

Link Interchange Network Limited Annual Report 2007

For the 18 months ended 31 December 2007

Registered No. 3565766

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Directors and advisers

Directors

P M Gerrard

R Parker

S Rattigan

Auditors

KPMG LLP

Registered office

Drake House, Three Rivers Court
Homestead Road, Rickmansworth
WD3 1FX

Directors' report

The directors present the annual report and the audited financial statements for the 18 months ended 31 December 2007. The company changed the year end during the year from 30 June to 31 December as part of the merger of Voca Limited and Link Interchange Network Limited. The comparative figures represent the results of the Company for the year ended 30 June 2006.

Business review

Link Interchange Network provides switching services for the UK's ATM network with over 99 percent of all ATMs connected to the Link Interchange Network switch. During 2007 over 2.8 billion ATM transactions were switched by Link Interchange Network, an increase of 4.1 percent on 2006. Link Interchange Network processes all Interbank ATM traffic within the UK and supplies connectivity to the international card schemes to facilitate the acceptance of Visa and MasterCard products. Processing is contracted directly with the UK banks on individual rolling contracts. Link Interchange Network's ATM business also provides an end-to-end ATM managed service (AMS) for banks and independent ATM Deployers covering ATM placement through to driving and servicing.

At 1 January 2008, the company's business activity was transferred to Vocalink Limited at book value as part of the restructuring of the Vocalink Group created as part of the merger of Voca Group and Link Interchange Network Group. The company ceased to trade as of 1st January 2008.

Financial review

The results of the Company for the period are set out on page 10 and show a profit after taxation of £3,001,395 (2006: £5,825,040). Both the level of business and the year-end financial position were satisfactory.

Dividends

The directors have not declared a dividend in the year (2006: £nil).

Charitable contributions

The consolidated amount given for charitable purposes by the company totalled £1,235. No contributions to political parties were made.

Directors

The directors of the company who served during the period were

Name	Appointed	Resigned
J T Hardy		15/10/2007
R Parker	03/03/2008	
S Rattigan	31/10/2007	
P M Gerrard		
K A Shields		17/10/2007

Non-Executive directors all resigned as part of the company reorganisation. New non Executive directors have been appointed to Vocalink Holdings Limited, the ultimate parent company. The movement in details are

Name	Appointed	Resigned
D M Atkin		21/11/2006
N C Audhlam Gardiner		14/09/2006
H C Bradley	21/11/2006	22/10/2007
V Brennan		21/11/2006
J R Brown		21/11/2006
J R M Bulloch		14/09/2006
I J Bullock		21/11/2006
J Capper		21/01/2006
M R Coffey		21/11/2006
C S G Cole		21/11/2006
N Davey		21/11/2006
B M Davis		29/06/2007
N Donegan		21/11/2006
J R Ellington		29/06/2007
R Finch		21/11/2006
K L Freakley		21/11/2006
J A Gaunt		21/11/2006
J Hannant		21/11/2006
J Hughes		21/11/2006
W J Luczywo		21/11/2006
P Myers		29/06/2007
D J Nibloe		21/11/2006
P E Presland		31/10/2007
M R J Sims		21/11/2006
R G Spence	20/03/2007	29/06/2007
S Styles		21/11/2006
J A Thompson		21/11/2006
J Warren		21/11/2006
R J Whatford		29/06/2007
N Williams	21/11/2006	29/06/2007
S P Wright		21/11/2006

Director's interests in shares of the Company

The directors did not have any interest in the shares of the company or in the ultimate parent company during the year

Directors' disclosure of relevant information to auditors

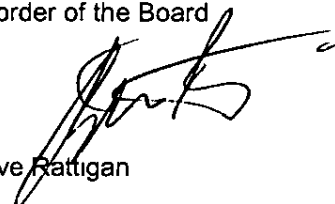
In the case of each person who was a director of the company at the time when the directors' report was approved, the following applied

- a) Each director confirmed that as far as he or she was aware individually, there was no relevant audit information of which the company's auditors were unaware, and
- b) Each director has taken all the steps that he or she ought to have taken as a director to make himself or herself aware of any relevant audit information and to establish that the company's auditors were aware of that information

