



Tesco Property Finance 1 plc

£ 430,650,000 Secured 7.6227 per cent. Bonds due 13 April 2039

Issuer and Partnership Quarterly Report for the period covering July 2010 to October 2010

IPD 5

Report Date	13-Oct-10
Loan Interest Payment Date	11-Oct-10
Calculation Date	08-Oct-10
Interest Payment Date	13-Oct-10

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Prepared by HSBC Bank plc acting as Cash Manager for and on behalf of Tesco Property Finance 1 plc, The Tesco Blue Limited Partnership, The Teesport Limited Partnership, Tesco Blue (Nominee 1) Limited, Tesco Blue (Nominee 2) Limited, Tesco Blue (GP) Limited and Teesport (GP) Limited.

1. Partnership Rent Account 69601986

Opening Balance		0.00 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
28-Sep-10	Rent Received	5,595,805.00	Cr
11-Oct-10	To Partnership Transaction Account	5,595,805.00	Dr
Closing Balance		<u>0.00</u>	Cr

2. Partnership VAT Account 69601943

Opening Balance		0.00 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
23-Jun-10	VAT Funding	979,356.64	Cr
Closing Balance		<u>979,356.64</u>	Cr

3. Partnership Transaction Account 69601935

Opening Balance		399,999.98 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
07-Oct-10	Credit Interest on Partnership Accounts	867.34	Cr
11-Oct-10	Credit from Partnership Rent Account	5,595,805.00	Cr
11-Oct-10	Partnership Swap	1,937,465.61	Cr
11-Oct-10	Security Trustee Fee	27,817.37	Dr
11-Oct-10	Expenses	78,885.84	Dr
11-Oct-10	Partnership Debt	6,586,547.46	Dr
11-Oct-10	Loan Advance	828,130.21	Dr
11-Oct-10	Distribution Account	12,757.05	Dr
Closing Balance		<u>400,000.00</u>	Cr

4. General Partner Corporation Tax Reserve Account 69601978

Opening Balance		0.00 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
Closing Balance		<u>0.00</u>	Cr

5. Partnership Pre-Enforcement Priority of Payments

Date		Funds Paid Out of account (£)	Funds Received into account (£)
11-Oct-10	Partnership Available Funds		
	a Rental Income		5,595,805.00
	b Principal from Teesport Partnership pursuant to Interpartnership Loan		-
	c Funds from Issuer under Partnership Swaps		7,414,677.67
	d Recived from Issuer Holdco Teesport Gen Partner or Tessport JPUT		
	e From Partnership VAT Account		
	f From Partnership Disposal Proceeds Account		
	g From Partnership Insurance Proceeds Account		
	h Interest received by the Partnership Accounts and Rent Account		867.34
	i Eligible Investment Earnings by Partnership		
	j Teesport Indirect Interest as notified by Teesport GP or Teesport JPUT		
	k Advance under Committed Subordinated Loan Agreement		
	l Net proceeds of a CPO Disposal or a Mortgage Property		
	m Net proceeds of a disposal of a Mortgage Property		
	n Any net proceeds of a disposal of the Teesport Indirect Interest		
	o Any other sums standing to the credit of the Partnership Transaction Ac		399,999.98
	Partnership Pre-Enforcement Priority of Payments		
	a Partnership Security Trustee Fees	1,178.82	
	b Issuer Security Trustee Fee, Bond Trustee , Issuer Operating Fee, Issuer Profit (Ongoing Partnership Facility Fee)	26,638.55	
	c Partnership Operating Expenses	23,500.00	
	c Teesport JPUT Trustee Operating Expenses	11,062.50	
	d Partnership Operator Fee	11,443.32	
	d Property Advisor Fee	-	
	d Nominees Corporate Services Provider Fee	5,875.00	
	d Nominees Holdco Corporate Services Provider Fee	2,937.50	
	d Depot Propco Corporate Services Provider Fee	-	
	d Nominees Side Letter payments	-	
	d Nominees Holdco Side Letter payments	-	
	d Account Bank Fee	-	
	d Cash Manager Fee	-	
	d Account Bank, PPA CM, Issuer CSP Fee (Ongoing Partnership Facility Fee)	24,067.52	
	d Headlease payment	-	
	e Partnership Expenses Ledger payment	6,250.00	
	f Partnership Debt Interest	6,586,547.46	
	f Partnership Swap payment	5,477,212.06	
	g Interpartnership Loan Advance	828,130.21	
	g Partnership Debt Principal	-	
	h Partnership Swap Termination Amount	-	
	i Property Pool Manager Fee	-	
	j Partnership Expenses Ledger payment	393,750.00	
	k Alteration Adjustment Rent	-	
	k Substitution Adjustment Rent	-	
	l Committed Subordinated Loan payment	-	
	m Remaining Partnership Loan Notes payment	-	
	n Partnership Distribution Account	12,757.05	
	Totals	13,411,349.99	13,411,349.99

