees payable to the Group's auditors for the audit of the Group accounts	0.4
Fees payable to the Group's auditors and its associates for other services:	
The audit of the Company's subsidiaries and other audit related services	0.3
Exchange differences	7.3
Management fees	2.5
Investment fees	2.7
Depreciation (see note 13)	1.5
Impairment of intangible assets (see note 11)	1.9
Other fees	0.2
	16.8

9. Net finance costs

For the period 7 August 2007 to 31 March 2008

	£million
Interest expense:	
Interest on bank loans and overdrafts	(47.1)
Interest on other loans	(15.5)
Other interest payable and finance costs	(2.2)
Change in fair value of RPI swaps	(5.4)
Change in fair value of interest rate swaps	(45.0)
Total interest expense	(115.2)
Interest income:	
Interest on bank deposits	3.6
Interest on interest rate swaps	2.5
Total finance income	6.1
Net finance costs	**(109.1)**

10a. Income tax expense

For the period 7 August 2007 to 31 March 2008

	£million
Current tax:	
UK Corporation tax on profits of the period	(1.8)
Total current tax expense	(1.8)
Deferred tax:	
Origination and reversal of temporary differences	16.1
Total income tax income in the income statement	**14.3**

Subsidiaries in the UK have provided for UK corporation tax at 30% and deferred tax at the rate of 28%. Overseas subsidiaries provided for taxation at the appropriate rates in the countries in which they operate.

10b. Reconciliation of effective tax rate

For the period 7 August 2007 to 31 March 2008

	£million
Loss before taxation	(51.3)
Tax at 30%	15.4
Losses for which no deferred income tax asset was recognised	(6.9)
Dividend income	3.6
Other income not subject to income tax	4.1
Goodwill impairment not deductible for tax	(0.6)
Other expenses not deductible for tax	(0.6)
Impact of change in UK corporation tax rate	(0.7)
Total income tax income in the income statement	**14.3**

10c. Recognised deferred tax assets and liabilities

Deferred tax assets and liabilities are attributed to the following:

Group	**Assets** £million	**Liabilities** £million	**31 March 2008 Net** £million
Finance receivables	-	(244.9)	(244.9)
Finance leases	-	(2.0)	(2.0)
Property, plant and equipment	-	(17.2)	(17.2)
Intangible assets	-	(102.2)	(102.2)
Loans and borrowings	10.2	-	10.2
Other financial liabilities (fair value of derivatives)	29.9	-	29.9
Tax losses	52.8	-	52.8
Other	-	(2.2)	(2.2)
Net deferred tax assets (liabilities)	92.9	(368.5)	(275.6)

Notes to the consolidated financial statements
For the period from 7 August 2007 to 31 March 2008

10d. Deferred tax movements

Group	Acquired in business combination £million	Recognised in profit or loss £million	Exchange movement £million	31 March 2008 £million
Finance receivables	(236.1)	(8.8)	-	(244.9)
Finance leases	(2.0)	-	-	(2.0)
Property, plant and equipment	(15.9)	(0.1)	(1.2)	(17.2)
Intangible assets	(104.2)	2.0	-	(102.2)
Loans and borrowings	10.3	(0.1)	-	10.2
Other financial liabilities (fair value of derivatives)	13.3	16.6	-	29.9
Tax losses	46.1	6.0	-	52.1
Other	(2.2)	-	-	(2.2)
Deferred tax liability	(290.7)	15.6	(1.2)	(276.3)
Deferred tax asset	0.2	0.5	-	0.7
Net deferred tax assets / (liabilities)	**(290.5)**	**16.1**	**(1.2)**	**(275.6)**

The Group has not recognised deferred income tax assets of £6.4m in respect of losses amounting to £23.0m that can be carried forward against future taxable income.

All deferred tax balances fall due after more than one year.

11. Intangible assets

Group	Goodwill £million	Other intangible assets £million	31 March 2008 £million
Cost			
Acquisitions	122.1	372.2	494.3
Exchange movements	0.6	-	0.6
Balance as at 31 March 2008	122.7	372.2	494.9
Amortisation			
Impairment	1.9	-	1.9
Amortisation for the period	-	7.3	7.3
Balance as at 31 March 2008	1.9	7.3	9.2
Carrying amounts			
At 31 March 2008	**120.8**	**364.9**	**485.7**

All operations within Trillium PPP Investment Partners Limited are backed by fixed term contracts. Therefore, management has deemed it appropriate to impair the goodwill relating to those contracts systematically over the life of each service concession arrangement. Additionally, at least annually, 'life of project' discounted cash flow calculations are utilised to determine whether further impairment of the carrying value is required. The contractual structure of PFI projects creates a high degree of predictability across the key cash flow components that form the basis of the project valuations. These calculations are approved at Board level. The following key assumptions were used in the discounted post-tax cash flow projections:

A weighted average discount rate of 8.08% has been used to discount the cash flows of the operations, being the rate implicit in the transaction in October 2007. Growth rate in income of 3.0% has been used to estimate the growth in contract cash flows caused by RPI within the individual concession arrangements.

Notes to the consolidated financial statements
For the period from 7 August 2007 to 31 March 2008

In addition to growth and discount rates, other key assumptions in determining the recoverable amount of goodwill include growth of facilities management costs and other operating costs, risks associated with lifecycle costs (often assumed by the operating sub-contractor), changes in tax rates and changes in senior, equity and subordinated debt funding. The latter is normally established at the outset of the project.

Sensitivity analysis around the assumptions has indicated that if the weighted average discount rate increased by 50 basis points, goodwill would be impaired by £37.5m.

Other intangible assets relate to the customer contracts for the operating subsidiary projects and are primarily attributable to the service portion of the project contracts. Intangibles are amortised on a straight line basis over the remaining life of the concessions concerned (range from between 5 and 53 years). Amortisation of £7.3m is included within service cost expenses in the consolidated income statement.

12. Net investment in finance lease

Group	£million
Non-current	
Finance leases – gross receivables	87.1
Unearned finance income	(36.7)
	50.4
Current	
Finance leases – gross receivables	5.2
Unearned finance income	(4.1)
	1.1
Total net investment in finance leases	**51.5**
Gross receivables from finance leases	
Not later than one year	5.2
Later than one year but not more than five years	21.2
More than five years	65.9
	92.3
Unearned future finance income	(40.8)
Net investment in finance leases	**51.5**

The group has leased out a property under a finance lease which terminates in 2025. The fair value of the Group's finance lease receivable approximates to the carrying amount.

13. Property, plant and equipment

Group	**Operating properties** £million	**Other property, plant & equipment** £million	**31 March 2008** £million
Cost			
Acquisitions	94.3	0.5	94.8
Exchange movements	7.1	0.1	7.2
Balance as at 31 March 2008	101.4	0.6	102.0
Depreciation			
Depreciation for the period	1.4	0.1	1.5
Balance as at 31 March 2008	1.4	0.1	1.5
Carrying amounts			
At 31 March 2008	**100.0**	**0.5**	**100.5**

14. **Fixed assets at fair value**

Group	Equity investments £million	Debt investments £million
Acquisitions	200.6	172.8
Gain on valuation	19.4	(7.6)
Other movements	(3.7)	1.7
Carrying amount at 31 March 2008	**216.3**	**166.9**

The Investment Advisor has carried out fair market valuations of the investments in associates as at 31 March 2008. The valuation has been prepared using discounted cash flows methodology, which is the PFI industry-standard valuation methodology, and which the Investment Advisor considers to be the most appropriate valuation method. The weighted average discount rate was 8.08%, which is the rate implicit in the transaction in October 2007.

All investments are held by intermediate holding companies. Details of investments at 31 March 2008 in which the Group held an interest, all of which are registered and operate in Great Britain, were as follows, including selected data from the most recent set of audited financial statements issued by each entity:

Name	Assets £million	Liabilities £million	Revenue £million	Profit / (Loss) £million	Percentage equity holding
Defence Training Services Limited (2)	91.5	89.4	10.9	0.3	50%
Information Resources (Bournemouth) Limited (3)	15.8	15.1	1.4	0.1	50%
Information Resources (Holdings) Limited (1)	1.5	1.4	0.2	-	50%
South Manchester Healthcare (Holdings) Limited (1)	6.7	6.7	-	-	50%
South Manchester Healthcare Limited (4)	87.9	82.6	17.0	1.6	50%
STC (Milton Keynes) Holdings Limited (1)	-	-	-	-	50%
STC (Milton Keynes) Limited (6)	28.2	27.5	10.4	0.5	50%
Total School Solutions Limited (5)	8.9	9.0	0.7	0.1	50%
Total Schools Solutions (Sandwell) Holdings Limited (1)	1.7	1.7	-	-	50%
Total Schools Solutions (Sandwell) Limited (5)	16.9	16.7	1.0	-	50%
UK Highways M40 Holdings Limited (1)	16.8	13.1	-	-	50%
UK Highways M40 Limited (1)	141.3	134.8	24.9	3.5	50%
United Healthcare (Bromley) Group Limited (1)	55.7	53.7	-	-	50%
United Healthcare (Bromley) Holdings Limited (1)	54.3	53.6	-	3.9	50%
United Healthcare (Bromley) Limited (4)	192.4	188.4	22.1	4.2	50%
United Healthcare (Bromley) Services Limited (4)	40.7	40.7	-	-	50%
Endeavour SCH Holdings Limited (1)	15.1	15.0	35.6	4.2	36%
Endeavour SCH PLC (4)	182.8	171.0	35.6	4.2	36%
Celtic Road Group (Dundalk) Limited (7)	126.0	137.8	15.9	(2.4)	33%
ESP (Holdings) Limited (1)	6.5	6.4	-	-	32.86%

