



* Revised on 05/23/2007

Investor Report: May 08, 2007

BLUE CITY INVESTMENTS I LIMITED

THE BANK OF NEW YORK

Issuer Security Trustee, Issuer Note Trustee, Principal Paying Agent,
Lookback Calculation Agent and Registrar



BLUE CITY INVESTMENTS I LIMITED



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BLUE CITY INVESTMENTS I LIMITED



Note Valuation - 05/08/2007

Due Period covered by this Investor Report: 02/08/2007 - 05/08/2007
 Report Determination Date: 05/08/2007
 Payment Date relating to this Investor Report: 05/08/2007
 Preceding Payment Date: 02/07/2007
 Interest Accrual Period (Floating Rate Notes): 02/07/2007 - 05/08/2007
 Interest Accrual Period (Fixed Rate Notes): 02/07/2007 - 05/07/2007
 Libor Rate for Interest Accrual Period: 5.36000%
 Legal Final Maturity Date of Notes: 11/07/2016

| Class | Identifier | Original Note Balance | Beginning Note Balance | Interest Rate Index | All-In Rate | Day Count | Accrued Interest Amount | Total Principal Repaid and Prepaid Amounts | Total Distribution | Ending Note Balance |
|----------------|--------------|-------------------------|-------------------------|---------------------|-------------|-----------|-------------------------|--|------------------------|-------------------------|
| CLASS A1 | XS0259691623 | \$399,000,000.00 | \$399,000,000.00 | 3 Month Libor | 6.96000% | 90 | \$6,942,600.00 | \$0.00 | \$6,942,600.00 | \$399,000,000.00 |
| CLASS A3 | XS0267260346 | \$262,500,000.00 | \$262,500,000.00 | 3 Month Libor | 9.16000% | 90 | \$6,011,250.00 | \$0.00 | \$6,011,250.00 | \$262,500,000.00 |
| CLASS A | | \$661,500,000.00 | \$661,500,000.00 | | | | \$12,953,850.00 | \$0.00 | \$12,953,850.00 | \$661,500,000.00 |
| CLASS B1 | XS0259701018 | \$143,000,000.00 | \$143,000,000.00 | Fixed | 13.75000% | 90 | \$4,915,625.00 | \$0.00 | \$4,915,625.00 | \$143,000,000.00 |
| CLASS B | | \$143,000,000.00 | \$143,000,000.00 | | | | \$4,915,625.00 | \$0.00 | \$4,915,625.00 | \$143,000,000.00 |
| CLASS C | XS0272445726 | \$50,500,000.00 | \$50,500,000.00 | Fixed | 13.75000% | 90 | \$1,735,937.50 | \$0.00 | \$1,735,937.50 | \$50,500,000.00 |
| CLASS C | | \$50,500,000.00 | \$50,500,000.00 | | | | \$1,735,937.50 | \$0.00 | \$1,735,937.50 | \$50,500,000.00 |
| CLASS D | XS0273296243 | \$70,000,000.00 | \$70,000,000.00 | Fixed | 1.00000% | 90 | \$175,000.00 | \$0.00 | \$175,000.00 | \$70,000,000.00 |
| CLASS D | | \$70,000,000.00 | \$70,000,000.00 | | | | \$175,000.00 | \$0.00 | \$175,000.00 | \$70,000,000.00 |
| Totals | | \$925,000,000.00 | \$925,000,000.00 | | | | \$19,780,412.50 | \$0.00 | \$19,780,412.50 | \$925,000,000.00 |