Auditors

KPMG LLP have indicated their willingness to continue in office as auditors and a resolution for their re-appointment will be proposed at the forthcoming annual general meeting

By order of the Board



Steve Rattigan

Director

15 September 2008

Statement of directors' responsibilities

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 they have elected to prepare the company financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

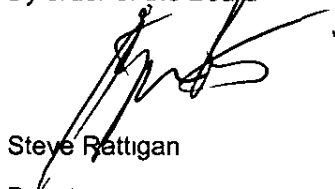
The company financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss for that period

In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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 that disclose with reasonable accuracy at any time the financial position of the parent company and enable them to ensure that its financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the group and to prevent and detect fraud and other irregularities

By order of the Board



Steve Rattigan
Director

15 September 2008

Independent auditors' report to the members of Link Interchange Network Limited

We have audited the company financial statements (the "financial statements") of Link Interchange Network Limited for the 18 months ended 31 December 2007 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

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 UK Accounting Standards (UK Generally Accepted Accounting Practice) are set out in the Statement of directors' responsibilities on page 7.

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. We also report to you whether in our opinion the information given in the Directors' report is consistent with the financial statements.

In addition we 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.

We read the Directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

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 judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the group's and 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.

Opinion

In our opinion

- the financial statements give a true and fair view, in accordance with UK Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2007 and of the company's profit for the 18 month period then ended,
- the financial statements 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

KPMG LLP

KPMG LLP

Chartered Accountants 1 Canada Square, London

Registered Auditor

15 September 2008

Profit and loss account

18 months ended 31 December 2007

	Notes	Before Exceptional Items 18 months ended 31 December 2007 £	Exceptional items 18 months ended 31 December 2007 £	After Exceptional Items 18 months ended 31 December 2007 £	Restated 12 months ended 30 June 2006 £
Turnover	2	62,088,231		62,088,231	38,563,834
Administrative Expenses	5,6	(51,196,339)	(4,158,917)	(55,355,256)	(30,341,201)
Operating profit/ (loss)		10,891,892	(4,158,917)	6,732,975	8,222,633
Merger costs	5	-	(1,474,780)	(1,474,780)	-
Profit / (loss) on ordinary activities before finance charge	7	10,891,892	(5,633,697)	5,258,195	8,222,633
Interest receivable and similar income				269,016	443,884
Profit on ordinary activities before tax				5,527,211	8,666,517
Tax on profit on ordinary activities	8			(2,525,816)	(2,868,811)
Profit for the financial year on ordinary activities after taxation				3,001,395	5,797,706

All items dealt with in arriving at profits relate to continuing operations

The Company has no recognised gains and losses other than those included in the above results and therefore no separate statement of total recognised gains and losses has been presented

Balance sheet

As at 31 December

	Notes	31 December 2007 £	Restated 30 June 2006 £
Fixed Assets			
Tangible Assets	9	30,936,916	14,842,364
Investments	10	2,179,466	2,179,466
		33,116,382	17,021,830
Current Assets			
Debtors	11	11,062,117	11,850,635
Cash at bank in hand		7,533,321	5,275,305
		18,595,438	17,125,940
Creditors amounts falling due within one year	12	(11,736,270)	(10,700,743)
Net current assets		6,859,168	6,425,197
Total assets less current liabilities		39,975,550	23,447,027
Creditors amounts falling due after more than one year	13	(14,436,569)	(936,909)
Total net assets		25,538,981	22,510,118
Share capital and reserves			
Called up share capital	18	118,119	98,100
Share Premium	19	1,459,839	4,754,364
Special Reserve	19	250,000	250,000
Capital Redemption Reserve	19	4,711,316	-
Profit and loss account	19	18,999,707	17,407,654
Shareholders' funds		25,538,981	22,510,118

The financial statements on pages 10 to 21 were approved by the board of directors on 15 September 2008 and were signed on its behalf by