Notes to the consolidated financial statements
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Name	Assets £million	Liabilities £million	Revenue £million	Profit / (Loss) £million	Percentage equity holding
The Edinburgh Schools Partnership Limited [5]	99.4	98.4	8.8	1.1	32.86%
The Hospital Company (Swindon & Marlborough) 2006 Limited [4]	33.7	33.7	-	-	33%
The Hospital Company (Swindon & Marlborough) Group Limited [1]	35.7	33.7	-	-	33%
The Hospital Company (Swindon & Marlborough) Holdings Limited [1]	53.5	53.5	-	3.1	33%
The Hospital Company (Swindon & Marlborough) Limited [4]	194.5	193.3	12.6	2.6	33%
3ED Glasgow Limited [5]	311.1	305.5	27.8	5.5	31%
3ED Holdings Limited [1]	-	-	-	-	31%
D4E Mulberry (Holdings) Limited [1]	0.8	0.8	-	-	30%
D4E Mulberry Limited [5]	7.2	9.9	1.0	-	30%
Newcastle Estate Partnership Holdings Limited [1]	0.1	-	-	-	30%
The Newcastle Estate Partnership Limited [8]	260.7	267.7	32.2	(0.6)	30%
Northlink M1 Limited [7]	€2.9	€1.9	€0.8	€0.8	27%
Octagon Healthcare Funding plc [4]	300.0	299.9	-	-	26.32%
Octagon Healthcare Group Limited [1]	114.1	114.1	-	-	26.32%
Octagon Healthcare Holdings (Norwich) Limited [4]	33.3	31.9	-	-	26.32%
Octagon Healthcare Limited [4]	326.2	320.9	24.4	-	26.32%
Road Management Services (Darrington) Limited [7]	277.3	272.8	33.5	2.4	25%
Road Management Services (Darrington) Holdings Limited [1]	18.7	18.1	-	-	25%
Road Management Services (Finance) plc [7]	246.3	246.3	-	-	25%
Cheshire Custody Services (Holdings) Limited [1]	2.2	2.1	-	-	24.50%*
Cheshire Custody Services Limited [6]	16.9	16.6	2.0	0.3	24.50%*
East London Lift Investments Limited [1]	0.1	0.1	-	-	24.50%*
Criterion Healthcare Holdings Limited [1]	-	-	-	-	19.99%
Criterion Healthcare Plc [4]	74.3	73.8	5.8	-	19.99%
Accommodation Services (Holdings) Limited [1]	23.4	23.3	-	-	19.60%*
Integrated Accommodation Services Plc [2]	447.0	430.0	44.0	4.7	19.60%*
Catalyst Healthcare (Worcester) Holdings Limited [1]	3.2	3.2	-	1.1	16.67%
Catalyst Healthcare Worcester Plc [4]	109.7	102.1	20.5	2.2	16.67%
East London Lift Accommodation Services Limited [1]	46.3	47.3	5.8	-	14.70%*
East London Lift Company Limited [1]	2.4	1.5	0.8	0.2	14.70%*
Albion Healthcare Oxford (Holdings) Limited [1]	5.7	5.7	-	-	12.25%*
Albion Healthcare Oxford Limited [4]	43.5	42.7	3.4	0.3	12.25%*
OCHRE Solutions (Holdings) Limited [1]	8.8	8.8	-	-	9.80%*

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Name	Assets £million	Liabilities £million	Revenue £million	Profit / (Loss) £million	Percentage equity holding
OCHRE Solutions Limited (1)	128.7	128.6	54.3	58.8	9.80%*
Lift Healthcare Investments Limited (1)	2.0	1.9	-	-	8.33%*
BBG Holdco Limited (1)	-	-	-	-	5%*
BBG Lift Accommodation Services Limited (2)	40.5	41.2	1.2	0.4	5%*
BHH Holdco Limited (1)	-	-	-	-	5%*
BHH Lift Accommodation Services Limited (2)	26.8	27.9	1.4	(0.5)	5%*
Bexley, Bromley & Greenwich Lift Company Limited (1)	1.8	1.4	0.5	0.2	5%*
Brent, Harrow & Hillingdon (BHH) LIFT Company Limited (1)	1.7	1.5	1.1	0.1	5%*
Healthcare Improvement Partnership (Wolverhampton City and Walsall) Limited (1)	1.1	0.7	0.6	0.1	5%*
Wolverhampton City and Walsall Holdco Limited (1)	-	-	-	-	5%*
Wolverhampton City and Walsall Lift Accommodation Services Limited (2)	12.4	13.5	1.4	(0.3)	5%*

Nature of business
(1) Holding company
(2) Property management and services
(3) Library services
(4) Hospital services
(5) School services
(6) Prison accommodation
(7) Road investment
(8) Estates management

* The Group considers that it has significant influence over entities with holdings of less than 20% because it has significant influence over intermediate parent undertakings of those entities.

15. Other investments

Group	£million
Loans acquired	80.6
Repayments	(0.4)
Amortisation	(0.1)
Exchange movements	0.2
Carrying amount at 31 March 2008	**80.3**

Other investments primarily represents 100% of senior debt investment in Defence Training Services Limited (£78.5m), which bears interest at LIBOR + 90 basis points and matures in 2029. The remaining balance represents a small portfolio of loan notes with maturities up to 2009.

16. Investment in subsidiary undertakings

Company	£million
At 7 August 2007	-
Acquisitions	305.1
Additions	539.5
At 31 March 2008	844.6

On 7 August 2007, the Company purchased the entire share capital of Trillium PPP Investment Partners No.2 Limited and Trillium PPP Investment Partners No.3 Limited for £1 each.

On 31 October 2007, the Company acquired the entire share capital and loan notes of PFI Investments Limited for consideration of £113.5m and the entire share capital and loan notes of Trillium (Community Health) Limited for consideration of £165.2m, both from Secondary Market Infrastructure Fund UK LP.

On 13 December 2007, the Company acquired the beneficial interest in the Class Z Secured Deferrable Variable Rate Notes, constituted by a trust deed between Land Securities Trillium Senior Funding plc and Citicorp Trustee Company Limited. Further details of this transaction are provided in note 17.

Additions represents long-term loans advanced to subsidiary undertakings and capitalised interest on loan investments.

A list of the subsidiary undertakings owned by Group companies is included in note 27.

17. Acquisitions

On 31 October 2007, the Group acquired for cash a portfolio of entities investing in companies that provide property partnerships with public sector organisations, encompassing Public Private Partnership ("PPP") markets in the United Kingdom and Western Europe. A list of the subsidiary undertakings acquired by Group companies is included in note 27. A description of the acquired businesses can be found in note 26. Management considers it appropriate to disclose the purchase of fixed assets at fair value through profit or loss as having been 'acquired' as the sale and purchase agreement incorporates both subsidiary and associated undertakings.

From the date of acquisition to 31 March 2008, the acquired entities contributed £140.8m to total income and generated a loss of £50.8m before tax. If the Company had acquired the portfolio of entities at the beginning of the financial period, the acquired portfolio of entities would have contributed an estimated £220.1m to total income and a £51.8m loss before tax. These amounts have been calculated using the Group's accounting policies and by adjusting the results of the subsidiaries to assume that the fair value adjustments have applied from 7 August 2007.

The assets and liabilities arising from the acquisition, provisionally determined, are as follows:

	Book value at acquisition £million	Fair value adjustments £million	Provisional fair value acquired £million
Finance receivables	1,284.8	210.5	1,495.3
Intangible assets	-	372.2	372.2
Fixed assets at fair value through profit or loss	336.8	-	336.8
Other investments	1.5	-	1.5
Property, plant and equipment	37.9	56.9	94.8
Cash and cash equivalents	129.7	-	129.7
Finance lease receivables	44.9	7.3	52.2
Borrowings	(1,339.1)	(36.7)	(1,375.8)
Other net current liabilities	(15.1)	9.5	(5.6)
Deferred tax liabilities	(115.5)	(175.2)	(290.7)
Other non-current liabilities	(48.1)	-	(48.1)
Derivatives at fair value through profit or loss	(47.4)	-	(47.4)
Net assets	270.4	444.5	714.9
Minority interests	18.6	(27.9)	(9.3)
Net assets acquired	289.0	416.6	705.6
Goodwill			123.5
Total consideration, satisfied in cash			829.1
Fair value of consideration for equity acquired			378.5
Fair values of consideration for loan notes acquired			450.6
			829.1
Cash acquired			(129.7)
Net cash outflow			699.4

The book value at acquisition of carrying amounts was determined based on IFRS. The values of assets and liabilities recognised on acquisition are their estimated fair values. Fair values were determined using the Discounted Cash Flows methodology, which discounts the expected cash flows attributable to each asset at an appropriate rate to arrive at fair values. In determining the discount rate, regard is had to risk free rates, the specific risks of each investment and the evidence of recent transactions.

In determining the fair value of finance receivables, intangibles and other assets acquired, the Group applied a discount rate of 6.425%. For financial liabilities acquired, the Group applied a weighted average discount rate of 5.776%.

Provisional goodwill principally arises from deferred taxation liabilities which are not discounted under IFRS. The acquired entities possess significant taxation losses which defer the taxation expense, yet are required to recognise an undiscounted deferred taxation liability under IFRS.

The values in the table above are provisional, pending finalisation of the fair values attributable, and will be finalised in the year ending 31 March 2009.