BLUE CITY INVESTMENTS I LIMITED



Note Valuation (Contd.) - 05/08/2007

| Class | Identifier | Original Note Balance | Beginning Note Balance | Accrued Interest Amount | Expected Principal Repaid Amounts | Mandatory Principal Amounts Repaid | Prepaid Principal Amounts | Total Distribution | Expected Principal Payment Next Period | Ending Note Balance |
|----------------|--------------|-------------------------|-------------------------|-------------------------|-----------------------------------|------------------------------------|---------------------------|------------------------|--|-------------------------|
| CLASS A1 | XS0259691623 | \$399,000,000.00 | \$399,000,000.00 | \$6,942,600.00 | \$0.00 | \$0.00 | \$0.00 | \$6,942,600.00 | \$0.00 | \$399,000,000.00 |
| CLASS A3 | XS0267260346 | \$262,500,000.00 | \$262,500,000.00 | \$6,011,250.00 | \$0.00 | \$0.00 | \$0.00 | \$6,011,250.00 | \$0.00 | \$262,500,000.00 |
| CLASS A | | \$661,500,000.00 | \$661,500,000.00 | \$12,953,850.00 | \$0.00 | \$0.00 | \$0.00 | \$12,953,850.00 | \$0.00 | \$661,500,000.00 |
| CLASS B1 | XS0259701018 | \$143,000,000.00 | \$143,000,000.00 | \$4,915,625.00 | \$0.00 | \$0.00 | \$0.00 | \$4,915,625.00 | \$0.00 | \$143,000,000.00 |
| CLASS B | | \$143,000,000.00 | \$143,000,000.00 | \$4,915,625.00 | \$0.00 | \$0.00 | \$0.00 | \$4,915,625.00 | \$0.00 | \$143,000,000.00 |
| CLASS C | XS0272445726 | \$50,500,000.00 | \$50,500,000.00 | \$1,735,937.50 | \$0.00 | \$0.00 | \$0.00 | \$1,735,937.50 | \$0.00 | \$50,500,000.00 |
| CLASS C | | \$50,500,000.00 | \$50,500,000.00 | \$1,735,937.50 | \$0.00 | \$0.00 | \$0.00 | \$1,735,937.50 | \$0.00 | \$50,500,000.00 |
| CLASS D | XS0273296243 | \$70,000,000.00 | \$70,000,000.00 | \$175,000.00 | \$0.00 | \$0.00 | \$0.00 | \$175,000.00 | \$0.00 | \$70,000,000.00 |
| CLASS D | | \$70,000,000.00 | \$70,000,000.00 | \$175,000.00 | \$0.00 | \$0.00 | \$0.00 | \$175,000.00 | \$0.00 | \$70,000,000.00 |
| Totals | | \$925,000,000.00 | \$925,000,000.00 | \$19,780,412.50 | \$0.00 | \$0.00 | \$0.00 | \$19,780,412.50 | \$0.00 | \$925,000,000.00 |



BLUE CITY INVESTMENTS I LIMITED



Quarterly Summary - 05/08/2007

Special Reserve Account ("SRA")

| | |
|--|--------------|
| Balance of the SRA as of the date of the Last Report: | \$251,117.67 |
| Payments made to the Issuer Security Trustee from the SRA on the date of the Report: | \$0.00 |
| Balance of the SRA as of the date of the Report (After Any Payment Made Above): | \$251,558.39 |
| Interest Amounts earned on the SRA on the date of the Report: | \$3,254.12 |
| Balance of the SRA as of the date of the Report (on the above): | \$251,558.39 |

Partial Credit Guarantee Reserve Account ("PCGRA")

| | |
|--|------------------|
| Balance of the PCGRA as of the date of the Last Report: | \$200,000,000.00 |
| Payments made from the PCGRA on the date of the Report: | \$0.00 |
| Balance of the PCGRA as of the date of the Report (After Any Payments Made Above) | \$200,005,302.44 |
| Cumulative Disbursements under the PCGRA for which amounts are held by the Phase 1 Onshore Security Trustee by virtue of an Inconvertibility Event | \$0.00 |
| Cumulative Disbursements under the PCGRA for which amounts are held by the Phase 1 Onshore Security Trustee by virtue of a Non-transferability Event | \$0.00 |
| Interest Amounts earned on the PCGRA on the date of the Report: | \$2,993,675.04 |
| Released Amounts from the PCGRA : | \$5,302.44 |
| Balance of the PCGRA as of the date of the Report (on the above): | \$200,000,000.00 |

Senior Debt Service Reserve Account ("SDSRA")

| | |
|--|-----------------|
| Balance of the SDSRA as of the date of the Last Report: | \$60,863,512.50 |
| Payments made from the SDSRA on the date of the Report: | \$0.00 |
| Balance of the SDSRA as of the date of the Report (After Any Payments Made Above): | \$61,121,335.05 |
| Interest Amounts earned on the SDSRA on the date of the Report: | \$917,428.66 |
| Required Balance of the SDSRA as of the date of the Report: | \$60,863,512.50 |
| Released Amounts from the SDSRA: | \$257,822.55 |
| Additional Mandatory Deposits Received to Replenish the SDSRA: | \$0.00 |
| Balance of the SDSRA as of the date of the Report (on the above): | \$60,863,512.50 |