Steve Rattigan

Director

Notes to the financial statements

For the period ended 31 December 2007

1 Accounting policies

Basis of Preparation

Due to the merger of Voca Limited and Link Interchange Network Limited during the period and VocaLink Holding Limited becoming the ultimate parent of the company, there are no requirement to prepare Group accounts at sub group level and the attached accounts has now been prepared for the company only

The impact of this is that there will be no group information in this annual accounts and that the company's Profit & Loss Accounts including related notes are not comparable to previously submitted information

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below

The company has adopted FRS 20 "Shared Based Payment" for the first time this year. Prior year profit & loss and balance sheet comparatives have been restated to reflect the adoption of the standard

Fixed assets

Fixed assets are shown at original historical cost together with any incidental expenses of acquisition

All systems and programming development expenditure has been written off when incurred except where such costs have met the criteria stipulated under Statement of Accounting Practice 13 'Accounting for research and development'. In these instances such expenditure is capitalised as an fixed asset and amortised over the shorter of its estimated useful life and the contract period, commencing in the year in which the development becomes functional

Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset on a straight line basis over its estimated useful life as follows -

Computers and similar equipment	1½ - 6 years
Motor vehicles	3 years - 25% residual value
Office equipment and furniture	3 - 5 years
Freehold buildings	5 - 50 years
Leasehold buildings	5 years
Freehold land	Not depreciated

Investments

Investments held as fixed assets are stated at cost less provision for permanent diminution in value

Turnover

Turnover comprises the value of fees levied in the normal course of business, excluding VAT

Financial Instruments - Equity

Financial instruments issued by the Company are treated as equity (i.e. forming part of shareholders' funds) only to the extent that they meet the following two conditions

- They include no contractual obligations upon the Company to deliver cash or other financial assets or to exchange financial assets or financial liabilities with another party under conditions that are potentially unfavourable to the Company
- Where the instrument will or may be settled in the Company's own equity instruments, it is either a non-derivative that includes no obligation to deliver a variable number of the Company's own equity instruments or is a derivative that will be settled by the Company exchanging a fixed amount of cash or other financial assets for a fixed number of its own equity instruments

To the extent that this definition is not met, the proceeds of issue are classified as a financial liability. Where the instrument so classified takes the legal form of the Company's own shares, the amounts presented in these financial statements for called up share capital and share premium account exclude amounts in relation to those shares

Finance payments associated with financial liabilities are dealt with as part of interest payable and similar charges. Finance payments associated with financial instruments that are classified as part of shareholders' funds (see dividends policy), are dealt with as appropriations in the reconciliation of movements in shareholders' funds

Employee Share Options

During the year, until the scheme was closed on 28 June 2007, LINK operated a cash settled share based payment scheme where the fair value of the amount payable to the employees was recognised as an expense with a corresponding increase in liabilities. In line with FRS 20 'Share-based payment', which has been adopted for the first time this year, the fair value was initially measured at grant date and spread over the period during which the employees became unconditionally entitled to payment. The fair value was measured using an option pricing model taking in to account the terms and conditions upon which the options were granted. The liability was re-valued at each balance sheet date with any changes to fair value being recognised in the profit and loss account.

Own shares held by ESOP trust

During the term of the cash settled share based payment scheme transactions involving the company-sponsored ESOP trust were treated as being those of the company and were therefore reflected in the company's financial statements. In particular, the trust's purchases of shares in the company were debited directly to equity.

Deferred taxation

Deferred tax is accounted for using the full provision method. Deferred tax assets are only recognised when their recoverability is assessed as being more likely than not.

Pension costs

The Company operates a defined contribution scheme. The assets of the scheme are held separately from the Company in an independent administered fund. The pension cost charged in the year represent the contributions payable by the company to the fund.

Cash flows

The Company has taken advantage of the exemption within FRS1 (Revised) allowing it not to present its own cash flow statement as it is a 100% owned subsidiary of Vocalink Limited.