On 13 December 2007, the Group acquired for cash the entire beneficial interest in and to the Class "Z" Secured Deferrable Variable Rate Notes, constituted by a trust deed between Land Securities Trillium Senior Funding plc and Citicorp Trustee Company Limited entered into on 7 December 2007.

Land Securities Trillium Senior Funding plc was established as a special purpose company as part of a securitisation transaction to issue secured floating rate notes due April 2050 and to apply the proceeds of such issuance to acquire loans to private finance initiative projects secured by first charges over the assets of the borrowers.

From the date of acquisition to 31 March 2008, the acquired entities contributed £0.8m to total income and generated £0.8m profit before tax. Land Securities Trillium Senior Funding plc was incorporated on 19 October 2007. If the Company had acquired the Z Notes at the beginning of the financial period, the contribution to total income and to profit before tax would not differ from the recognised profit.

The assets and liabilities arising from the acquisition, provisionally determined, are as follows:

	Book value at acquisition £million	Fair value adjustments £million	Provisional fair value acquired £million
Fixed asset at fair value through profit or loss	25.0	11.6	36.6
Other investments	71.2	7.9	79.1
Cash and cash equivalents	2.0	-	2.0
Deferred tax asset	0.2	-	0.2
Derivatives at fair value through profit or loss	(8.7)	-	(8.7)
Borrowings	(80.0)	-	(80.0)
Net assets acquired	9.7	19.5	29.2
Goodwill			(1.4)
Total consideration, satisfied in cash			27.8
Fair value of consideration for the Z Notes			27.8
Cash acquired			(2.0)
Net cash outflow			25.8

The book value at acquisition of carrying amounts was determined based on IFRS. The values of assets and liabilities recognised on acquisition are their estimated fair values. Fair values were determined using the Discounted Cash Flows methodology, which discounts the expected cash flows attributable to each asset at an appropriate rate to arrive at fair values. In determining the discount rate, regard is had to risk free rates, the specific risks of each investment and the evidence of recent transactions.

In determining the fair value of senior debt and other assets acquired, the Group applied discount rates of between 6.425% and 8.160%.

Provisional negative goodwill principally arises from the excess of the fair value of net assets acquired over the purchase consideration.

The values in the table above are provisional pending finalisation of the fair values attributable, and will be finalised in the year ending 31 March 2009.

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18. Trade and other receivables

	Group 31 March 2008 £million	Company 31 March 2008 £million
Non-current		
Finance receivables	1,461.9	-
Current		
Trade receivables	17.7	0.3
Amounts receivable from subsidiary undertakings	-	0.4
Finance receivables	25.0	-
Prepayments and other income	19.8	81.2
	62.5	81.9
	1,524.4	**81.9**

Company trade receivables of £0.3m represent amounts due from related undertakings.

Management considers that the carrying value of current trade and other receivables approximates the fair value. The fair value of non-current finance receivables at 31 March 2008 is £1,538.6m.

19. Cash and cash equivalents

	Group 31 March 2008 £million	Company 31 March 2008 £million
Bank balances	127.3	23.8
Call deposits	60.6	12.0
Cash and cash equivalents	**187.9**	**35.8**

Cash and cash equivalents include highly liquid investments with maturities of three months or less.

At the balance sheet date, £78.0m of bank balances were subject to contractual restrictions limiting cash usage as follows:

	Group 31 March 2008 £million	Company 31 March 2008 £million
Debt service reserves	33.9	-
Lifecycle maintenance reserves	36.7	-
Other restricted reserves	7.4	-
Bank balances subject to contractual restrictions	**78.0**	**-**

One of the contractual conditions of the acquisition of the Z notes of Land Securities Trillium Senior Funding plc is that the Company is unable to make any distributions until a reserved amount is set aside to the value of 2% of outstanding loans (Note 17). It is anticipated that this amount will be achieved in the following accounting period.

20. Trade and other payables

	Group 31 March 2008 £million	Company 31 March 2008 £million
Current		
Trade payables	18.9	0.4
Accruals and deferred income	14.2	12.9
Other payables	56.2	19.0
	89.3	32.3
Non-current		
Accruals and deferred income	8.2	-
	8.2	**-**

There are no material differences between the carrying value and fair value of trade and other payables as at 31 March 2008.

21. Loans and borrowings

	Group 31 March 2008 £million	Company 31 March 2008 £million
Non-current liabilities		
Bank borrowings	1,234.1	466.6
Subordinated debt	499.2	473.1
Notes	318.6	-
Secured 3.92% index linked bonds 2029	71.9	-
Secured 3.003% index linked guaranteed bonds 2031	133.9	-
Secured 3.82% index linked bonds 2027	33.6	-
	2,291.3	**939.7**
Current liabilities		
Bank borrowings	15.7	-
Subordinated debt	0.2	-
Notes	8.6	-
Secured 3.92% index linked bonds 2029	2.6	-
Secured 3.003% index linked guaranteed bonds 2031	5.5	-
Secured 3.82% index linked bonds 2027	1.7	-
Interest accrual	25.8	-
	60.1	**-**
Total loans and borrowings	**2,351.4**	**939.7**

Terms and debt repayment schedule

The terms and conditions of outstanding loans were as follows:

Group	**Weighted average effective interest rate**	**Average number of years to maturity**	**Carrying amount** £million	**Fair value** £million
Secured bank borrowings	6.5%	19.5	1,249.8	1,202.0
Secured notes	6.6%	18.1	327.2	327.2
Secured index linked bonds	3.1%	21.9	249.2	301.7
Unsecured subordinated debt	4.4%	57.1	499.4	498.1
	5.7%	27.6	2,325.6	2,329.0

Company	Weighted average effective interest rate	Average number of years to maturity	Carrying amount £million	Fair value £million
Secured bank borrowings (GBP)	6.6%	27.0	408.3	408.3
Secured bank borrowings (EUR)	5.4%	27.0	58.3	58.3
Unsecured subordinated debt	7.3%	31.8	473.1	473.1
	6.7%	28.8	939.7	939.7

All Group borrowings are denominated in sterling, except for £78.5m Euro secured bank borrowing.

Bank borrowings are secured by fixed and floating charges over the respective subsidiary companies' assets.

The secured notes are subject to mandatory redemption in part on each interest payment date. If not otherwise redeemed or purchased the notes will be redeemed at their principal amount outstanding on the interest payment date falling in 2050. The notes are secured by fixed and floating charges over the assets of various subsidiary undertakings.

The bonds are secured by fixed and floating charges over the assets of the respective subsidiary company. The bonds are indexed at 31 December using RPI figures published by the Office for National Statistics. Interest and indexation of £7.7m was charged to the Consolidated income statement in respect of public bonds.

The Group and Company have the following undrawn borrowing facilities at 31 March 2008:

Floating rate:	Group £million	Company £million
Secured		
- expiring within one year	3.2	-
- expiring within two to five years	0.3	-
- expiring after more than five years	610.2	599.4
	613.7	**599.4**

22. **Financial derivatives**

Group	31 March 2008 £million
Non-current assets	
Interest rate swaps	2.8
Non-current liabilities	
Interest rate swaps	(109.5)
	(106.7)

Financial liabilities have been fair valued in accordance with Note 2(d). The loss in fair values of interest rate swaps and RPI swaps of £45.0m and £5.4m respectively for the period ended 31 March 2008 is disclosed within finance costs in the consolidated income statement (see Note 9). In order to manage exposure to movements in interest rates, project companies financed by floating rate debt swap their floating rate exposure for fixed rates using interest rate swaps. The notional amounts of the outstanding interest rate swap contracts at 31 March 2008 were £1,925.0m. As at 31 March 2008, the fixed interest rates on the swaps range from 4.53% to 7.78% and maturities range from 1 to 28 years.

In order to manage exposure to movements in RPI, project companies with service income linked to RPI swap a part of their variable RPI exposure for fixed RPI rates using RPI swaps. The notional amounts of the outstanding RPI swap contracts at 31 March 2008 were £7.0m. As at 31 March 2008, the fixed RPI on the swaps range from 2.13% to 3.05% and the maturities range from 16 to 27 years.

23. Share capital

Company	Number of authorised shares	Number of shares issued	Ordinary shares £
Issued during the period for cash	100	1	1
At 31 March 2008	**100**	**1**	**1**

The ordinary shares have a par value of £1 and all authorised issued shares are fully paid. The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company.

24. Related party transactions

Equity investments are held in the Group's ultimate parent entity, Trillium PPP Investment Partners LP, by the following entities that have had significant transactions with the Group during the period:

	Percentage equity holding in Trillium PPP Investment Partners LP
LST PPP LP Limited (part of the Land Securities Group PLC group ("Land Securities"))	10.0%
Uberior Infrastructure Investments (No.2) Limited (part of the HBOS plc group ("HBOS"))	20.1%
Lloyds TSB Leasing (No.3) Limited (part of the Lloyds TSB Group plc group ("Lloyds TSB"))	10.0%

On 31 October 2007 the Group acquired a portfolio of entities from sellers that were part of Land Securities.

On 7 December, 2007, Land Securities Trillium Senior Funding plc issued secured floating rate notes to the value of £344.9m to a company within HBOS. Land Securities Trillium Senior Funding plc was acquired by the Group on 13 December 2007.

Details of the above two acquisitions are provided in Note 17.

A multicurrency term and letter of credit facility agreement was entered into on 9 November 2007 jointly (50% each) with an HBOS company and a Lloyds TSB company, borrowings from which were used to leverage the Group. Draw downs from this facility amounted to £414.0m and €73.1m (£58.3m) during the period from 9 November 2007 to 31 March 2008.