Second Senior Debt Service Reserve Account ("SSDSRA")

| | |
|--|-----------------|
| Balance of the SSDSRA as of the date of the Last Report: | \$70,988,088.03 |
| Payments made from the SSDSRA on the date of the Report: | \$0.00 |



BLUE CITY INVESTMENTS I LIMITED



Quarterly Summary - 05/08/2007

Second Senior Debt Service Reserve Account ("SSDSRA")

| | |
|---|-----------------|
| Balance of the SSDSRA as of the date of the Report (After Any Payments Made Above): | \$84,289,807.87 |
| Interest Amounts earned on the SSDSRA on the date of the Report: | \$1,242,035.61 |
| Required Balance of the SSDSRA as of the date of the Report: | \$68,121,664.58 |
| Released Amounts from the SSDSRA: | \$16,168,143.29 |
| Additional Mandatory Deposits Received to Replenish the SSDSRA: | \$0.00 |
| Balance of the SSDSRA as of the date of the Report (on the above): | \$68,121,664.58 |

Junior Debt Service Reserve Account ("JDSRA")

| | |
|--|-----------------|
| Balance of the JDSRA as of the date of the Last Report: | \$39,325,000.00 |
| Payments made from the JDSRA on the date of the Report with respect to debt service: | \$0.00 |
| Payments made from the JDSRA on the date of the Report with respect to payments to the Borrower: | \$0.00 |
| Balance of the JDSRA as of the date of the Report (After Any Payments Made Above): | \$39,491,675.37 |
| Interest Amounts earned on the JDSRA on the date of the Report: | \$592,421.06 |
| Required Balance of the JDSRA as of the date of the Report: | \$39,325,000.00 |
| Released Amounts from the JDSRA: | \$166,675.37 |
| Balance of the JDSRA as of the date of the Report (on the above): | \$39,325,000.00 |

Credit Insurance

| | |
|--|------------------|
| Cumulative Credit Insurance Available on the date of Report: | \$399,000,000.00 |
| Cumulative Credit Insurance Available for the period to the next Payment Date: | \$399,000,000.00 |
| Cumulative Credit Insurance Reduction on the date of Report: | \$0.00 |
| Credit Insurance Available on the period to the next Payment Date: | \$399,000,000.00 |
| Credit Insurance Compensation Claimed on the date of the Report: | \$0.00 |
| Cumulative Credit Insurance Compensation Claimed to the last Payment Date: | \$0.00 |
| Cumulative Credit Insurance Compensation Paid to the last Payment Date: | \$0.00 |
| Cumulative Credit Insurance Compensation Claimed and Unpaid to the last Payment: | \$0.00 |
| Cumulative Credit Insurance Compensation Claimed and subject to the Waiting Period to the last Payment Date: | \$0.00 |
| Cumulative Credit Insurance Compensation Claimed and Denied to the last Payment Date: | \$0.00 |
| Cumulative Credit Insurance Premiums Paid to the last Payment Date: | \$31,122,000.00 |
| Credit Insurance Premiums Paid on the date of Report: | \$0.00 |
| Credit Insurance Premium Due at the end of the period to the next Payment Date: | \$0.00 |



BLUE CITY INVESTMENTS I LIMITED



Quarterly Summary - 05/08/2007

Credit Insurance

| | |
|---|-----------------|
| Balance of the Credit Insurance Premium Reserve on the date of Report: | \$26,037,257.29 |
| Cumulative Credit Insurance Compensation Paid to the last Payment Date: | \$0.00 |
| Payments Made to the Credit Insurance Provider on the date of the Report: | \$0.00 |
| Outstanding Claims of the Credit Insurance Provider for Reimbursement in Respect of Compensation Paid on or prior to the last Payment Date: | \$0.00 |

Phase Releases

| | |
|---|-------------------|
| Phases Released in the Quarter to the date of the Report: | 0 / 0 / 0 / 0 / 0 |
| Cumulative Phases Released to Date: | 0 / 0 / 0 / 0 / 0 |
| Phases Released in the Quarter to the date of the Report for a Release Fee: | 0 / 0 / 0 / 0 / 0 |
| Release Fees Paid in the Quarter: | \$0.00 |
| Cumulative Release Fees Paid to the last Payment Date: | \$0.00 |
| Phases Providing Security on the Notes: | |