2 Turnover and profit on ordinary activities before taxation

All turnover and profit before tax is attributable to the provision of transaction management and settlement services

3 Directors Emoluments

	18 months ended 31 December 2007 £	12 months ended 30 June 2006 £
Emoluments	3,232,250	693,036
Company Pensions contributions to Money Purchase Schemes	74,507	44,990
Amounts paid to third parties in respect of directors' services	432,306	163,422
Total	3,739,063	901,448

Total emoluments and contribution to the Money Purchase Pension Schemes as at 31 December 2007 of the highest paid director were £1,951,599 (2006 £361,568) and £21,285 (2006 £22,440) respectively

4 Employee Information

Employee costs (including Executive Directors)

	18 months ended 31 December 2007 £	12 months ended 30 June 2006 £
Wages and salaries	16,865,264	9,386,513
Social Security	2,055,191	1,137,009
Other pension costs	1,150,603	640,026
Other		
	20,071,058	11,163,548
Reorganisation costs and associated pension benefits	3,034,826	
Total employee costs	23,105,884	11,163,548

Number of persons employed

	No	No
Average staff throughout the year	256	200

5 Exceptional items

Included within administrative expenses is £4,158,917 being the costs of integrating and reorganising Voca Limited and LINK Interchange Network Limited during and after the merger. Merger costs of £1,474,780 comprise the deal costs incurred in connection with the merger.

6 Auditors' Remuneration

The auditors' remuneration of £10,000 was borne by the parent company, Vocalink Holdings Limited

7 Operating Profit

	18 months ended 31 December 2007 £	12 months ended 30 June 2006 £
Profit/ (loss) on ordinary activities before taxation is stated after charging		
Depreciation		
Charge for year on owned assets	2,637,980	1,464,934
Amortisation for year on owned assets	1,697,692	735,235
Rental of premises	493,758	95,439
	4,829,430	2,295,608

8 Taxation

	18 months ended 31 December 2007 £	12 months ended 30 June 2006 £
The taxation charge on the profit for the year comprises		
Current tax	(3,795,480)	(2,534,665)
Total current tax	(3,795,480)	(2,534,665)
Deferred tax		
Origination and reversal of timing differences	58,777	(332,569)
Capital allowances in excess of depreciation	1,361,439	-
Adjustment in respect of prior years	(150,552)	(1,277)
Total deferred tax	1,269,664	(333,846)
Tax on profit on ordinary activities	(2,525,816)	(2,868,811)

The actual tax charge for the current and previous year varies from the standard rate of 30% for the reasons set out in the following reconciliation

Profit on ordinary activities before tax	5,527,211	8,666,517
Tax on profit on ordinary activities at UK standard rate of 30% (2006-30%)	(1,658,163)	(2,599,955)
Effects of		
Capital allowances in excess of depreciation	(386,939)	349,649
Short term timing differences	55,297	(17,080)
Expenses not deductible for tax purpose	(1,805,675)	(267,279)
Current tax charge for year	(3,795,480)	(2,534,665)

9 Tangible Fixed Assets

	Freehold Land and Buildings £	Operational Hardware & Software £	Office Equipment £	Motor Vehicles £	Assets under construction	Total £
At 1 July 2006	8,582,989	16,192,710	4,144,958	424,749	1,218,866	30,564,272
Additions	431,927	5,386,921	1,396,032	57,926	13,281,367	20,554,173
Disposals		(108,498)	(2,568)	(266,839)		(377,905)
At 31 December 2007	9,014,916	21,471,133	5,538,422	215,836	14,500,233	50,740,540
Depreciation						
At 1 July 2006	1,724,026	10,228,573	3,561,680	207,629	-	15,721,908
Charge for the year	731,928	2,898,602	615,144	89,998		4,335,672
Eliminated in respect of disposals		(71,725)	(1,141)	(181,090)		(253,956)
At 31 December 2007	2,455,954	13,055,450	4,175,683	116,537	-	19,803,624
Net Book Value						
At 31 December 2007	6,558,962	8,415,683	1,362,739	99,299	14,500,233	30,936,916
At 30 June 2006	6,858,963	5,964,137	583,278	217,120	1,218,866	14,842,364

10 Fixed Asset Investment

	Company £
Cost	
At 01 July 2007	2,179,466
Additions	-
At 31 December 2007	2,179,466

The significant subsidiary companies of the group, all of which are wholly owned and incorporated in Great Britain, are as follows

