

Plan Insure Limited

REPORT AND FINANCIAL STATEMENTS

30 September 2006

Company Registration No. 01179095



Plan Insure Limited

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Plan Insure Limited

DIRECTORS AND ADVISORS

DIRECTORS

MS Owen
MJ Mitchell

SECRETARY

MJ Mitchell

REGISTERED OFFICE

Plan Invest House
9 King Edward Street
Macclesfield
Cheshire
SK10 1AQ

AUDITORS

Baker Tilly
Chartered Accountants
Festival Way
Stoke-on-Trent
Staffordshire
ST1 5BB

Plan Insure Limited

DIRECTORS' REPORT

The directors submit their report and the audited financial statements of Plan Insure Limited for the year ended 30 September 2006.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of life assurance and pension broking. The company is regulated by the Financial Services Authority.

REVIEW OF THE BUSINESS

The results for the year are shown within the Profit & Loss Account. The Company shows an increase in profit during the year due to a healthy increase in new business and in particular recurring income. In addition administrative costs have been kept down.

KEY PERFORMANCE INDICATORS

The company has seen an increase in recurring income during the year as well as an overall increase in turnover which has resulted in an increase in profit.

RISK AND UNCERTAINTIES

The company operates in a variety of markets both corporate and personal. There are risk factors both external and internal to the company. External risks include political and economic risks and in particular market related risks. Continued uncertainty related to revenue practice also can potentially affect new business levels in the years to come.

Internal risks are well controlled by active compliance procedures using external compliance managers as well as close management involvement with all advisers.

FINANCIAL DEVELOPMENT

The company sees continued growth via organic development of the business. Money is kept in reserve to allow for acquisitions of other organisations as and when the directors feel that this is appropriate.

RESEARCH AND DEVELOPMENT

Considerable time is spent in researching suitable investment funds for the benefit of our clients including meeting fund managers and utilising the services of a variety of specialist investment data bases. This will be continued into the future with one individual specifically dedicated to this function.

DIVIDENDS

An interim dividend on the ordinary shares of £87,023 (2005: £104,833) was paid during the year.

DIRECTORS

The directors who held office during the year were as follows:

MS Owen
MJ Mitchell

Plan Insure Limited

DIRECTORS' REPORT

DIRECTORS' INTERESTS IN SHARES

None of the directors who held office at the end of the financial year had any disclosable interest in the shares of the company.

The interests of the directors in the shares of the holding company are disclosed in the financial statements of that company.

According to the register of directors' interests, no rights to subscribe for shares in the company or any other group company were granted to any of the directors or their immediate families, or exercised by them during the financial year.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

The directors who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditors are unaware. Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

AUDITORS

A resolution to reappoint Baker Tilly, Chartered Accountants, as auditors of the company will be put to the members at the Annual General Meeting.

By order of the board



MJ Mitchell
Director

Plan Invest House
9 King Edward Street
Macclesfield
Cheshire
SK10 1AQ

25 January 2007

Plan Insure Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the requirements of the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PLAN INSURE LIMITED

We have audited the financial statements on pages 7 to 18.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985, and whether the information given in the Directors' Report is consistent with the financial statements. We also report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PLAN INSURE
LIMITED (continued)

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 30 September 2006 and its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements.

Baker Tilly

BAKER TILLY
Registered Auditor
Chartered Accountants
Festival Way
Stoke-on-Trent
Staffordshire
ST1 5BB

25 January 2007

Plan Insure Limited
PROFIT AND LOSS ACCOUNT
for the year ended 30 September 2006

	Note	2006 £	2005 £
TURNOVER – CONTINUING OPERATIONS	1	629,683	553,810
Administrative expenses		(505,393)	(436,895)
OPERATING PROFIT – CONTINUING OPERATIONS		124,290	116,915
Other interest receivable	2	12,004	2,528
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	1-4	136,294	119,443
Taxation	5	(34,498)	(30,702)
PROFIT FOR THE YEAR	12	101,796	88,741

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account.

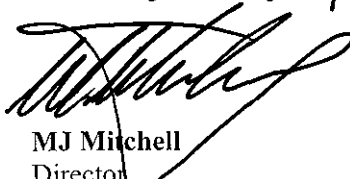
Plan Insure Limited

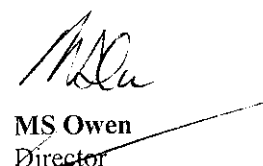
BALANCE SHEET

at 30 September 2006

	Note	2006 £	2005 £
FIXED ASSETS			
Tangible assets	7	7,246	10,526
CURRENT ASSETS			
Debtors	8	39,153	47,956
Cash at bank and in hand		421,632	141,935
		<u>460,785</u>	<u>189,891</u>
CREDITORS: Amounts falling due within one year	10	<u>(427,586)</u>	<u>(175,476)</u>
NET CURRENT ASSETS		<u>33,199</u>	<u>14,415</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>40,445</u>	<u>-</u>
PROVISIONS FOR LIABILITIES AND CHARGES	9	<u>(731)</u>	<u>-</u>
NET ASSETS		<u>39,714</u>	<u>24,941</u>
CAPITAL AND RESERVES			
Called up share capital	11	4,000	4,000
Profit and loss account	12	35,714	20,941
EQUITY SHAREHOLDERS' FUNDS		<u>39,714</u>	<u>24,941</u>

