

ALEXANDER CHAPEL ASSOCIATES LIMITED
DIRECTORS' PENSION SCHEME

ACCOUNTS

31ST JULY, 2007

DRAFT

PENSIONER TRUSTEE:

MEMBER TRUSTEES:

J.M. Church,
M.S. Docherty
P.J. Hyland
S.A. Travis
c/o 6, Berkeley Square,
Clifton,
Bristol.
BS8 1HG.

ACTUARY:

Grove Park Consultants
20 Ashbourne Road
Blackbrook
Derbyshire DE56 2LD

REPORTING ACCOUNTANTS: Wyatt Pakeman Partners,
Chartered Accountants.

BANKERS:

HSBC plc

Enquiries regarding any aspect of the Scheme should be made to
the address shown above.

at

The Trustees managed the investments of the Scheme during the scheme period.

TRUSTEE REPORT

31ST JULY, 2007

The Trustees of Alexander Chapel Associates Limited Directors Pension Scheme present their report with the Accounts for the year ended 31st July, 2007.

LEGAL STATUS

The Scheme was established under a Trust Deed dated 1st July, 1997. The Scheme has been approved as an Exempt Approved Scheme under Chapter 1 of Part XIV of the Income and Corporation Taxes Act 1988.

TRUSTEES

Social Security law requires the Trustees to prepare Accounts for each financial year which give a true and fair view of the Scheme's financial transactions during the scheme year and the disposition of the Scheme's assets and liabilities at the end of that period. In preparing those Accounts the Trustees are required to

select suitable accounting policies and then apply them consistently;

make judgements and estimates that are reasonable and prudent;

state whether the Accounts have been prepared in accordance with parts 2 to 4 of Statement of Recommended Practice No. 1 subject to any material departures disclosed and explained in the financial statements.

The Trustees are responsible for keeping proper accounting records which enable them to prepare Accounts which comply with the Occupational Pension Schemes (Disclosure of Information) Regulations 1986. They are also responsible for safeguarding the assets of the Scheme and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Trustees are appointed and removed by the sponsoring employer, Alexander Chapel Associates Limited.

The Trustees who served during the year are shown on the previous page.

A copy of a statement on Pension Trust Principles issued by the Occupational Pensions Board is available for inspection by the Trustees at The White House, 100 Wimbledon Hill Road, London SW19 7PL.

MEMBERSHIP

The membership at 31st July, 2007 consisted of 4 members.

ACTUARIAL POSITION

The last actuarial report on the scheme, as at 1 July 2006, advised that further contributions could be paid without prejudicing approval of the scheme to provide the members with the full scale of retirement benefits and post retirement increases permitted by the Inland Revenue. The next actuarial report is as at 1 July 2009.

INVESTMENT MANAGEMENT

The Trustees have been wholly responsible for managing the investments of the Scheme during the year, with the exception of the premiums paid into Schemes with Scottish Equitable Plc.

The investments of the Scheme are made in accordance with the Occupational Pension Schemes (Investment of Scheme's Resources) Regulations 1992.

On Behalf of the Trustees

S.A. Travis

, 2008

ALEXANDER CHAPEL ASSOCIATES LIMITED
DIRECTORS' PENSION SCHEME

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NET ASSETS STATEMENT

31ST JULY, 2007

| | <u>Notes</u> | <u>2007</u> £ | <u>2006</u> £ |
|-----------------------------|--------------|------------------|------------------|
| INVESTMENT ASSETS | | | |
| Freehold Land and Buildings | 2 | 850,000 | 850,000 |
| UK Managed Funds | 2 | 298,876 | 237,058 |
| | | 1,148,876 | 1,087,058 |
| CURRENT ASSETS | | | |
| Cash at Bank | | 91,179 | 110,914 |
| Other Debtors | | 47,000 | 7,000 |
| | | 138,179 | 117,914 |
| LIABILITIES | | - | - |
| NET ASSETS | | 1,287,055 | 1,204,972 |