6. Teesport Rent Account 69601994

DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
	Opening Balance	0.00	Cr
28-Sep-10	Rent Received	1,322,093.50	Cr
11-Oct-10	Transfer to Transaction Account.	1,322,093.50	Dr
	Closing Balance	0.00	Cr

7. Teesport VAT Account 69602019

Opening Balance		0.00 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
23-Jun-10	VAT Funding	231,366.36	Cr
Closing Balance		<u>231,366.36</u>	Cr

8. Teesport Transaction Account 69602000

Opening Balance		99,999.86 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
07-Jul-10	Credit Interest	900.67	Cr
11-Oct-10	Credit from Teesport Partnership Rent Account	1,322,093.50	Cr
11-Oct-10	Advance from Blue	828,130.21	Cr
11-Oct-10	Swaps	460,505.70	Cr
11-Oct-10	Security Trustee Fee	6,324.12	Dr
11-Oct-10	Expenses	14,809.81	Dr
11-Oct-10	Loan Interest and Principal	2,591,033.19	Dr
11-Oct-10	Distribution Account	0.00	Dr
Closing Balance		<u>99,462.82</u>	Cr

9. Teesport General Partner Corporation Tax Reserve Account 69602035

Opening Balance		0.00 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
Closing Balance		<u>0.00</u>	Cr

10. Development Reserve Account 69602043

Opening Balance		2,312,184.95 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
20/01/10	Drawdown 7	85,769.00	Dr
10/02/10	Drawdown 8	74,574.00	Dr
Closing Balance		<u>2,151,841.95</u>	Cr

11. Teesport Partnership Pre-Enforcement Priority of Payments

Date		Funds Paid Out of account (£)	Funds Received into account (£)
11-Oct-10	Teesport Partnership Available Funds		
	a Rental Income		1,322,093.50
	b Advance from Partnership to the Teesport Partnership per Interpart Loan		828,130.21
	c Funds from Issuer under Teesport Partnership Swaps		1,762,981.28
	d From Teesport Partnership VAT Account		-
	e From Teesport Partnership Disposal Proceeds Account		-
	f From Teesport Partnership Insurance Proceeds Account		-
	g Interest received by the Teesport Partnership Accounts and Rent Account		-
	h Eligible Investment Earnings by Teesport Partnership		-
	i Advance under Committed Subordinated Loan Agreement		-
	j Net proceeds of a CPO Disposal or a Mortgage Property		-
	k Net proceeds of a disposal of Teesport Distribution Centre		-
	l Any other sums standing to the credit of the Teesport Partnership Transaction Account		100,900.53
	Teesport Partnership Pre-Enforcement Priority of Payments		
	a Partnership Security Trustee Fees		-
	b Issuer Security Trustee Fee, Bond Trustee Fee Issuer Operating Fee, Issuer Profit (Ongoing Teesport Partnership Facility Fee)	6,324.12	
	c Teesport Partnership Operating Expenses	-	
	d Teesport Partnership Operator Fee	9,096.07	
	d Property Advisor Fee	-	
	d Nominees Corporate Services Provider Fee	-	
	d Nominees Holdco Corporate Services Provider Fee	-	
	d Nominees Side Letter payments	-	
	d Nominees Holdco Side Letter payments	-	
	d Account Bank Fee	-	
	d Cash Manager Fee	-	
	d Issuer/Issuer Holdco CSP Fee, Paying Agent Account Bank, Cash Manager (Ongoing Teesport Partnership Facility Fee)	5,713.74	
	d Teesport Distribution Centre Ground Rent payment	-	
	e Teesport Partnership Loan Interest	1,563,677.19	
	e Teesport Partnership Swap payment	1,302,475.58	
	f Teesport Partnership Loan Principal	1,027,356.00	
	f Interpartnership Loan Principal	-	
	g Teesport Partnership Swap Termination Amount	-	
	h Property Pool Manager Fee	-	
	i Teesport Partnership Expenses Ledger payment	99,462.82	
	j Alteration Adjustment Rent	-	
	j Substitution Adjustment Rent	-	
	k Committed Subordinated Loan payment	-	
	l Teesport Partnership Distribution Account	0.00	
	Totals	4,014,105.52	4,014,105.52