Other related party transactions during the period and balances at 31 March 2008 were as follows:

(a) Transactions with entities with joint control

Land Securities

	Transactions during the period £million	Balance at 31 March 2008 £million
Fees and other expenses	1.9	0.2

Fees and other expenses primarily represents management and consultancy fees payable to Trillium Asset Management Limited, an entity controlled by Land Securities Group.

HBOS

	Transactions during the period £million	Balance at 31 March 2008 £million
Bank borrowings*	-	276.7
Notes*	-	343.1
Cash and cash equivalents	-	37.9
Interest payable (net of interest receivable)	13.1	5.9
Fees and other expenses	0.1	2.9

Lloyds TSB

	Transactions during the period £million	Balance at 31 March 2008 £million
Bank borrowings*	-	236.2
Cash and cash equivalents	-	42.5
Interest payable (net of interest receivable)	4.2	3.2
Fees and other expenses	0.1	2.8

* Balances exclude unamortised transaction costs.

At 31 March 2008 the Group has undrawn committed borrowing facilities expiring after more than 5 years of £52.1m with HBOS and £52.1m with Lloyds TSB.

(b) Transactions with the Group's parent (Trillium PPP Investment Partners Holdings Limited)

	Transactions during the period £million	Balance at 31 March 2008 £million
Subordinated loan – interest bearing	-	280.9
Subordinated loan – zero coupon	-	192.2
Interest payable	5.9	5.9

(c) Transactions with fixed assets at fair value through profit or loss

The carrying amount of investments in fixed assets at fair value through profit or loss in the balance sheet at 31 March 2008 was £383.2m as shown in note 14.

Amounts receivable from fixed assets at fair value through profit or loss during the period were as follows:

	Transactions during the period £million
Dividends receivable	11.8
Interest receivable on subordinated debt	4.7
Directors' fees	0.5

Notes to the consolidated financial statements
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(d) Transactions with Directors

The Directors of the Group received fees for their services from a Land Securities entity. As reported in part (a) of this note, management and consultancy fees are paid to a Land Securities entity which cover, among other things, the services of the Directors.

(e) Post balance sheet events with related parties

On 6 June 2008, 18 July 2008 and 13 November 2008 the Group made acquisitions of entities, or increased the Group's interest in entities, from sellers that were part of Land Securities. These acquisitions are detailed in note 28.

Draw downs from the HBOS and Lloyds multicurrency term and letter of credit facility were made on 11 July 2008 (£53.9m) and 30 October 2008 (£10.0m).

(f) Company information

(i) Transactions with entities with joint control

HBOS

	Transactions during the period £million	Balance at 31 March 2008 £million
Bank borrowings*	-	236.2
Interest payable (net of interest receivable)	3.2	-
Fees and other expenses	2.8	-

Lloyds

	Transactions during the period £million	Balance at 31 March 2008 £million
Bank borrowings*	-	236.2
Cash and cash equivalents	-	35.8
Interest payable (net of interest receivable)	3.2	-
Fees and other expenses	2.8	-

At 31 March 2008, the Company has undrawn committed borrowing facilities expiring after more than 5 years of £52.1m with HBOS and £52.1m with Lloyds TSB.

(ii) Transactions with the Company's parent undertaking

	Transactions during the period £million	Balance at 31 March 2008 £million
Subordinated loan – interest bearing	-	280.9
Subordinated loan – zero coupon	-	192.2
Interest payable	5.9	-

(iii) Transactions with subsidiary and associated undertakings

The investment in subsidiary undertakings is £844.6m as shown in note 16. Amounts due from subsidiary undertakings is £61.8m.

	Transactions during the period £million
Interest on subordinated debt from subsidiaries	15.2
Directors' fees from subsidiaries	0.3
Directors' fees from associated undertakings	0.3

All of the above transactions were undertaken on an arm's length basis.

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25. Guarantees and other commitments

As at 31 March 2008 the Group had no guarantees and other commitments.

26. Service Concession Arrangements

The Group holds investments in 95 service concession arrangements in the Accommodation, Education, Health and Law and Order sectors. The concessions vary on the obligation required but typically require the financing and operation of an asset during the concession period. All projects are fully operational.

The rights of both the concession provider and concession operator are stated within the specific project agreement. The standard rights of the provider to terminate the project include poor performance and in the event of force majeure. The operator's rights to terminate include the failure of the provider to make payment under the agreement, a material breach of contract and relevant changes of law which would render it impossible for the service company to fulfil its requirements.

Project	Short description of concession arrangements	Contract end date	Break points	Contract term (years)	Project capex
Bournemouth Library	Design, construct, operate and maintain a new library in accordance with the terms of an agreement with Bournemouth Borough Council.	2032	-	30	£8m
Bromley Hospital	Design, construct, operate and maintain Bromley Hospital for Bromley Hospitals NHS Trust	2037	-	37	£139m
D&G Hospital	Design, construct, operate and maintain a new acute general hospital in accordance with the terms of an agreement with Dartford and Gravesham NHS Trust.	2030	-	30	£119m
Norfolk & Norwich University Hospital	Design, construct, operate and maintain a new 953 bed acute hospital in accordance with the terms of an agreement with Norfolk & Norwich University Hospital NHS Trust	2061	Years 25, 40 and 50	60	£181m
South Tees Hospital	Design, construct, operate and maintain South Tees Acute Hospital Single Site Project on behalf of South Tees Acute Hospital NHS Trust	2029	-	30	£122m
Swindon Hospital	Design, construct, operate and maintain Great Western Hospital on behalf of Swindon & Marlborough NHS Trust	2029	-	30	£100m
Falkirk Schools	Design, construct, operate and maintain 5 secondary Schools on behalf of Falkirk Council (Bo'ness Academy, Graeme High School, Braes High School, Larbert High School and Dawson Park School).	2025	-	25	£69m

Project	Short description of concession arrangements	Contract end date	Break points	Contract term (years)	Project capex
Milton Keynes STC	Design, construct, operate and maintain Oakhill Secure Training Centre in Milton Keynes	2029	-	25	£20m
Army Foundation College	Design, construct, operate and maintain Army Foundation College in Harrogate for The Secretary Of State For Defence	2029	-	29	£65m
Birmingham Hospital	Design, construct, operate and maintain the Ambulatory Care Centre in Birmingham.	2034	-	29	£33m
Bridlington Schools	Design, construct, operate and maintain 6 Schools on behalf of The East Riding of Yorkshire Council	2028	-	25	£23m
Brighton Schools	Design, construct, operate and maintain Patcham High School, Dorothy Stringer and Varndean Schools on behalf of Brighton & Hove City Council	2028	-	26	£15m
Debden Schools	Design, construct, operate and maintain Debden Park High School in Loughton, Essex	2026	-	25	£17m
Kenton Schools	Design, construct, operate and maintain JFS School in Kenton, North London	2027	-	25	£32m
Kirklees Schools	Refurbishment and maintenance of 20 schools in Kirklees area	2033	-	27	£45m
Liverpool Schools	Design, construct, operate and maintain 18 schools in the Liverpool area	2031	-	30	£59m
Richmond Schools	Design, construct, operate and maintain 4 schools in the Richmond area	2032	-	30	£22m
Salford SEN Schools	Design, construct, operate and maintain 3 special needs schools (New Park High School, Chatsworth High School and Oakwood High School) on behalf of Salford City Council	2030	-	26	£20m
Sunderland Schools	Design, construct, operate and maintain Sandhill Community Learning Centre in Sunderland	2027	-	25	£17m
Torbay Schools	Design, construct, operate and maintain Westlands and Homelands Primary School on behalf of The Council of the Borough of Torbay	2027	-	27	£14m
UCL Cruciform	Refurbished medical school accommodation for University College London	2024	-	25	£28m
Wirral Schools	New, remodelled & refurbished - 8 secondary schools & 1 primary school on behalf of Metropolitan Borough of Wirral	2031	-	25	£79m

Project	Short description of concession arrangements	Contract end date	Break points	Contract term (years)	Project capex
Sheffield Schools	Design, construct, operate and maintain Hinde House School and King Ecgbert School within Sheffield.	2030	-	26	£26m
Newcastle Estates Partnership	Redevelopment of the Newcastle Estate, Inland Revenue/DSS to enter into a series of 25 year occupational leases.	2031	-	25	£235m
Staffs Children's Home	Design, construct, operate and maintain 3 children's care homes in Stafford, Cannock and Burton.	2027	-	22	£4m
St David's Hospital	Design, construct, operate and maintain St Davids Hospital in Cardiff on behalf of Cardiff & Vale NHS Trust	2030	-	30	£12m
M40 Road	Design, construct, operate and maintain one of two main arterial roads between London & Birmingham	2027	-	30	£73m
Baglan Moor Hospital	Design, construct, operate and maintain Neath Port Talbot Hospital (new acute general hospital) in South Wales on behalf of Bro Morgannwg NHS Trust	2030	-	30	£70m
Hereford Hospital	Design, construct, finance and operate an acute care facility at Hereford on behalf of Hereford Hospitals NHS Trust	2029	-	30	£65m
Wolverhampton Hospital	Design, construct, finance and operate a Radiology unit at New Cross Hospital in Wolverhampton	2032	-	30	£11m
Drumglass School	Design, construct, finance and operate Drumglass High School in Dungannon, Northern Ireland	2025	-	25	£6m
Agecroft Properties	Leasing of commercial property (HMP Forestbank and YOI Forestbank)	2024	-	26	Nil
Glasgow Schools	Design, construct, finance and operate 30 schools on behalf of Glasgow City Council	2030	-	30	£225m
Edinburgh Schools	Design, construct, finance and operate 19 schools in Edinburgh on behalf of The City of Edinburgh Council	2033	-	32	£109m
Mulberry School	Design, construct, finance and operate Mulberry Girls School in Tower Hamlets	2029	-	27	£14m
Staffordshire Schools	Design, construct, finance and operate Cooper Perry High School & Sir Graham Balfour High School	2026	-	25	£14m