Valuation

| | |
|-------------------------------------|------------------|
| Date of Previous Valuation: | 11/03/2006 |
| Date of Last Valuation: | 11/03/2006 |
| Previous Valuation: | \$879,100,000.00 |
| Last Valuation: | \$879,100,000.00 |
| Increase / (Decrease) in Valuation: | \$0.00 |



BLUE CITY INVESTMENTS I LIMITED



Residential Sales Tests - 05/08/2007

Calculation Parameters

| | | |
|---|-------------------|-------------------------------------|
| Cumulative Net Proceeds from Sales of Residential Units | \$0.00 | |
| | <u> </u> | |
| | | <u> </u> \$0.00 (A) |
| | | |
| Expected Cumulative Net Proceeds from Sales of Residential Units | \$0.00 | |
| | <u> </u> | |
| | | <u> </u> \$0.00 (B) |
| | | |
| Sales Test Coverage Ratio (A/B) | | N/A |
| Required Residential Sales Test 1 Threshold Ratio (During Months 18-66) | | 87.50% |
| Required Residential Sales Test 2 Threshold Ratio (During Months 24-66) | | 82.50% |
| Required Residential Sales Test 3 Threshold Ratio (During Months 30-66) | | 80.00% |
| Required Residential Sales Test 4 Threshold Ratio (During Months 30-66) | | 75.00% |
| Required Residential Sales Test 5 Threshold Ratio (During Months 36-57) | | 70.00% |
| Required Residential Sales Test 6 Threshold Ratio (During Months 60-81) | | 70.00% |
| | | |
| Test Result | | N/A |



BLUE CITY INVESTMENTS I LIMITED



Capital Expenditure Test - 05/08/2007

Calculation Parameters

| | | |
|---|---------------------------|-------------------------------|
| Actual Capital Expenditure | <u>\$0.00</u> | |
| | | <u>\$0.00</u> (A) |
| Expected Capital Expenditure | <u>\$2,102,451,183.00</u> | |
| | | <u>\$2,102,451,183.00</u> (B) |
| Sales Test Ratio (A/B) | | N/A |
| Required Residential Sales Test 1 Threshold Ratio (During Months 18-66) | | 107.50% |
| Required Residential Sales Test 2 Threshold Ratio (During Months 24-66) | | 110.00% |
| Required Residential Sales Test 3 Threshold Ratio (During Months 30-66) | | 115.00% |
| Required Residential Sales Test 4 Threshold Ratio (During Months 30-66) | | 120.00% |
| Required Residential Sales Test 5 Threshold Ratio (During Months 36-57) | | 125.00% |
| Required Residential Sales Test 6 Threshold Ratio (During Months 60-81) | | N/A |
| Test Result | | N/A |



BLUE CITY INVESTMENTS I LIMITED



Security Base Value Test - 05/08/2007

Calculation Parameters

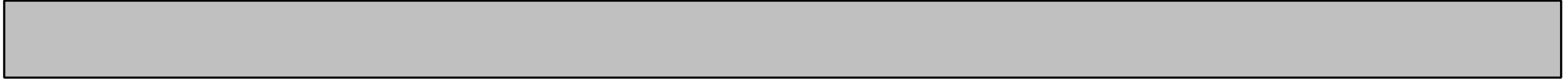
| | | | |
|--|------------------|-------------------------|-----|
| Value of Phase 1 Secured Land | \$879,100,000.00 | | |
| | | \$879,100,000.00 | (A) |
| Outstanding Intercompany Loans | \$925,000,000.00 | | |
| Outstanding Amounts due to Credit Insurance Provider | \$0.00 | | |
| | | \$925,000,000.00 | (B) |
| Senior Debt Service Reserve Account | \$61,121,335.05 | | |
| Second Senior Debt Service Reserve Account | \$84,289,807.87 | | |
| Junior Debt Service Reserve Account | \$39,491,675.37 | | |
| Parial Credit Guarantee Reserve Account | \$200,005,302.44 | | |
| | | \$384,908,120.73 | (C) |
| Escrow Account | \$110,827,114.45 | | |
| | | \$110,827,114.45 | (D) |
| Proceeds of Residential Unit Sales not Transferred on the Calculation Date | \$0.00 | | |
| | | \$0.00 | (E) |
| Security Base Coverage Ratio (A/(B-C-D-E)) | | 204.79% | |
| Required Security Base Coverage Ratio | | 125.00% | |
| Test Result | | N/A | |



BLUE CITY INVESTMENTS I LIMITED



Disclaimer - 05/08/2007



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