The financial statements on pages 7 to 18 were approved by the board of directors and authorised for issue on 25 January 2007 and are signed on its behalf by:


MJ Mitchell
Director


MS Owen
Director

Plan Insure Limited

RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS for the year ended 30 September 2006

	Note	2006 £	2005 £
PROFIT FOR THE FINANCIAL YEAR		101,796	88,741
Dividends	6	(87,023)	(104,833)
NET ADDITION TO/(REDUCTION IN) SHAREHOLDERS' FUNDS		14,773	(16,092)
Opening shareholders' funds		24,941	41,033
CLOSING SHAREHOLDERS' FUNDS		39,714	24,941

Plan Insure Limited

ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

Under Financial Reporting Standard 1 the company is exempt from the requirement to prepare a cashflow statement on the grounds that a parent undertaking includes the company in its own published consolidated financial statements.

The company has taken advantage of the exemption contained in Financial Reporting Standard 8 and has therefore not disclosed transactions or balances with entities which form part of the Plan Invest Limited group.

TANGIBLE FIXED ASSETS

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value over its expected useful life, as follows:

Furniture and equipment	-	20% per annum straight line
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DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

LEASED ASSETS AND OBLIGATIONS

Where assets are financed by leasing agreements that give rights approximating to ownership ("finance leases"), the assets are treated as if they had been purchased outright. The amount capitalised is the present value of the minimum lease payments payable during the lease term. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements, and the interest is charged to the profit and loss account in proportion to the remaining balance outstanding.

All other leases are "operating leases" and the annual rentals are charged to profit and loss on a straight line basis over the lease term.

RETIREMENT BENEFITS

The company operates a defined contribution scheme. The amount charged to the profit and loss account in respect of pension costs and other post retirement benefits is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

Plan Insure Limited

ACCOUNTING POLICIES

TURNOVER

Turnover represents gross commissions receivable from all insurance brokerage earned in the year. Initial commission on life and pension contracts is taken in the period in which the proposal is accepted by the insurance company. Subsequently, renewal commission is taken into the period in which the renewal date falls.

Commission on indemnity terms is recognised only when all necessary premiums have been paid over to the insurance company, the balance being shown as deferred income within creditors.

Fees charged for managing investments are recognised as revenue when the services are provided.

CHANGES IN ACCOUNTING POLICES AND ESTIMATION TECHNIQUES

The following new Financial Reporting Standards (FRS) and Statutory Instruments (SI) have been adopted for the first time, in these financial statements:

- FRS 21 – Events after the balance sheet date.
- FRS 25 – Financial instruments: Disclosure and presentation (presentation requirement only).
- FRS 28 – Corresponding amounts
- SI 2004/2947 – The Companies Act 1985 (International Accounting Standards and other Accounting Amendments) Regulations 2004
- SI 2004/3322 – Companies (Audit, Investigations and Community Enterprise) Act 2004.
- SI 2005/1011 – The Companies Act 1985 (Operating and Financial Review and Directors' Report etc) Regulations 2005.

The effect of FRS 25 is to remove dividends from the face of the profit and loss account. Dividends are now shown as a line item in the reconciliation of movements in shareholders' funds.

None of the FRS's have had a significant effect on the prior year results and as such no prior year adjustment has been made in these financial statements.

Plan Insure Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2006

1 SEGMENTAL REPORT

The company's turnover and profit before taxation were derived from its principal activities. All turnover is from UK customers.

2	OTHER INTEREST RECEIVABLE	2006 £	2005 £
	Bank interest	11,879	2,368
	Other interest	125	160
		<u>12,004</u>	<u>2,528</u>

3	PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2006 £	2005 £
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Profit on ordinary activities before taxation is stated after charging:

Depreciation and amounts written off tangible fixed assets

Charge for the year:

Owled assets	3,917	5,345
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Operating lease rentals:

Plant and machinery	21,890	21,952
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Auditors' remuneration:

Audit services	6,602	6,250
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Non-audit services	-	2,847
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4	EMPLOYEES	2006 Number	2005 Number
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The average monthly number of persons (including directors) employed by the company during the year was:

Managerial and technical	4	4
Secretarial and clerical	4	4
	<u>8</u>	<u>8</u>

Plan Insure Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2006

4 EMPLOYEES (continued)

	2006 £	2005 £
Staff costs for the above persons:		
Wages and salaries	221,521	189,920
Social security costs	26,625	23,726
Other pension costs	46,680	16,492
	<u>294,826</u>	<u>230,138</u>