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Project	Short description of concession arrangements	Contract end date	Break points	Contract term (years)	Project capex
Fazakerley Prison	Design, construct, finance and operate a 600-place prison at Fazakerley, Merseyside. On 26 May 2006 an Amending Agreement increased the scope of the project by an additional 180-place houseblock, increasing the total number of places to 780.	2023	-	28	£72m
Onley Prison	Design, construct, finance and operate HMP Rye Hill, a 600 place prison at Onley, Nr Rugby.	2026	-	26	£39m
Cookham Wood STC	Design, construction and management services, including related financing arrangements, for a secure training centre for juveniles, STC Medway, near Rochester, Kent.	2013	-	16	£9m
Onley STC	Design, construct, finance and operate DCMF Secure Training Centre at Onley (Rainsbrook STC) on behalf of Her Majesty's Principal Secretary of State for the Home Department	2014	-	15	£8m
Manchester Courts	Design, construct, finance and operate serviced accommodation for magistrates' courts in Manchester, together with associated development and facilities, and the provision of maintenance and operation of the same.	2029	-	28	£29m
New Accommodation Project, Cheltenham	Design, construct, finance and operate rationalised, redeveloped accommodation for GCHQ on their existing sites at Benhall and Oakley.	2030	-	30	£0.4m
North Wiltshire Education	Design, construct, finance and operate Abbeyfield senior school, Malmesbury Upper School and Wootton Bassett Senior School in Wiltshire	2032	-	30	£34m
Cheshire Custody Services - Middlewich	Design, construct, finance and operate a Lead Custody Facility at Middlewich for Cheshire Police Authority.	2034	-	30	£6m
Cheshire Custody Services - Runcorn	Design, construct, finance and operate Area Custody Facilities at Runcorn for Cheshire Police Authority.	2034	-	30	£6m
Cheshire Custody Services - Blacon	Design, construct, finance and operate Area Custody Facilities at Blacon for Cheshire Police Authority.	2034	-	30	£5m

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Project	Short description of concession arrangements	Contract end date	Break points	Contract term (years)	Project capex
Albion Healthcare (Oxford) Limited	Design, construct, finance and operate serviced accommodation for a specialist orthopaedic hospital in Oxford.	2037	-	35	£40m
East London LIFT - Church Road - Manor Park Centre	Design, construct, finance and operate a 1,340m² One Stop Primary Care Centre to replace the existing Church Road Health Centre at 30 Church Road, Manor Park, London E12 6AQ.	2029	-	26	£3m
East London LIFT - Barking Road - Boleyn Care Centre	Design, construct, finance and operate a Primary Healthcare Centre at 152 Barking Road, East Ham, London E6 3BA	2030	-	26	£5m
East London LIFT - Frail Elders - East Ham Care Centre	Design, construct, finance and operate a Frail Elders Hospital as a replacement for a former Mental Health Hospital at East Ham Memorial Hospital, Forest Gate, London E7 8AL	2031	-	26	£16m
East London LIFT - Barkantine	Design, construct, finance and operate Barkantine One Stop Primary Care Centre to replace the existing GP Clinic at Westferry Road, London E14 8JH	2032	-	27	£10m
East London LIFT – Children's Development Centre - Hackney	Design, construct, finance and operate a 2,360m² Children's Development Centre at the junction of Cecilia Road and Downs Park Road, Hackney, London E8	2033	-	27	£7m
East London LIFT - Specialist Addiction Unit at Mile End Hospital, Bancroft Road	Design, construct, finance and operate a new Specialist Addiction Unit as a redevelopment of the site of an existing office block and car park at Mile End Hospital, Bancroft Road, London E1 1DG	2031	-	26	£6m
East London LIFT - Vicarage Lane Primary Care Centre	Design, construct, finance and operate Vicarage Lane Primary Care Centre	2033	-	26	£9m
Brent Harrow & Hillingdon LIFT - Monks Park	Design, construct, finance and operate a Healthcare Centre at Monks Park in the Brent area.	2031	-	26	£2m
Brent Harrow & Hillingdon LIFT - Alexandra Avenue Health & Social Care Centre	Design, construct, finance and operate a Primary Healthcare Centre at Alexandra Avenue in the Harrow area.	2031	-	26	£5m
Brent Harrow & Hillingdon LIFT - Sudbury	Design, construct, finance and operate a Primary Healthcare Centre at Sudbury in the Brent area.	2032	-	26	£5m

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Project	Short description of concession arrangements	Contract end date	Break points	Contract term (years)	Project capex
Brent Harrow & Hillingdon LIFT - Mount Vernon	Design, construct, finance and operate a Primary Healthcare Centre at Mount Vernon in the Hillingdon area.	2033	-	27	£13m
Bromley Bexley & Greenwich LIFT - Beckenham Beacon	Design, construct, finance and operate a Healthcare Centre on the site of Beckenham Hospital.	2034	-	29	£32m
Bromley Bexley & Greenwich LIFT - Garland Road	Design, construct, finance and operate a Primary Healthcare Centre at Garland Road in Greenwich.	2031	-	26	£2m
Bromley Bexley & Greenwich LIFT - Lakeside	Design, construct, finance and operate a Primary Healthcare Centre at Lakeside.	2032	-	26	£6m
Wolverhampton & Walsall LIFT - Phoenix Centre	Design, construct, finance and operate a Primary Care Centre.	2031	-	27	£3m
Wolverhampton & Walsall LIFT - Gem Centre	Design, construct, finance and operate a Primary Healthcare Centre at Bentley Bridge in Wolverhampton.	2031	-	27	£6m
Oxford Churchill Hospital	Design, construct, finance and operate Oxford Churchill New District General Hospital for Oxford Radcliffe Hospitals NHS Trust	2038	-	30	£130m
Royal Hull Hospital	Design, construct, finance and operate Hull Women's and Children Hospital in Kingston upon Hull on behalf of Hull & East Yorkshire Hospitals NHS Trust	2033	-	30	£23m
South Manchester Hospital	Design, construct, finance and operate Wythenshaw Hospital on behalf of South Manchester University Hospital NHS Trust	2033	-	35	£66m
CHF Oxford	Design, construct, finance and operate Oxford Littlemore medium secure psychiatric unit on behalf of the Oxfordshire & Buckinghamshire Mental Health Partnership NHS Trust	2024	-	25	£8m
Chiltern Securities – Abergavenny	Design, construct, finance and operate Abergavenney Day Surgery & Endoscopy Primary Care Centre	2024	-	25	£3m
Chiltern Securities – Marlborough	Design, construct, finance and operate Marlborough Community Hospital	2035	-	30	£5m
Chiltern Securities – Monmouth	Design, construct, finance and operate Monmouth Community Hospital	2036	-	30	£4m
Chiltern Securities – North Kirklees	Design, construct, finance and operate 5 Healthcare Facilities in North Kirklees	2035	-	30	£20m

Project	Short description of concession arrangements	Contract end date	Break points	Contract term (years)	Project capex
Chiltern Securities – Redruth Facilities	Design, construct, finance and operate Redruth Mental Health Facility	2033	-	30	£7m
Chiltern Securities – Withernsea Facilities	Design, construct, finance and operate Withernsea Community Hospital	2033	-	35	£3m
Berlin Embassy	Design, construct, finance and operate British Embassy in Berlin	2030	-	32	€32m
Avon & Wiltshire Community Hospital	Design, construct, finance and operate 6 Mental health facilities for Avon & Wiltshire Mental Health Partnership NHS Trust	2036	-	32	£64m
Bexley Community Hospital	Design, construct / refurbish, finance and operate 6 Mental health facilities for Oxleas NHS Foundation Trust and Queen Mary's Sidcup NHS Trust.	2025	-	27	£11m
Black Country Community Hospital	Design, construct, finance and operate Mental health facilities at Hallam Street Hospital for Sandwell Mental NHS and Social Care Trust	2025	Year 25	27	£5m
Epping Community Hospital	Design, construct, finance and operate St Margaret's Community Hospital for West Essex Primary Care Trust	2035	-	30	£14m
Essex & Herts Community Hospital	Design, construct, finance and operate Herts & Essex Community Hospital for East & North Hertfordshire NHS Primary Care Trust	2033	-	32	£11m
Hertford Community Hospital	Design, construct, finance and operate Hertford community hospital for East & North Primary Care Trust Hertfordshire NHS	2033	-	30	£9m
Liskeard Community Hospital	Design, construct, finance and operate Liskeard community hospital for Cornhall and Isles of Scilly NHS Primary Care Trust	2033	-	30	£7m
Lymington Community Hospital	Design, construct, finance and operate Lymington New Forest Cottage Hospital for Hampshire Primary Care Trust	2036	-	32	£29m
Redbridge Community Hospital	Design, construct, finance and operate Chapter House & Barley Court Mental health facilities at Goodmayes Hospital for North East London Mental Health Trust	2032	-	30	£9m
South Essex Community Hospital	Design, construct, finance and operate Clifford Lodge and Rawreth Court Elderly Mentally Infirm Homes for South Essex Partnership NHS Foundation Trust	2033	-	30	£6m

