



LB UK Financing Limited - in Administration

Notice accompanying the seventh dividend to creditors

The Joint Administrators' receipts and payments account from the commencement of the Administration on 2 October 2008 to 1 September 2015 is attached at Appendix A

Further information pursuant to Rule 2.98 of the Insolvency Rules 1986

A seventh final dividend to unsecured creditors of 0.0487 pence in the pound has been declared.

A total of £1,044,595.51 is being paid by way of a cash dividend. There is no prescribed part, as there is no floating charge.

Funds of £65,000 plus VAT have been retained to provide for the costs of bringing the Administration to a close.

Payment was made by a bank transfer on 2 September 2015.

This is a final dividend and there will be no further distributions in this matter. The Administration will be concluded shortly.

APPENDIX A

Joint Administrators' receipts and payments account as at 1 September 2015

Note	As at 1 September 2015 GBP (£)	Movements GBP (£)	As at 1 April 2015 GBP (£)	As at 1 September 2015 USD (\$)	Movements USD (\$)	As at 1 April 2015 USD (\$)	As at 1 September 2015 EUR (€)	Movements EUR (€)	As at 1 April 2015 EUR (€)
Receipts									
Shareholder distribution from LB SF No.1	353,356,576	-	353,356,576	143,912,929	-	143,912,929	-	-	-
Distribution received from Stepstone Mortgage Funding Limited	-	-	-	-	-	-	27,365,066	-	27,365,066
Sale of shares in subsidiaries	4	-	4	-	-	-	-	-	-
VAT refunds	1	-	-	-	-	-	-	-	-
Recharge of tax function costs	23,827	-	23,827	-	-	-	-	-	-
Recharge of pension legal fees incurred by LB SF No. 1	376,929	-	376,929	-	-	-	-	-	-
Recharge of pension legal fees incurred by LB UK Financing Ltd	927,294	927,294	-	-	-	-	-	-	-
Bank interest	43,446	-	43,446	-	-	-	-	-	-
Sale of tax losses	3,152,337	982,096	2,169,341	-	-	-	-	-	-
Total Receipts	357,880,413	1,910,290	355,970,123	143,912,929	-	143,912,929	27,365,066	-	27,365,066
Payments									
Legal fees	532,515	197,058	335,457	-	-	-	-	-	-
Pension related legal costs	1,184,549	-	1,184,549	-	-	-	-	-	-
Employee costs	99,493	-	99,493	-	-	-	-	-	-
Shared occupancy costs	8,254	(3,366)	11,620	-	-	-	-	-	-
IT costs	5,741	-	5,741	-	-	-	-	-	-
Purchase of shares in subsidiaries	4	-	4	-	-	-	-	-	-
Loan to Lehman Brothers Limited in respect of VAT costs	428	-	428	-	-	-	-	-	-
Joint Administrators' remuneration	959,704	274,819	684,885	-	-	-	-	-	-
Joint Administrators' Category 1 disbursements	389	-	389	-	-	-	-	-	-
Joint Administrators' Category 2 disbursements	40,000	40,000	-	-	-	-	-	-	-
Statutory advertising	69,870	20,833	49,037	-	-	-	-	-	-
Pension related costs	25,570	-	25,570	-	-	-	-	-	-
VAT irrecoverable	530,379	101,326	429,053	-	-	-	-	-	-
Total Payments	3,456,896	630,670	2,826,226	-	-	-	-	-	-
Intracompany Transfers									
Receipt	23,735,132	-	23,735,132	-	-	-	-	-	-
Payment	-	-	-	(39,427,079)	-	(39,427,079)	-	-	-
Total receipts less total payments	378,158,649	1,279,620	376,879,029	104,485,850	-	104,485,850	27,365,066	-	27,365,066
Distributions to unsecured creditors									
1st dividend of 0.088p in the £, declared in October 2013	(1,886,054)	-	(1,886,054)	-	-	-	-	-	-
2nd dividend of 2.935p in £, declared in March 2014	-	-	-	(104,485,850)	-	(104,485,850)	-	-	-
3rd dividend of 13.350p in the £, declared September 2014	(286,123,022)	-	(286,123,022)	-	-	-	-	-	-
4th dividend of 0.470p in the £, declared in October 2014	(10,099,412)	-	(10,099,412)	-	-	-	-	-	-
5th dividend of 4.583p in the £, declared in February 2015	2	(77,927,546)	(77,927,546)	-	-	-	(27,365,066)	-	(27,365,066)
6th dividend of 0.047p in the £, declared in July 2015	3	(1,000,016)	(1,000,016)	-	-	-	-	-	-
Total distributions	(376,036,034)		(376,036,034)	(104,485,850)	-	(104,485,850)	(27,365,066)	-	(27,365,066)
Total receipts less total payments and distributions	1,122,599	279,604	842,995	-	-	-	-	-	-
Cash Balances									
HSBC (non-interest bearing)	1,122,599	279,604	842,995	-	-	-	-	-	-
Money markets	-	-	-	-	-	-	-	-	-
Total Cash	1,122,599	279,604	842,995	-	-	-	-	-	-

1. Due to the nature of the Company's former business it is not entitled to recover VAT on its costs, therefore, funds previously received from Lehman Brothers Limited were repaid in the prior period.

2. In February 2015, LBUKF also made a distribution in specie of £244.8m to LBHI, representing the value of the receivable due from LBHI and equivalent to a dividend of 11.430 pence in the £.

3. In July 2015, LBUKF also made a distribution in specie of £183.1m to LBHI, representing the value of the receivables due from Stepstone Mortgage Funding Ltd, SM Funding No. 1 Limited, Cherry Tree Mortgages Ltd, Zestdew Ltd and Lehman Commercial Mortgage Conduit Ltd and equivalent to a dividend of 8.545 pence in the £.