Approved by the Trustees and signed on their behalf:

..... S.A. TRAVIS
TRUSTEE

..... M.S. DOHERTY
TRUSTEE

FUND ACCOUNT

YEAR ENDED 31ST JULY, 2008

| | <u>Notes</u> | <u>2007</u> <u>£</u> | <u>2006</u> <u>£</u> |
|---|--------------|-------------------------|-------------------------|
| CONTRIBUTIONS RECEIVABLE | | | |
| Employers Contributions | | - | - |
| EXPENDITURE | | | |
| Professional Fees | | - | (259) |
| Property Expenses | | - | (1,532) |
| Bank Charges and Interest | | (32) | (17) |
| NET (REDUCTIONS)/ADDITIONS FROM DEALINGS WITH MEMBERS | | (32) | (1,808) |
| INVESTMENT INCOME | | | |
| Bank Interest | | 2,297 | 1,952 |
| Rental Income | 3 | 48,000 | 48,000 |
| | | 50,297 | 49,952 |
| CHANGE IN MARKET VALUE OF INVESTMENTS | | | |
| Property | 2a | - | 240,000 |
| Managed Funds | 2b | 31,818 | (2,654) |
| | | 31,818 | 237,346 |
| NET RETURN ON INVESTMENTS | | 82,115 | 287,298 |
| NET INCREASE IN FUND DURING YEAR | | 82,083 | 285,490 |
| BALANCE OF FUND AT 1 AUGUST, 2006 | | 1,204,972 | 919,482 |
| BALANCE OF FUND AT 31 JULY, 2007 | | 1,287,055 | 1,204,972 |

NOTES TO THE ACCOUNTS

31ST JULY, 2007

1. ACCOUNTING POLICIES

(a) Statement of Recommended Practice (SORP)

The Accounts, which have been prepared in accordance with the SORP: Financial Reports of Pension Schemes, summarise the transactions and net assets. They do not take account of liabilities to pay pensions and other benefits in future. The actuarial position of the fund, which does take account of such liabilities is dealt with in the Actuarial Valuation Report and these Accounts should be read in conjunction therewith.

(b) Basis of Preparation

The Accounts have been prepared on an accruals basis, i.e. income and expenditure is recognised as it is earned or incurred.

(c) Valuation of Investments

Freehold Land and Buildings are valued in the Accounts at the Trustees best estimate of current market value.

Managed fund investments are stated at the bid prices quoted by the managers at the balance sheet date.

2. INVESTMENTS

(a) Investments representing more than 5% of the Pension Scheme's net assets at 31st July, 2007

| <u>Investment</u> | <u>Market Value</u> <u>@ 31.7.07</u> <u>£</u> | <u>Market Value</u> <u>@ 31.7.06</u> <u>£</u> | <u>Cost</u> <u>£</u> |
|--|---|---|-------------------------|
| Freehold Land and Buildings at 6 Berkeley Square, Bristol. BS8 1HG | 850,000 | 850,000 | 425,667 |
| Scottish Equitable Managed Fund | 298,876 | 237,058 | 191,654 |

Land and Buildings are stated at their open market value at 16 August 2005. This valuation was undertaken by Alder King.

(b) The movements in Managed Fund Investments during the period was:

| | <u>£</u> |
|---------------------------------------|----------|
| Market Value @ 1.8.06 | 237,058 |
| Cost in the period | 30,000 |
| Change in Market Value of Investments | 31,818 |
| | <hr/> |
| Market Value @ 31.7.07 | 298,876 |

NOTES TO THE ACCOUNTS (Continued)

31ST JULY, 2007

3. RELATED PARTY TRANSACTIONS

The Bristol branch of Alexander Chapel Associates Limited, the Scheme's principal employer, occupies the property owned by the Pension Scheme. Rent of £48,000 was payable to the Scheme in the period.