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Project	Short description of concession arrangements	Contract end date	Break points	Contract term (years)	Project capex
West Mendip Community Hospital	Design, construct, finance and operate Mendip Community Hospital for Somerset Primary Care Trust	2035	-	30	£7m
Worcester Hospital	Design, construct, finance and operate New District Hospital at Worcester Royal Infirmary on behalf of Worcestershire Acute Hospitals NHS Trust	2031	-	30	£100m
Gravesham Community Hospital	Provision of healthcare facilities and other services to Dartford and Gravesend NHS Trust	2036	-	30	£19m
Kingston Community Hospital	Development, funding, construction and operation of serviced student halls of residence, for Kingston University	2038	-	34	£13m
Northants Community Hospital	Provision of healthcare facilities and associated services to Northamptonshire Healthcare NHS Trust	2035	-	30	£6m
Rotherham Community Hospital	Provision of healthcare facilities and services related to its operation for the Rotherham Primary Care Trust	2024	-	25	£2m
Stonehouse Community Hospital	Design, construct, finance and operate Stonehouse Community Hospital for Kent and Medway NHS and Social Care Trust	2036	-	29	£10m
Sandwell	Design, construct, finance and operate 5 schools on behalf of The Borough Council of Sandwell	2029	-	25	£17m
A1 Road	Design, build, finance and operate with the Secretary of State for Transport, to upgrade a section of the A1 (M) in Yorkshire.	2036	-	33	£203m
Bishop Auckland	Design, construct, finance and operate Bishop Auckland Hospital on behalf of County Durham & Darlington NHS Foundation Trust	2032	-	33	£60m
Dundalk (Ireland)	Operation, maintenance and financing of a road network in Ireland, known as the M1/N1	2034	-	30	€111m

27. **Subsidiaries**

All subsidiaries operate and are registered in Great Britain except as noted, and all subsidiaries are included within the consolidation. All investments are of ordinary shares.

Name	Nature of business	Accounting reference date	Percentage ownership
Owned directly by Trillium PPP Investment Partners Limited			
PFI Investments Limited	Intermediate holding company	31 March	100%
Trillium (Community Health) Limited	Intermediate holding company	31 March	100%
Trillium PPP Investment Partners No.2 Limited	Intermediate holding company	31 March	100%
Trillium PPP Investment Partners No.3 Limited	Intermediate holding company	31 March	100%
Owned by intermediate holding companies			
Abergavenny Facilities Limited	Health Services	31 December	100%
API Holdco Limited	Intermediate Holding Company	31 December	100%
API Properties No.2 Limited	Property Management and Services	31 December	100%
Arteos GP Limited & Co. KG (1)	Property Management	31 December	100%
Arteos GP Limited	Investment Management	31 March	100%
Baglan Moor Healthcare Holdings Limited	Intermediate Holding Company	31 December	100%
Birmingham Healthcare Services (Holdings) Limited	Intermediate Holding Company	31 December	100%
Birmingham Healthcare Services Limited	Hospital Services	31 December	100%
Bridlington Schools Services Limited	School Services	31 December	100%
Brighton & Hove City Schools Services (Holdings) Limited	Intermediate Holding Company	31 December	100%
Brighton & Hove City Schools Services Limited	School Services	31 December	100%
Campus Projects (Drumglass) Limited	Property management and services	31 December	100%
Chiltern Securities Limited	Intermediate Holding Company	31 December	100%
Class 06 Limited	Funding Company	31 December	100%
Class 98 Limited	School Services	31 December	100%
Community Health Facilities (Holdings) Limited	Intermediate Holding Company	31 December	100%
Community Health Facilities (Oxford) Limited	Hospital Services	31 December	100%
Cruciform Services Limited	Property management and services	31 December	100%
Debden Schools Services Limited	School Services	31 December	100%
Drumglass Investments Limited	Intermediate Holding Company	31 December	100%
Eccles Special High Schools Company Limited	School Services	31 December	100%
Eccles Special High Schools Holding Company Limited	Intermediate Holding Company	31 December	100%
ECD (Cookham Wood) Limited	Prison Accommodation	31 December	49%(3)
ECD (Onley) Limited	Prison Accommodation	31 December	49%(3)

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Name	Nature of business	Accounting reference date	Percentage ownership
Education Care and Discipline Limited	Intermediate Holding Company	31 December	49%(3)
Education Care and Discipline Three Limited	Intermediate Holding Company	31 December	49%(3)
Endeavour SCH Holdings Limited	Intermediate Holding Company	31 December	8.33%
Endeavour SCH PLC	Hospital Services	31 December	8.33%
Falkirk Group Limited	Intermediate Holding Company	31 December	100%
Falkirk Schools Partnership Limited	Intermediate Holding Company	31 December	100%
Fazakerley Prison Accommodation Limited	Prison Accommodation	31 December	49%(3)
GH Clayhill Holdings Limited	Intermediate Holding Company	31 March	100%
GH Clayhill Limited	Investment Management	31 March	100%
GH Gravesham Holdings Limited	Intermediate Holding Company	31 March	100%
GH Gravesham Limited	Investment Management	31 March	100%
GH North Northampton Holdings Limited	Intermediate Holding Company	31 March	100%
GH North Northampton Limited	Investment Management	31 March	100%
GH Rotherham Limited	Intermediate Holding Company	31 March	100%
GH Stone House Limited	Investment Management	31 March	100%
GH Stone House Holdings Limited	Intermediate Holding Company	31 March	100%
Grosvenor PPP Holdings Limited	Intermediate Holding Company	31 May	100%
GSL Investment Partnership Limited Partnership	Holding Entity	31 December	100%
GSL Investments Limited	Intermediate Holding Company	31 March	49%(3)
GSL Joint Ventures (Fazakerley) Limited	Intermediate Holding Company	31 December	49%(3)
GSL Joint Ventures (Onley) Limited	Intermediate Holding Company	31 December	49%(3)
GSL Joint Ventures Limited	Intermediate Holding Company	31 March	49%(3)
GSLIP GP Limited	Investment Management	31 March	100%
Healthcare Providers Limited	Intermediate Holding Company	31 March	49%(3)
Hull Maternity Development Limited	Hospital Services	31 March	49%(3)
IMC St Davids Limited	Property management and services	31 December	67%
Impregilo Wolverhampton Limited	Hospital Services	31 December	80%
Intermediate Care Limited	Intermediate Holding Company	31 March	100%
Kenton Schools Services Limited	School Services	31 December	100%
Kirklees Schools Investment Company Limited	Intermediate Holding Company	31 December	100%
Kirklees Schools Services Limited	School Services	31 December	100%
Liverpool Schools Investment Company Limited	Intermediate Holding Company	31 December	100%
Liverpool Schools Services Limited	School Services	31 December	100%

Name	Nature of business	Accounting reference date	Percentage ownership
LST A1 Limited	Intermediate Holding Company	31 December	100%
LST Dundalk Ireland[2]	Intermediate Holding Company	31 December	100%
Marlborough Facilities Limited	Health Services	31 December	100%
Mercia Healthcare (Holdings) Limited	Intermediate Holding Company	31 December	75%
Mercia Healthcare Limited	Hospital Services	31 December	75%
Monmouth Facilities Limited	Health Services	31 December	100%
NK Facilities Limited	Health Services	31 December	100%
North Wiltshire Schools Limited	Intermediate Holding Company	31 December	49%[3]
Onley Prison Services Limited	Prison Accommodation	31 December	49%[3]
Priorgate Holdings Limited	Intermediate Holding Company	31 March	100%
Priorgate Limited	School Services	31 March	100%
RBIL Group Limited	Intermediate Holding Company	31 March	100%
RBIL Limited	Intermediate Holding Company	31 March	100%
Redruth Facilities Limited	Health Services	31 December	100%
Richmond Upon Thames School Services (Holdings) Limited	Intermediate Holding Company	31 December	100%
Richmond Upon Thames School Services Limited	School Services	31 December	100%
Ryhurst (Bexley) Limited	Investment Management	31 March	100%
Ryhurst (Black Country) Limited	Investment Management	31 March	100%
Ryhurst (Essex & Herts) Limited	Investment Management	31 March	100%
Ryhurst (Hertford) Limited	Investment Management	31 March	100%
Ryhurst (Liskeard) Limited	Investment Management	31 March	100%
Ryhurst (New Forest) Limited	Investment Management	31 March	100%
Ryhurst (Redbridge) Limited	Investment Management	31 March	100%
Ryhurst (South Essex) Limited	Investment Management	31 March	100%
Ryhurst (St Margaret's) Limited	Investment Management	31 March	100%
Ryhurst (West Mendip) Limited	Investment Management	31 March	100%
Ryhurst First Priorities Limited	Investment Management	31 March	100%
Schools Investment Company Limited	Investment Management	31 March	100%
Stafford Education Facilities Limited	School Services	31 December	100%
Staffordshire Education Facilities Holdings Limited	Intermediate Holding Company	31 December	100%
Sunderland CLC Schools Investment Company Limited	Intermediate Holding Company	31 December	100%
Sunderland CLC Schools Services Limited	School Services	31 December	100%
The Hospital Company (Dartford) Limited	Hospital Services	31 December	60%
The Hospital Company (Dartford) 2005 Limited	Hospital Services	31 December	60%
The Hospital Company (Dartford) Group Limited	Intermediate Holding Company	31 December	60%
The Hospital Company (Dartford) Holdings 2005 Limited	Intermediate Holding Company	31 December	60%
The Hospital Company (Dartford) Holdings Limited	Intermediate Holding Company	31 December	60%

