

REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE PERIOD
1 FEBRUARY 2005 TO 31 DECEMBER 2005
FOR
DESTINI SWIFT FINANCIAL PLANNING
LIMITED



DESTINI SWIFT FINANCIAL PLANNING
LIMITED

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FOR THE PERIOD 1 FEBRUARY 2005 TO 31 DECEMBER 2005

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**DESTINI SWIFT FINANCIAL PLANNING
LIMITED**

**COMPANY INFORMATION
FOR THE PERIOD 1 FEBRUARY 2005 TO 31 DECEMBER 2005**

DIRECTORS:

J Everill
R Rennison
R Lindley

SECRETARY:

R Rennison

REGISTERED OFFICE:

Kingston Smith
Devonshire House
60 Goswell Road
London
EC1M 7AD

REGISTERED NUMBER:

03596968 (England and Wales)

AUDITORS:

Chancery (UK) LLP
Chartered Accountants and
Registered Auditor
Chancery Pavilion
Boycott Avenue
Oldbrook
Milton Keynes MK6 2TA

**DESTINI SWIFT FINANCIAL PLANNING
LIMITED**

**REPORT OF THE DIRECTORS
FOR THE PERIOD 1 FEBRUARY 2005 TO 31 DECEMBER 2005**

The directors present their report with the financial statements of the company for the period 1 February 2005 to 31 December 2005.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was that of providing financial advice and services.

With effect from 25 November 2005, the principal activity will be the collection of trail commissions following the transfer of business.

REVIEW OF BUSINESS

The results for the period and financial position of the company are as shown in the annexed financial statements.

On 25 July 2005 Destini Financial Services Group Limited was acquired by Thinc Destini Group Limited.

The fixed assets of the Company were transferred to Thinc Destini Management Services Limited, a fellow subsidiary, on 1 August 2005.

Following the substantial equity investment into Thinc Destini Group Limited on 25 November 2005, the Group undertook a re-organisation of its trading activities. As a result the trade and the associated debtors and creditors of the Company were transferred to Thinc Destini Limited.

The Company has ceased to contract for new business but continues to service its clients and receive trail and renewal income associated with its past trading activities.

DIVIDENDS

No dividends will be distributed for the period ended 31 December 2005.

DIRECTORS

The directors during the period under review were:

J Everill

Mrs T Blackmore

R Rennison

- appointed 13/10/05

The directors holding office at 31 December 2005 did not hold any beneficial interest in the issued share capital of the company at 1 February 2005 (or date of appointment if later) or 31 December 2005.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors to prepare financial statements for each financial year which 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

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 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 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.

**DESTINI SWIFT FINANCIAL PLANNING
LIMITED**

**REPORT OF THE DIRECTORS
FOR THE PERIOD 1 FEBRUARY 2005 TO 31 DECEMBER 2005**

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Chancery (UK) LLP, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

.....
R Lindley - Director

Date: 28/6/06

REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF
DESTINI SOUTHWOOD FINANCIAL PLANNING
LIMITED

We have audited the financial statements of Destini Southwood Financial Planning Limited for the period ended 31 December 2005 on pages five to twelve. 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 auditors' 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

As described on page two the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 if, in our opinion, the Report of the Directors is not consistent with the financial statements, if 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 Report of the Directors 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 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.

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 31 December 2005 and of its profit for the period then ended; and
- have been properly prepared in accordance with the Companies Act 1985.

Chancery (UK) LLP
Chartered Accountants and
Registered Auditor
Chancery Pavilion
Boycott Avenue
Oldbrook
Milton Keynes MK6 2TA

Chancery (UK) LLP

Date: *30th June 2006*

**DESTINI SWIFT FINANCIAL PLANNING
LIMITED**

**PROFIT AND LOSS ACCOUNT
FOR THE PERIOD 1 FEBRUARY 2005 TO 31 DECEMBER 2005**

	Notes	Period 1/2/05 to 31/12/05		Period 1/4/04 to 31/1/05	
		£	£	£	£
TURNOVER			194,862		263,327
Continuing operations		88,758		263,327	
Discontinued operations		<u>106,104</u>		<u>-</u>	
Cost of sales	2		<u>137,847</u>		<u>148,871</u>
GROSS PROFIT	2		57,015		114,456
Net operating expenses	2		<u>48,505</u>		<u>68,143</u>
OPERATING PROFIT	4		8,510		46,313
Continuing operations		81,523		46,313	
Discontinued operations		<u>(73,013)</u>		<u>-</u>	
Interest receivable and similar income			<u>988</u>		<u>2,029</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			9,498		48,342
Tax on profit on ordinary activities	5		<u>(3,745)</u>		<u>9,106</u>
PROFIT FOR THE FINANCIAL PERIOD AFTER TAXATION			<u>13,243</u>		<u>39,236</u>
RETAINED PROFIT FOR THE PERIOD			<u>13,243</u>		<u>39,236</u>
TOTAL RECOGNISED GAINS AND LOSSES					

The company has no recognised gains or losses other than the profits for the current period or previous period.