Name of undertaking	Description of shares Held	Business activity
LINK Financial Services Limited	100 £1 ordinary shares	Recruitment services
LINK Retail Services Limited	100 £1 ordinary shares	Office Services
CATSEC 401 Limited	1 £1 ordinary share	Dormant
Electronic Funds Transfer Limited	3,679,410 £1 ordinary shares	Dormant
LINK Interchange Network (Trustee) Limited	2 £1 ordinary shares	Dormant
LINK Group Holdings Limited	2 £1 ordinary shares	Holding Company

11 Debtors

	Period Ended 31 December 2007 £	Year Ended 30 June 2006 £
Trade debtors	2,232,697	485,503
Amounts owed by subsidiary undertakings	3,309,687	5,302,655
Amounts due from Joint Ventures	376,640	-
Prepayments & accrued income	5,143,093	5,987,393
Deferred tax recoverable	-	75,084
	11,062,117	11,850,635

12 Creditors: Amounts falling due within one year

	Period Ended 31 December 2007 £	Year Ended 30 June 2006 £
Trade creditors	65,186	403,851
Amounts due to subsidiary undertakings	3,088,882	-
Corporation tax	(816,126)	1,278,247
Other taxation and social security	1,317,331	460,013
Accruals and deferred income	5,625,976	7,761,197
Employee Share Scheme	-	602,190
Shares classed as liabilities	-	27,468
Other Creditors	110,013	167,777
Deferred Tax	1,345,008	-
Bank Loans	1,000,000	-
	11,736,270	10,700,743

13 Creditors: Amounts falling due after more than one year

	Period Ended 31 December 2007 £	Year Ended 30 June 2006 £
Amounts due to subsidiary undertakings	936,569	936,909
Bank Loan	13,500,000	-
	14,436,569	936,909

14 Loans and other borrowings

		31 December 2007 £	30 June 2006 £
	Notes		
Bank loans and overdrafts		14,500,000	-
Maturity of debt			
In one year or less, or on demand	12	1,000,000	-
In more than one year, but not more than two years	13	750,000	-
In more than two years, but not more than five years	13	12,750,000	-
		14,500,000	-

15 Deferred Tax

	Period Ended 31 December 2007 £	Year Ended 30 June 2006 £
Accelerated capital allowances	(1,474,388)	(112,949)
Short term timing differences	129,380	188,157
	(1,345,008)	75,208

Movements in the provision for deferred taxation have been as follows

	Company £
At 1 July 2006	75,208
Profit and loss account	(1,420,216)
At 31 December 2007	(1,345,008)

16 Commitments

	Period Ended 31 December 2007 Land and Buildings £	Period ended 30 June 2006 Land and Buildings £
Lease expiring		
within one year	130,000	-
between two and five years	-	130,000
over five years	227,484	-
	357,484	130,000

17 Contingent Liability

On 19 January 2007, Mobile VPT Limited raised a claim against MONILINK Limited, LINK Interchange Network Limited, Monitise International Limited and Morse plc (the business partners) on the basis of an alleged patent infringement. The formal claim was registered with the High Court on 27 February 2007, and court hearings are anticipated to commence later in 2008.

In response to this claim, the business partners have obtained an opinion from Counsel who advises the defendants that 'it is unlikely there is a claim which is both valid and infringed'. On this basis, the directors of the company believe that a material liability is unlikely and so no provision has been raised.

18 Called Up Share Capital

	Period Ended 31 December 2007 £	Year Ended 30 June 2006 £
Authorised		
7,500,000 ordinary shares of £1 each	1,000,000	-
999,982 ordinary 'A' shares of £1 each	-	999,982
18 non-equity ordinary 'B' shares of £1 each	-	18
4,000,000 'E' ordinary shares of £0.01 each	-	40,000
	1,000,000	1,040,000
Allotted, called up and fully paid		
118,119 ordinary 'A' shares of £1 each	118,119	98,100
	118,119	98,100
Shares classified as liabilities		
18 non-equity ordinary 'B' shares of £1 each	-	18
2,744,956 'E' ordinary shares of £0.01 each	-	27,450
	-	27,468

During the year and as part of the merger between Voca Limited and Link Interchange Network Limited the Share Capital was restructured as follows:

- 18 'B' shares were converted into 'A' ordinary shares
- 770,739 'E' shares were cancelled in consideration for a cash payment
- 2,000,100 'E' shares held by Financial Institutions were converted into 20,001 'A' ordinary shares
- 'A' shares were reorganised into ordinary shares

Dividend

The non-equity shares at 31 December 2007 are not entitled to any dividend.