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Name	Nature of business	Accounting reference date	Percentage ownership
The Hospital Company (Dartford) Issuer Plc	Hospital Services	31 December	60%
Torbay School Services Limited	School Services	31 December	100%
Total Schools Solutions (Stafford) Limited	Intermediate Holding Company	31 March	100%
Trillium - GSL GP1 Limited	Investment Management	31 December	100%
Trillium - GSL GP2 Limited	Investment Management	31 December	100%
Trillium (Community Health) Grosvenor Limited	Intermediate Holding Company	31 March	100%
Trillium (St. David's) Limited	Intermediate Holding Company	31 December	100%
Trillium (Wolverhampton) Limited	Intermediate Holding Company	31 December	100%
Trillium-GSL Holdings Limited	Investment Management	31 March	100%
Trillium-GSL LP2 Limited	Investment Management	31 March	100%
Trillium-GSL No. 1 LP	Intermediate Holding Company	31 December	100%
Trillium-GSL No.2 LP	Holding Entity	31 December	100%
Trillium Newcastle Estates Limited	Intermediate Holding Company	31 March	100%
Trillium Subholdings M40 Limited	Intermediate Holding Company	31 December	100%
UK Court Services (Manchester) Holdings Limited	Intermediate Holding Company	31 December	49%(3)
UK Court Services (Manchester) Limited	Court Services	31 December	49%(3)
White Horse Education Partnership Limited	Schools Services	31 December	49%(3)
Wirral Schools Investment Company Limited	Intermediate Holding Company	31 December	100%
Wirral Schools Services Limited	School Services	31 December	100%
Withernsea Facilities Limited	Health Services	31 December	100%
XJ4 Holding Company Limited	Intermediate Holding Company	31 December	100%
XJ6 Schools Holdings Limited	Intermediate Holding Company	31 December	100%

(1) Registered and operates in Germany.
(2) Registered and operates in the Republic of Ireland.
(3) These entities have been consolidated in the financial statements because the Group has control over the voting rights and management direction of the companies.

Many of the recently acquired subsidiary undertakings have non-coterminous year ends. The Group is in the process of changing the accounting reference dates of these companies to 31 March.

The Group also owns 100% of the Z notes issued by Land Securities Trillium Senior Funding plc. The company has been included in the consolidated financial statements because the Z notes carry all voting rights in the company.

28. Events after the balance sheet date

On 6 June 2008, the Group acquired for cash an additional 8.33% interest in the ordinary shares and loan notes of Endeavour SCH Holdings Limited and Endeavour SCH Plc. The acquisition increased the Group's interest in the project from 35.5% to 43.83%. The payment of consideration for the additional interest acquired was included with a separate acquisition on the 18th July 2008.

On 18 July 2008, the Group acquired for cash a portfolio of entities investing in companies that provide property partnerships with public sector organisations, encompassing Public Private Partnership ("PPP") markets in the United Kingdom. The acquisition increased the Group's interest in a number of companies: The Hospital Company (Dartford) holding and project companies, from 60.0% to 70.0%; the Albion Healthcare (Oxford) holding and project companies, from 25.0% to 50.0%; and the Hospital Company (Swindon & Marlborough) holding and project companies, from 33.3% to 100%. The Hospital Company (Swindon & Marlborough) holding and project companies become subsidiaries of the Group, having been accounted for as fixed assets at fair value through profit or loss in these financial statements. Additionally, the Group acquired several subsidiary and associate interests not previously held by the Group.

The assets and liabilities arising from the acquisitions, provisionally determined, are as follows:

	Book value at acquisition £million	Fair value adjustments £million	Provisional fair value acquired £million
Finance receivables	264.0	57.6	321.6
Intangible assets	-	47.4	47.4
Investment in fixed assets at fair value through profit or loss	28.5	-	28.5
Cash and cash equivalents	21.8	-	21.8
Other assets and receivables	3.9	-	3.9
Current liabilities	(17.6)	-	(17.6)
Deferred tax liabilities	(18.9)	(29.4)	(48.3)
Other non-current liabilities	(267.8)	-	(267.8)
Derivatives at fair value through profit or loss	(18.7)	-	(18.7)
Adjustment to assets accounted for as fixed assets at fair value through profit or loss	(14.0)	-	(14.0)
Net assets	(18.8)	75.6	56.8
Reduction in minority interest	-	0.7	0.7
Net assets/(liabilities) acquired	(18.8)	76.3	57.5
Goodwill			50.3
Total consideration, satisfied in cash			107.8
Fair value of consideration for equity			36.0
Fair values of consideration for loan notes			71.8
			107.8
Cash acquired			(21.8)
Net cash outflow			86.0

The book value at acquisition of carrying amounts was determined based on IFRS. The values of assets and liabilities recognised on acquisition are their estimated fair values. Fair values were determined using the discounted cash flows methodology, which discounts the expected cash flows attributable to each asset at an appropriate rate to arrive at fair values. In determining the discount rate, regard is had to risk free rates, the specific risks of each investment and the evidence of recent transactions.

In determining the fair value of finance receivables and intangibles acquired, the Group applied a discount rate of 6.425%.

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The adjustment to assets accounted for as fixed assets at fair value through profit or loss represents assets not acquired by the Group when a controlling interest in associated undertakings was acquired.

Provisional goodwill principally arises from deferred taxation liabilities which are not discounted under IFRS. The acquired entities possess significant taxation losses which defer the taxation expense, yet are required to recognise an undiscounted deferred taxation liability under IFRS.

The values in the table above are provisional pending finalisation of the fair values attributable, and will be finalised in the year ending 31 March 2009. The entities acquired are registered and operate in Great Britain, except as noted. Further details of the acquired portfolio of entities follows:

Name of entity	Nature of business	Percentage ownership
Trillium Health Services Limited	Holding Company	100%
Trillium Health GP Limited (Isle of Man registered)	Holding Company	100%
Trillium Health Projects Limited	Holding Company	100%
Albion Healthcare Oxford (Holdings) Limited	Holding Company	25%
Albion Healthcare Oxford Limited	Hospital Services	25%
Albion Healthcare (Doncaster) Holdings Limited	Holding Company	50%
Albion Healthcare (Doncaster) Limited	Hospital Services	50%
Danetre PFI Holdings Company Limited	Holding Company	100%
Danetre PFI Project Company Limited	Hospital Services	100%
Hadfield Healthcare Partnerships Holding Limited	Holding Company	50%
Hadfield Healthcare Partnerships Limited	Hospital Services	50%
Haringey Schools Services Limited	School Services	100%
Lochgilphead Healthcare Services (Holdings) Limited	Holding Company	45%
Lochgilphead Healthcare Services Limited	Hospital Services	45%
Stobhill Healthcare Facilities (Holdings) Limited	Holding Company	40%
Stobhill Healthcare Facilities Limited	Hospital Services	40%
The Hospital Company (Swindon & Marlborough) Group Limited	Holding Company	66.66%
The Hospital Company (Swindon & Marlborough) Holdings Limited	Holding Company	66.66%
The Hospital Company (Swindon & Marlborough) Limited	Hospital Services	66.66%
The Hospital Company (Swindon & Marlborough) 2006 Limited	Hospital Services	66.66%
The Hospital Company (Dartford) Group Limited	Holding Company	10%
The Hospital Company (Dartford) Holdings Limited	Holding Company	10%
The Hospital Company (Dartford) Limited	Holding Company	10%
The Hospital Company (Dartford) Holdings 2005 Limited	Hospital Services	10%
The Hospital Company (Dartford) 2005 Limited	Hospital Services	10%
The Hospital Company (Dartford) Issuer Plc	Hospital Services	10%
Town Hospitals (North Staffordshire) Holdings Limited	Holding Company	100%
Town Hospitals (North Staffordshire Combined) Limited	Hospital Services	100%
Town Hospitals (Southern General) Holdings Limited	Holding Company	100%
Town Hospitals (Southern General) Limited	Hospital Services	100%

Name of entity	Nature of business	Percentage ownership
Walkergate PFI Holding Company Limited	Holding Company	100%
Walkergate PFI Project Company Limited	Hospital Services	100%
Wharfedale SPV (Holdings) Limited	Holding Company	25%
Wharfedale SPV Limited	Hospital Services	25%

On 13 November 2008 the Group acquired for cash a portfolio of equity and debt investments in entities investing in companies that provide property partnerships with public sector organisations, encompassing Public Private Partnership ("PPP") markets in the United Kingdom. The total consideration for the acquired equity and loan notes amounted to £19.9m. The portfolio of entities consisted of equity and/or debt holdings in six companies, inclusive of holding companies. Disclosure of the detail of the transaction as per IFRS 3 would be impracticable due to the proximity of the transaction to the date that the financials are authorised for issue.

The entities acquired are listed below and are registered and operate in Great Britain.

Name of entity
Bandbreeze Limited
LBS (Fire Services) Limited
Gloucester Healthcare Partnership Limited
Healthcare Providers (Gloucester) Limited
Newcastle Estate Partnership Limited
Newcastle Estate Partnership Holdings Limited

29. Ultimate Parent Undertaking

The immediate parent company is Trillium PPP Investment Partners Holdings Limited, which is incorporated in Jersey.

The ultimate parent undertaking and controlling entity in which the results of the Company are incorporated is Trillium PPP Investment Partners LP, incorporated, and operating, in England and Wales.