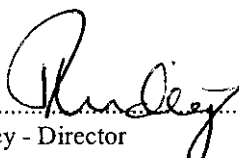
The notes form part of these financial statements

**DESTINI SWIFT FINANCIAL PLANNING
LIMITED**

**BALANCE SHEET
31 DECEMBER 2005**

	Notes	2005 £	2005 £
FIXED ASSETS			
Tangible assets	7	-	20,013
CURRENT ASSETS			
Stocks	8	-	1,500
Debtors	9	100,512	51,948
Cash at bank and in hand		8,535	67,104
		109,047	120,552
CREDITORS			
Amounts falling due within one year	10	36,619	77,818
NET CURRENT ASSETS		72,428	42,734
TOTAL ASSETS LESS CURRENT LIABILITIES		72,428	62,747
PROVISIONS FOR LIABILITIES	13	-	3,562
NET ASSETS		72,428	59,185
CAPITAL AND RESERVES			
Called up share capital	14	10,000	10,000
Profit and loss account	15	62,428	49,185
SHAREHOLDERS' FUNDS	17	72,428	59,185

ON BEHALF OF THE BOARD:


.....
R Lindley - Director

Approved by the Board on 28/6/06

The notes form part of these financial statements

DESTINI SWIFT FINANCIAL PLANNING
LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 1 FEBRUARY 2005 TO 31 DECEMBER 2005

1. ACCOUNTING POLICIES

Accounting convention

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

Turnover

Turnover represents commission due from the sales of insurance and pension policies, bonds, unit trusts and other investment products and fees receivable from clients.

Commission receivable on indemnity terms is included in turnover in full. Provision is made for the estimated clawback of such commission where insurance or pension policies are lapsed before the commission is fully earned. Provision is also made for any commission payable when the corresponding commission receivable is credited to the accounts.

Renewal commissions and sundry introductory commissions are recognised on receipt. Fee income due from clients is recognised when invoiced.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings - 15% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the period are charged in the profit and loss account.

2. ANALYSIS OF OPERATIONS

	Continuing	2005 Discontinued	Total
	£	£	£
Cost of sales	-	137,847	137,847
Gross profit/(loss)	88,758	(31,743)	57,015
Net operating expenses:			
Administrative expenses	7,235	41,270	48,505

**DESTINI SWIFT FINANCIAL PLANNING
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 FEBRUARY 2005 TO 31 DECEMBER 2005**

2. ANALYSIS OF OPERATIONS - continued

	Continuing £	2005 Discontinued £	Total £
Cost of sales	<u>148,871</u>	<u>-</u>	<u>148,871</u>
Gross profit	<u>114,456</u>	<u>-</u>	<u>114,456</u>
Net operating expenses:			
Administrative expenses	68,545	-	68,545
Other operating income	<u>(402)</u>	<u>-</u>	<u>(402)</u>
	<u>68,143</u>	<u>-</u>	<u>68,143</u>

3. STAFF COSTS

	Period 1/2/05 to 31/12/05 £	Period 1/4/04 to 31/1/05 £
Wages and salaries	87,709	106,238
Social security costs	13,483	10,501
Other pension costs	-	680
	<u>101,192</u>	<u>117,419</u>

The average monthly number of employees during the period was as follows:

	Period 1/2/05 to 31/12/05	Period 1/4/04 to 31/1/05
Management	1	1
Administration	<u>4</u>	<u>5</u>
	<u>5</u>	<u>6</u>

DESTINI SWIFT FINANCIAL PLANNING
LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 FEBRUARY 2005 TO 31 DECEMBER 2005

4. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	Period 1/2/05 to 31/12/05 £	Period 1/4/04 to 31/1/05 £
Hire of plant and machinery	1,321	-
Other operating leases	18,959	18,345
Depreciation - owned assets	1,750	2,828
Profit on disposal of fixed assets	(10,583)	-
Auditors' remuneration	(416)	2,444
	<u>33,599</u>	<u>18,636</u>
Directors' emoluments	<u>33,599</u>	<u>18,636</u>

5. TAXATION

Analysis of the tax (credit)/charge

The tax (credit)/charge on the profit on ordinary activities for the period was as follows:

