



Tesco Property Finance 3 plc

£ 958,450,000 Secured 5.744 per cent. Bonds due 13 April 2040

Issuer and Partnership Quarterly Report for the period covering October 2014 - January 2015

IPD 18

Report Date	13-Jan-15
Loan Interest Payment Date	12-Jan-15
Calculation Date	08-Jan-15
Interest Payment Date	13-Jan-15

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Prepared by HSBC Bank plc acting as Cash Manager for and on behalf of Tesco Property Finance 3 plc, The Tesco Passaic Limited Partnership, Tesco Passaic (Nominee 1) Limited, Tesco Passaic (Nominee 2) Limited and Tesco Passaic (GP) Limited.

1. Partnership Rent Account 70295444

Opening Balance		5,000.03 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
07-Jul-10	Initial Deposit on Closing Date	5,000.00	Cr
23-Dec-14	Rent	14,059,569.60	Cr
12-Jan-15	To Partnership Transaction Account	14,059,569.60	Dr
Closing Balance		5,000.03	Cr

2. Partnership VAT Account 70295460

Opening Balance		3,048,538.59 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
29-Oct-14	VAT Payment	2,811,663.96	Dr
23-Dec-14	VAT Funding	2,811,913.96	Cr
Closing Balance		3,048,788.59	Cr

3. Partnership Transaction Account 70295452

Opening Balance		6,250.00 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
06-Jan-15	Credit Interest	1,565.53	Cr
12-Jan-15	Transfer from Rent	14,059,569.60	Cr
12-Jan-15	Trustee Fee	1,500.00	Dr
12-Jan-15	Ongoing Fee	39,501.96	Dr
12-Jan-15	Expenses	24,777.30	Dr
12-Jan-15	Partnership Swap payment	669,595.12	Cr
12-Jan-15	Partnership Debt	14,456,591.24	Dr
12-Jan-15	Spenhill	90,663.67	Dr
Closing Balance		123,946.08	Cr

4. General Partner Corporation Tax Reserve Account 70295487

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

5. General Partner VAT Transaction Account 70298993

DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
	Opening Balance	164,576.77	Cr
	Closing Balance	164,576.77	Cr

Expense Reserve Ledger - Max GBP 500,000.00

DATE			
13/10/2014		6,250.00	
13/01/2015		117,696.08	
	Balance	123,946.08	Cr

6. Partnership Pre-Enforcement Priority of Payments

Date		Funds Paid Out of account (£)	Funds Received into account (£)
12-Jan-15	Partnership Available Funds		
	a Rental Income		14,059,569.60
	b Funds from Issuer under Partnership Swaps		14,456,632.00
	c From Partnership VAT Account		-
	d From Partnership Disposal Proceeds Account		-
	e From Partnership Insurance Proceeds Account		-
	f Interest received by the Partnership Accounts and Rent Account		1,565.53
	g Eligible Investment Earnings by Partnership		-
	h Advance under Committed Subordinated Loan Agreement		-
	i Net proceeds of a CPO Disposal or a Mortgage Property		-
	j Net proceeds of a disposal of a Mortgage Property		-
	k Any other sums standing to the credit of the Partnership Transaction Ac		-
	Partnership Pre-Enforcement Priority of Payments		
	a Partnership Security Trustee Fees	1,500.00	
	b Issuer Security Trustee Fee, Bond Trustee, operating expenses of the Issuer (Ongoing Partnership Facility Fee)	21,862.00	
	c Partnership Operating Expenses excluding GP UK Tax	-	
	d Partnership Operator Fee	24,777.30	
	d Property Advisor Fee (Annual 25 K Jan)	-	
	d Nominees Corporate Services Provider Fee		
	d Nominees Holdco Corporate Services Provider Fee		
	d PL Propco Corporate Services Provider Fees		
	d Nominees Side Letter payments	-	
	d Nominees Holdco Side Letter payments	-	
	d Account Bank Fee	-	
	d Cash Manager Fee	-	
	d Issuer Account Bank, PPA CM, CSP Fee (Ongoing Partnership Facility Fee)	16,889.96	
	d Headlease payment	-	
	e Partnership Expenses Ledger payment (max £6,250)	6,250.00	
	f Partnership Debt Interest	13,585,701.24	
	f Partnership Swap payment	13,787,036.88	
	g Partnership Debt Principal	870,890.00	
	g Issuer Partnership Swap Termination Amount (Ongoing Partnership Facility Fee)	750.00	
	i Partnership Swap Termination Amount	-	
	j Property Pool Manager Fee	90,663.67	
	k Partnership Expenses Ledger payment	111,446.08	
	l Alteration Adjustment Rent	-	
	m Committed Subordinated Loan payment	-	
	n Partnership Distribution Account		
	Totals	28,517,767.13	28,517,767.13

7. Issuer Transaction Account 70295495

Opening Balance		33,712.92 Cr	
DATE	ENTRY DETAILS	AMOUNT (£)	CR/DR
06-Jan-15	Credit Interest	192.03	Cr
12-Jan-15	Swaps Receipts	669,595.12	Cr
12-Jan-15	Partnership Debt	14,456,591.24	Cr
12-Jan-15	Swap Pays	669,595.12	Dr
12-Jan-15	Ongoing Fee	39,501.96	Cr
13-Jan-15	HSBC Fee	7,700.00	Dr
13-Jan-15	Notes	14,456,591.25	Dr
13-Jan-15	SFM	11,889.96	Dr
13-Jan-15	Issuer Operating Expenses	19,162.00	Dr
	Closing Balance	34,654.94	Cr

8. Issuer Pre-Enforcement Priority of Payments

Date		Funds Paid Out of account (£)	Funds Received into account (£)
13-Jan-15	Issuer Available Funds		
	a Funds due to Issuer under Partnership Swap Agreement		13,787,036.88
	b Amounts due to Issuer in respect of Partnership Loan		14,496,093.20
	c Any amount due to Issuer under Issuer Swap Agreement		14,456,632.00
	d Interest Received by Issuer on Transaction Account		192.03
	e Eligible Investment Earnings		-
	Issuer Pre-Enforcement Priority of Payments		
	a Bond Trustee Fee	1,200.00	
	a Issuer Security Trustee Fee	1,500.00	
	b Issuer Operating Expenses	19,162.00	
	c Issuer/Issuer Holdco Corporate Services Provider Fee	11,889.96	
	c Paying Agent Fee	500.00	
	c Account Bank Fee	750.00	
	c Cash Manager Fee	3,750.00	
	d Bond Interest	13,585,701.25	
	d Bond Principal	870,890.00	
	d Issuer Swap Provider	13,787,036.88	
	d Partnership Swap payment	14,456,632.00	
	e Issuer Profit	750.00	
	f Swap Subordinated Amounts	-	
	g Issuer Partnership Swap Termination Amount	-	
	h Issuer Transaction Account	192.02	
	Totals	42,739,954.11	42,739,954.11

9. Bond Information

Listing Irish Stock Exchange

Original Rating

Moody's A3

Standard and Poor's A-

Fitch A-

Offered Date 07 July 2010

Expected Maturity 13 April 2040

Issue Amount £958,450,000

ISIN code XS0512401976

Interest Rate 5.744% p.a.

Current Factor 0.987093196306536

Next Factor 0.986184552141478

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