12. Issuer Transaction Account 69601927

Opening Balance		1.73 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
	From Close	32,363.90	Cr
07-Oct-09	Credit interest	12.92	Cr
13-Oct-09	Issuer Profit	6,250.00	Cr
13-Oct-09	Issuer Operating Expenses (Reserved)	46,270.00	Cr
13-Jan-10	Issuer Profit	6,250.00	Cr
07-Jan-10	Credit interest	71.51	Cr
07-Apr-10	Credit Interest	109.26	Cr
13-Apr-10	Issuer Profit	6,250.00	Cr
07-Jul-10	Credit interest	47.18	Cr
13-Jul-10	Issuer Profit	6,250.00	Cr
07-Oct-10	Credit interest	100.50	Cr
13-Oct-10	Swap	-	Cr
13-Oct-10	Loan and Debt Payments	9,177,580.65	Cr
13-Oct-10	Ongoing Fees	62,743.92	Cr
13-Oct-10	Fees of the Issuer	32,425.01	Dr
13-Oct-10	Bond Payments	9,177,580.64	Dr
13-Oct-10	Issuer Profit	6,250.00	Cr
13-Oct-10	Additional	328.46	Cr
Closing Balance		9,036.04	Cr

13. Issuer Pre-Enforcement Priority of Payments

Date		Funds Paid Out of account (£)	Funds Received into account (£)
13-Oct-10	Issuer Available Funds		
	a Funds due to Issuer under Partnership Swap Agreement		5,477,212.06
	b Amounts due to Issuer in respect of Partnership Debt		6,586,547.46
	b Ongoing Partnership Facility Fee		50,706.06
	c Funds Due to Issuer under Teesport Partnership Swap Agreement		1,302,475.58
	d All amounts payable to Issuer in respect of Teesport Partnership Loan		2,591,033.19
	d Ongoing Teesport Partnership Facility Fee		12,037.86
	e Any amount due to Issuer under Issuer Swap Agreement		9,177,658.95
	f Interest Received by Issuer on Transaction Account		328.45
	g Eligible Investment Earnings		-
	Issuer Pre-Enforcement Priority of Payments		
	a Bond Trustee Fee	1,175.00	
	a Issuer Security Trustee Fee	1,468.75	
	b Issuer Operating Expenses (Reserved)	24,068.91	
	b Issuer Profit	6,250.00	
	c Issuer/Issuer Holdco Corporate Services Provider Fee	24,781.26	
	c Paying Agent Fee	500.00	
	c Account Bank Fee	750.00	
	c Cash Manager Fee	3,750.00	
	d Bond Interest	8,150,224.64	
	d Bond Principal	1,027,356.00	
	d Issuer Swap Provider	6,779,687.64	
	d Partnership Swap payment	7,414,677.67	
	d Teesport Partnership Swap payment	1,762,981.28	
	e Issuer Swap Subordinated Amounts	-	
	f Issuer Partnership Swap Termination Amount	-	
	f Issuer Teesport Partnership Swap Termination Amount	-	
	g Issuer Transaction Account	328.46	
	Totals	25,197,999.61	25,197,999.61

14. Note Information

Listing Irish Stock Exchange

Original Rating

Moody's A3

Standard and Poor's A-

Fitch A-

Offered Date 25-Jun-09

Expected Maturity 13-Apr-39

Issue Amount £430,650,000

ISIN code XS0425412227

Interest Rate 7.6227%

Current Factor 0.993107567630326

Next Factor 0.990721973760594

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