	Period 1/2/05 to 31/12/05 £	Period 1/4/04 to 31/1/05 £
Current tax:		
UK corporation tax	(183)	7,942
Deferred tax	(3,562)	1,164
Tax on profit on ordinary activities	<u>(3,745)</u>	<u>9,106</u>

**DESTINI SWIFT FINANCIAL PLANNING
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 FEBRUARY 2005 TO 31 DECEMBER 2005**

5. TAXATION - continued

Factors affecting the tax (credit)/charge

The tax assessed for the period is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	Period 1/2/05 to 31/12/05 £	Period 1/4/04 to 31/1/05 £
Profit on ordinary activities before tax	9,498	48,342
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 30% (2005 - 30%)	2,849	14,503
Effects of:		
Accelerated capital allowances	525	205
Overprovision in previous period	(183)	-
Utilisation of group tax losses	(3,374)	(6,056)
Marginal relief	-	(710)
Current tax (credit)/charge	(183)	7,942

6. DIVIDENDS

	Period 1/2/05 to 31/12/05 £	Period 1/4/04 to 31/1/05 £
Equity shares:		
Final	-	150,000

DESTINI SWIFT FINANCIAL PLANNING
LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 FEBRUARY 2005 TO 31 DECEMBER 2005

7. TANGIBLE FIXED ASSETS

	Fixtures and fittings £
COST	
At 1 February 2005	39,916
Disposals	(39,916)
	<hr/>
At 31 December 2005	-
	<hr/>
DEPRECIATION	
At 1 February 2005	19,902
Charge for period	1,750
Eliminated on disposal	(21,652)
	<hr/>
At 31 December 2005	-
	<hr/>
NET BOOK VALUE	
At 31 December 2005	-
	<hr/> <hr/>
At 31 January 2005	20,014
	<hr/> <hr/>

8. STOCKS

	2005 £	2005 £
Stocks	-	1,500
	<hr/>	<hr/>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005 £	2005 £
Trade debtors	-	8,955
Amounts owing by group companies	100,512	40,695
Prepayments and accrued income	-	2,298
	<hr/>	<hr/>
	100,512	51,948
	<hr/>	<hr/>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005 £	2005 £
Bank loans and overdrafts (see note 11)	-	28,460
Trade creditors	2,905	3,118
Tax	-	7,942
Other creditors	-	10,963
Amounts owing to group	26,479	-
Accruals and deferred income	7,235	27,335
	<hr/>	<hr/>
	36,619	77,818
	<hr/>	<hr/>

**DESTINI SWIFT FINANCIAL PLANNING
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 FEBRUARY 2005 TO 31 DECEMBER 2005**

11. LOANS

An analysis of the maturity of loans is given below:

	2005 £	2005 £
Amounts falling due within one year or on demand:		
Bank overdrafts	-	28,460
	<u> </u>	<u> </u>

12. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

		Land and buildings
	2005 £	2005 £
Expiring:		
Between one and five years	-	18,200
	<u> </u>	<u> </u>

13. PROVISIONS FOR LIABILITIES

	2005 £	2005 £
Deferred tax	-	3,562
	<u> </u>	<u> </u>
		Deferred tax
		£
Balance at 1 February 2005		3,562
Accelerated capital allowances		(3,562)
		<u> </u>
Balance at 31 December 2005		-
		<u> </u>

14. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2005 £	2005 £
10,000	Ordinary	£1	10,000	10,000
			<u> </u>	<u> </u>

**DESTINI SWIFT FINANCIAL PLANNING
LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 1 FEBRUARY 2005 TO 31 DECEMBER 2005**

15. RESERVES

	Profit and loss account £
At 1 February 2005	49,185
Retained profit for the period	13,243
	<hr/>
At 31 December 2005	62,428
	<hr/> <hr/>

16. ULTIMATE PARENT COMPANY

The ultimate parent undertaking and controlling party of the company is Thinc Destini Group Limited, a company registered in England and Wales. Copies of its Annual Report can be obtained from the registered office. The largest and smallest group in which the results of the company are consolidated is that headed by Thinc Destini Group Limited.

The company has taken advantage of the exemptions available under Financial Reporting Standard No.8 "Related Party Disclosures" not to separately disclose transactions with other group companies on the grounds that it is a wholly owned subsidiary.

17. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2005 £	2005 £
Profit for the financial period	13,243	39,236
Dividends	-	(150,000)
	<hr/>	<hr/>
Net addition/(reduction) to shareholders' funds	13,243	(110,764)
Opening shareholders' funds	59,185	169,949
	<hr/>	<hr/>
Closing shareholders' funds	72,428	59,185
	<hr/> <hr/>	<hr/> <hr/>
Equity interests	72,428	59,185
	<hr/> <hr/>	<hr/> <hr/>