Capital

In the event of a winding up, the B shares have a priority over any payment of any nature to the holders of any other shares. This is limited to the amounts paid up on the B Shares.

The E shares do not carry any entitlement to a distribution or return of assets other than on a reduction of capital or voluntary winding up, equal to an amount of 10% of the value attributable to the equity shares in the company in excess of £59 million.

Voting

The holders of the non-equity shares have no right to receive notice of any general meetings, to attend such meetings or to vote at such meetings.

19 Reserves

	Profit & Loss account £	Share Premium £	Special Reserve £	Capital Redemption £
At 01 July 2006 Restated	17,407,654	4,754,364	250,000	-
Transferred to capital redemption reserve to exercise share options	(1,409,342)	(3,294,525)	-	4,703,867
Transferred from 'E' shares to capital redemption reserve	-	-	-	7,449
Profit for the financial year	3,001,395	-	-	-
At 31 December 2007	18,999,707	1,459,839	250,000	4,711,316

20 Reconciliation of movements in shareholders' funds

	Period Ended 31 December 2007 £	Period Ended 30 June 2006 £
Profit for the year	3,001,395	5,797,706
Conversion of 'B' and 'E' shares to ordinary 'A' shares	20,019	-
Dividend	-	(5,399,424)
Adjustments of FRS 25	-	(27,468)
Transferred from 'E' shares to capital redemption reserve	7,449	-
Net increase in shareholder's funds for the year	3,028,863	370,814
Opening shareholders' funds	22,510,118	22,139,304
Shareholders' funds at end of year	25,538,981	22,510,118

21 Related party disclosures

The company has taken advantage of exemptions under Financial Reporting Standard No 8 "Related Party Disclosures" not to disclose full details of transactions with other Group companies as the consolidated financial statements of Vocalink Holdings Limited are publicly available.

22 Employee share option scheme

The Company maintained a cash settled share option scheme which was open to the executive Directors and employees of LINK Interchange Network Limited. This share option scheme was wound-up and fully settled on 29 June 2007.

A charge of £1.2m (2006: £0.6m) has been recognised in the profit and loss account during the year in relation to the above scheme. The profit and loss account charges have been calculated in accordance with the requirements of FRS 20.

	2007 Weighted Average Exercise Price (p)	2007 Number of Options	2006 Weighted Average Exercise Price (p)	2006 Number of Options
Outstanding at the beginning of the period	156.2	1,726,050	115.8	948,775
Granted during the period	-	-	202.5	822,711
Forfeited during the period	-	-	-	-
Exercised during the period	(156.2)	(1,726,050)	150.0	(45,436)
Lapsed during the period	-	-	-	-
Outstanding at the end of the period	-	-	156.2	1,726,050

The estimate of the fair value of services received is measured based on the Black Scholes model. The inputs into the model are as follows:

	May 02	Jun 04	Sep 06
Date of grant			
Share price(p)	260.0	260.0	260.0
Exercise price (p)	1.0	150.0	202.5
Risk free rate (p.a.)	5.2%	5.1%	4.9%

23 Post Balance Sheets Events

At 1 January 2008, the company's business activity was transferred to Vocalink Limited at book value as part of the restructuring of the Vocalink Group created as part of the merger of Voca Group and Link Interchange Network Group. The company ceased to trade as of 1st January 2008.

24 Ultimate parent undertaking

At 31 December 2007 the Company's ultimate parent undertaking is Vocalink Holdings Limited, a company registered in England. A copy of that company's financial statements can be obtained from The Company Secretary, Drake House, Three Rivers Court, Homestead, Rickmansworth, Hertfordshire, WD3 1FX.