PRICEWATERHOUSECOOPERS

Reed Smith LLP
Year End Audit 31 December 2008

Billing Schedule	**Billing Date**	**Amount (£) (excluding VAT & Expenses)**
Reed Smith LLP		
First bill on account	10 December 2008 *	20,000
Second bill on account	15 January 2009 *	10,000
Third bill on account	15 February 2009 *	20,000
Fourth bill on account	01 April 2009 *	5,500 **
Beaufort Trust		
First bill on account	15 February 2009 *	3,000
Independent Pension Trustee		
First bill on account	15 February 2009 *	4,500
	Fee Total	63,000

**Please note: Our invoices are payable upon receipt.*
***Please note: The final bill on account will also include expenses incurred.*

WIP Portfolio Summary

Engagement Manager	Contract	WBS Element	WBS Element	Client Group	Document Period	Personnel	Hours	Market Scale Value - Time	Disbursements
							H	GBP	GBP
Catherine Lane	Trillium Investment Partners-2008 Audit	00244484001	Trillium - 2008 Completion	Trillium PPP Investment Partners LP	Result	Result	20.75	3,613	22
Catherine Lane	Trillium Investment Partners-2008 Audit	00244484001	Trillium - 2008 Completion	Trillium PPP Investment Partners LP	OCT 2008	Anne-Marie Stomeo	3.75	1,613	
Catherine Lane	Trillium Investment Partners-2008 Audit	00244484001	Trillium - 2008 Completion	Trillium PPP Investment Partners LP	NOV 2008	Result	17.00	2,000	22
Catherine Lane	Trillium Investment Partners-2008 Audit	00244484001	Trillium - 2008 Completion	Trillium PPP Investment Partners LP	NOV 2008	Matt Howard-Cairns			22
Catherine Lane	Trillium Investment Partners-2008 Audit	00244484001	Trillium - 2008 Completion	Trillium PPP Investment Partners LP	NOV 2008	Robert Sawyer	3.00	222	
Catherine Lane	Trillium Investment Partners-2008 Audit	00244484001	Trillium - 2008 Completion	Trillium PPP Investment Partners LP	NOV 2008	Tom Davidson	14.00	1,778	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	Result	Result	Result	Result	Result	2,575.24	485,918	4,985
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	Result	Result	1,622.60	274,954	657
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	MAY 2008	Result	51.60	14,795	20
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	MAY 2008	Abigail Baltar	2.50	398	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	MAY 2008	Bola Yusuff	0.60	42	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	MAY 2008	Catherine Lane	31.00	8,928	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	MAY 2008	Diana Gorgievska	11.50	2,542	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	MAY 2008	Erica Conway			20
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	MAY 2008	Steve Walton	6.00	2,886	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUN 2008	Result	76.15	18,943	76
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUN 2008	Catherine Lane	41.00	11,808	68
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUN 2008	Diana Gorgievska	11.00	2,431	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUN 2008	Margaret Lee	1.00	70	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUN 2008	Mark Gough	20.00	3,180	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUN 2008	Robert Sawyer	0.15	11	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUN 2008	Steve Walton	3.00	1,443	9
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUL 2008	Result	184.45	25,984	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUL 2008	Andrew MacInnes	25.00	2,275	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUL 2008	Katie McNaught	36.00	3,276	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUL 2008	Lorna Green	28.00	2,548	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUL 2008	Mark Gough	29.50	4,927	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUL 2008	Pamela Cordina	32.00	5,344	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUL 2008	Raza Ali	27.00	6,669	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUL 2008	Robert Sawyer	5.95	440	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	JUL 2008	Steve Walton	1.00	505	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	AUG 2008	Result	419.65	68,510	37
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	AUG 2008	Charlotte Cogez - Ducoulombier	46.00	8,234	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	AUG 2008	Diana Gorgievska	28.00	6,496	17
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	AUG 2008	Lorna Green	45.00	4,095	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	AUG 2008	Mark Gough	7.00	1,169	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	AUG 2008	Pamela Cordina	74.00	12,358	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	AUG 2008	Raza Ali	103.50	25,875	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	AUG 2008	Robert Sawyer	16.65	1,232	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	AUG 2008	Steven Ha	37.50	3,300	20
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	AUG 2008	Steven Sherry	1.00	200	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	AUG 2008	Tim Buxton	61.00	5,551	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Result	456.00	73,117	139
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Alex Gold	35.00	3,185	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Bola Yusuff	0.75	56	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Diana Gorgievska	10.00	2,320	17
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Gordon Hewitt	65.00	8,255	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Jonathan Lewis	28.00	2,548	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Keth McLelland	2.00	254	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Luc Paquet	99.50	16,617	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Matt Howard-Cairns	41.00	6,847	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Pamela Cordina	27.00	4,509	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Philippa Baughen	34.00	5,678	12
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Raza Ali	59.50	14,875	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Robert Sawyer	9.75	722	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Steven Ha	36.50	3,212	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Steve Walton	8.00	4,040	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	SEP 2008	Not assigned			110

Engagement Manager	Contract	WBS Element	WBS Element	Client Group	Document Period	Personnel	Hours	Market Scale Value - Time	Disbursements
							H	GBP	GBP
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	**Result**	**349.75**	**56,031**	**374**
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Alex Gold	19.50	1,775	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Ben Mitton	52.25	6,636	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Catherine Lane	13.00	3,926	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Diana Gorgievska	44.00	10,208	83
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Gordon Hewitt	20.00	2,540	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Leonie Waller	0.25	13	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Luc Paquet	144.00	24,048	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Matt Howard-Cairns	23.00	3,841	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Pamela Cordina	0.50	84	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Robert Sawyer	3.75	278	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Steve Walton			244
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Tim Buxton	29.50	2,685	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	OCT 2008	Not assigned			48
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	NOV 2008	**Result**	**85.00**	**17,575**	**11**
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	NOV 2008	Diana Gorgievska			11
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	NOV 2008	Luc Paquet	75.00	12,525	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227902001	Trillium - 2008 Head Office Audit	Trillium PPP Investment Partners LP	NOV 2008	Steve Walton	10.00	5,050	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	**Result**	**Result**	**952.64**	**210,964**	**4,328**
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	MAY 2008	Erica Conway	14.00	5,894	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	JUN 2008	**Result**	**7.50**	**3,218**	**69**
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	JUN 2008	Erica Conway	6.50	2,737	69
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	JUN 2008	Steve Walton	1.00	481	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	JUL 2008	**Result**	**81.55**	**25,853**	**130**
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	JUL 2008	Catherine Lane	26.00	7,852	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	JUL 2008	Erica Conway	24.75	10,940	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	JUL 2008	Sarah Allatt	4.30	2,580	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	JUL 2008	Steve Walton	5.00	2,525	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	JUL 2008	Tammy Schmidt	21.50	1,957	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	JUL 2008	Not assigned			130
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	AUG 2008	**Result**	**179.60**	**35,698**	**248**
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	AUG 2008	Catherine Lane	34.50	10,419	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	AUG 2008	Damaris Galea	16.50	2,756	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	AUG 2008	Erica Conway	16.50	7,293	51
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	AUG 2008	Naina Dabhi	1.50	651	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	AUG 2008	Sarah Allatt	0.60	360	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	AUG 2008	Selina Butterfield	80.00	10,160	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	AUG 2008	Urvesh Patel	28.50	3,620	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	AUG 2008	Wendy Jessup	1.50	440	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	AUG 2008	Not assigned			197
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	SEP 2008	**Result**	**117.30**	**30,038**	**427**
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	SEP 2008	Anjani Shah	1.00	434	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	SEP 2008	Catherine Lane	11.00	3,322	92
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	SEP 2008	Erica Conway	36.00	15,912	181
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	SEP 2008	Selina Butterfield	15.50	1,969	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	SEP 2008	Stephen Wiffen	0.60	360	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	SEP 2008	Terri Barrett	1.20	109	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	SEP 2008	Urvesh Patel	44.00	5,588	53
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	SEP 2008	Wendy Jessup	8.00	2,344	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	SEP 2008	Not assigned			100
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	OCT 2008	**Result**	**93.60**	**23,356**	**3,421**
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	OCT 2008	Andrew MacInnes	14.50	1,320	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	OCT 2008	Antonia Sherratt	1.10	594	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	OCT 2008	Catherine Lane	12.50	3,775	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	OCT 2008	Erica Conway	28.50	12,597	8
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	OCT 2008	Maggie Paxton	33.00	3,003	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	OCT 2008	Stephen Wiffen	0.50	300	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	OCT 2008	Steve Walton	3.50	1,768	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	OCT 2008	Not assigned			3,413
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	**Result**	**459.09**	**86,908**	**34**
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Ben Mitton	24.50	3,112	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Catherine Lane	62.50	18,875	

Engagement Manager	Contract	WBS Element	WBS Element	Client Group	Document Period	Personnel	Hours	Market Scale Value - Time	Disbursements
							H	GBP	GBP
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Dimitri Umnov	87.04	6,441	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Ellen Maskell	15.00	1,110	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Erica Conway	36.25	16,023	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Gareth Davies	22.00	3,674	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Gordon Hewitt	36.50	4,636	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Helen Joyce			22
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Kate Gold	12.20	5,612	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Laura Joseph	41.00	5,207	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Luc Paquet	82.50	13,778	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Matt Howard-Cairns	36.00	6,012	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Stephen Thackwray	1.50	1,170	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Stephen Wiffen	2.10	1,260	
Diana Gorgievska	Trillium Investment Partners-2008 Audit	00227903001	Trillium - 2008 Consolidation	Trillium PPP Investment Partners LP	NOV 2008	Not assigned			12