	2006 £	2005 £
DIRECTORS' REMUNERATION		
Emoluments	30,416	23,772
Money purchase pension contributions	36,576	8,205
	<u>66,992</u>	<u>31,977</u>
Total emoluments		

	2006 Number	2005 Number
The number of directors to whom relevant benefits are accruing under:		
Money purchase pension schemes was	<u>2</u>	<u>2</u>

Plan Insure Limited

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2006

5	TAXATION	2006		2005	
		£	£	£	£
	Current tax:				
	UK corporation tax on profits of the year	35,456		35,356	
	Adjustments in respect of previous periods	(4,917)		(97)	
	Total current tax		30,539		35,259
	Deferred tax:				
	Origination and reversal of timing differences	3,959		(5,326)	
	Difference in tax rate	-		769	
	Total deferred tax		3,959		(4,557)
	Tax on profit on ordinary activities		34,498		30,702

Factors affecting tax charge for the year:

The tax assessed for the year is lower than the standard rate of corporation tax in the UK 30%. The differences are explained below:

	2006 £	2005 £
Profit on ordinary activities before tax	136,294	119,443
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK 30% (2005: 30%)	40,888	35,833
<i>Effects of:</i>		
Expenses not deductible for tax purposes	3,640	3,824
Depreciation in excess of capital allowances	544	826
Other timing differences	2	4,500
Starting rate relief	(9,618)	(9,627)
Adjustments in respect of previous periods	(4,917)	(97)
Current tax charge for the year	30,539	35,259

Plan Insure Limited

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2006

6	DIVIDENDS	2006 £	2005 £
	Equity:		
	Ordinary shares - Interim paid	87,023	104,833
7	TANGIBLE FIXED ASSETS		
			Fixtures, fittings and equipment £
	<i>Cost</i>		
	At beginning of year		104,322
	Additions		637
	At end of year		104,959
	<i>Depreciation</i>		
	At beginning of year		93,796
	Charged in the year		3,917
	At end of year		97,713
	<i>Net book value</i>		
	At 30 September 2006		7,246
	At 30 September 2005		10,526

Plan Insure Limited

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2006

8	DEBTORS	2006 £	2005 £
	<i>Due within one year:</i>		
	Trade debtors	3,815	7,386
	Other debtors	244	163
	Prepayments and accrued income	35,094	37,179
	Deferred tax asset	-	3,228
		<u>39,153</u>	<u>47,956</u>

9	DEFERRED TAXATION	£
	Asset at beginning of year	(3,228)
	Charge for the year	3,959
	Liability at end of year	<u>731</u>

Provision for deferred tax has been made as follows:

	2006 £	2005 £
Excess of tax allowances over depreciation	473	1,107
Other timing differences	258	(4,335)
	<u>731</u>	<u>(3,228)</u>

Plan Insure Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 September 2006

10	CREDITORS: Amounts falling due within one year	2006 £	2005 £
	Amounts owed to group undertakings	340,818	90,867
	Corporation tax	35,563	35,311
	Accruals and deferred income	51,205	49,298
		<u>427,586</u>	<u>175,476</u>

Accruals and deferred income includes £10,000 (2005: £7,749) in respect of commission on indemnity terms received but not yet recognised. No such commission has been repaid to suppliers during the year and none of the policies concerned have lapsed.

11	CALLED UP SHARE CAPITAL	2006 £	2005 £
	Authorised: Equity: 4,000 ordinary shares of £1 each	4,000	4,000
	Allotted, issued and fully paid: Equity: 4,000 ordinary shares of £1 each	4,000	4,000

12	PROFIT AND LOSS ACCOUNT	£
	At beginning of year	20,941
	Profit for the year	101,796
	Dividends	(87,023)
	At end of year	<u>35,714</u>

Plan Insure Limited

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 September 2006

13 CAPITAL COMMITMENTS

There were no capital commitments at the beginning or end of the financial year.

14 COMMITMENTS UNDER OPERATING LEASES

2006	2005
£	£

At 30 September 2006 the company was committed to making the following payments during the next year under non-cancellable operating leases as follows:

Plant and machinery:

Expiring within one year

8,420	-
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Expiring between two and five years

35,246	22,112
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<u>43,666</u>	<u>22,112</u>
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15 PENSION COMMITMENTS

The company operates a discretionary money purchase pension scheme for certain of its present directors and employees whose assets are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £46,680 (2005: £16,492). Prepaid contributions at the end of the year amounted to £861 (2005: £866).

16 ULTIMATE PARENT COMPANY

The ultimate parent company of Plan Insure Limited is Plan Invest Limited, a company incorporated and registered in the United Kingdom.

Copies of the group financial statements may be obtained from:

Plan Invest House
9 King Edward Street
Macclesfield
Cheshire
SK10 1AQ