

Registered Number 04537748

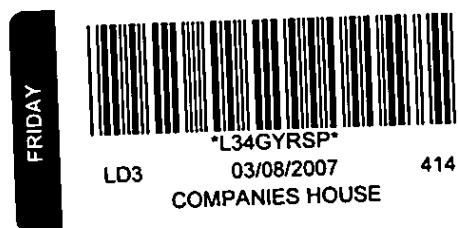
Capcon Surveillance Bureau Limited

(Formerly Claimant Enquiry Services Limited)

Report and Financial Statements

Year ended

30 September 2006



BDO Stoy Hayward
Chartered Accountants

CAPCON SURVEILLANCE BUREAU LIMITED (FORMERLY CLAIMANT ENQUIRY SERVICE LIMITED)

Annual report and financial statements for the year ended 30 September 2006

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Directors

C J Cavender
K P Dulieu

Secretary and registered office

C J Cavender, 82 St John Street, London, EC1M 4JN

Company number

04537748

Auditors

BDO Stoy Hayward LLP, 8 Baker Street, London, W1U 3LL

CAPCON SURVEILLANCE BUREAU LIMITED (FORMERLY CLAIMANT ENQUIRY SERVICE LIMITED)

Report of the directors for the year ended 30 September 2006

The directors present their report together with the audited financial statements for the year ended 30 September 2006

Results and dividends

The directors are disappointed with the overall results for the year

The directors do not recommend the payment of a dividend (2005 £nil)

Principal activities and trading review

The company provides surveillance and investigatory services

Following a period of continuing losses, the company ended its involvement in the direct provision of these services on 31 August 2006

Directors

The directors of the company during the year were

C J Cavender
K P Dulieu

No person who was a director at the year end had any interest in the ordinary share capital of the company

C J Cavender and K P Dulieu are directors of the ultimate parent company and their interests in the share capital of that company are shown in its financial statements

CAPCON SURVEILLANCE BUREAU LIMITED (FORMERLY CLAIMANT ENQUIRY SERVICE LIMITED)

Report of the directors for the year ended 30 September 2006 (Continued)

Directors' responsibilities

The directors are responsible for preparing the Annual Report and 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 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 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 company and 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.

Auditors

All of the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the auditors are unaware.

The Company has elected to dispense with the obligation to appoint auditors annually and, accordingly, BDO Stoy Hayward LLP shall be deemed to be re-appointed as auditors for a further term under the provisions of section 386(2) of the Companies Act 1985.

Business Review

The directors' report has been prepared in accordance with the special provisions relating to small companies under section 246(4)(a) of the Companies Act 1985.

By order of the Board



**C J Cavender
Secretary**

25 July 2007

CAPCON SURVEILLANCE BUREAU LIMITED (FORMERLY CLAIMANT ENQUIRY SERVICE LIMITED)

**Independent auditor's report to the shareholders of Capcon Surveillance Bureau Limited
For the year ended 30 September 2006**

We have audited the financial statements of Capcon Surveillance Bureau Limited for the year ended 30 September 2006 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.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing 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 have been properly prepared in accordance with the Companies Act 1985 and whether the information given in the Directors' Report is consistent with those 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.

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

Our report has been prepared pursuant to the requirements of the Companies Act 1985 and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of the Companies Act 1985 or has been expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

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 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.

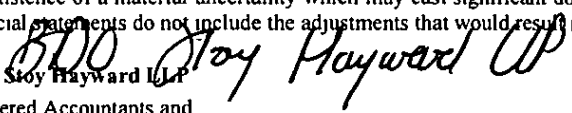
Opinion

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 30 September 2006 and of its loss for the year 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.

Emphasis of matter – going concern

In forming our opinion on the financial statements, which is not qualified, we have considered the adequacy of the disclosures made in note 1 to the financial statements concerning the uncertainty as to the ability of the ultimate parent company to continue as a going concern and, in this respect, uncertainty as to its ability to provide continuing financial support to the company. These conditions indicate the existence of a material uncertainty which may cast significant doubt over the Company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the Group were unable to continue as a going concern.


BDO Stoy Hayward LLP
Chartered Accountants and
Registered Auditors
London

25 July 2007

CAPCON SURVEILLANCE BUREAU LIMITED (FORMERLY CLAIMANT ENQUIRY SERVICE LIMITED)**Profit and loss account for the year ended 30 September 2006**

	Note	Year ended 30 September 2006 £	Year ended 30 September 2005 £
Turnover	2	548,353	77,917
Cost of sales		(378,448)	(45,027)
Gross profit		169,905	32,890
Administrative expenses		(351,196)	(158,602)
Loss on ordinary activities before taxation	4	(181,291)	(125,612)
Taxation on loss from ordinary activities	5	-	-
Loss on ordinary activities after taxation		(181,291)	(125,612)

All amounts relate to continuing activities

All recognised gains and losses are included in the profit and loss account

The notes on pages 6 to 9 form part of these financial statements

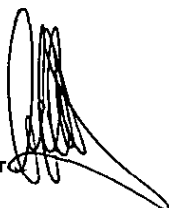
CAPCON SURVEILLANCE BUREAU LIMITED (FORMERLY CLAIMANT ENQUIRY SERVICE LIMITED)

Balance sheet at 30 September 2006

	Note	30 September		30 September	
		2006	2006	2005	2005
		£	£	£	£
Current assets					
Debtors	6	100		100	
Creditors: amounts falling due within one year	7	(306,903)		(125,612)	
Net current liabilities			(306,803)		(125,512)
Total assets less current liabilities			(306,803)		(125,512)
Capital and reserves					
Called up share capital	8		100		100
Profit and loss account	9		(306,903)		(125,612)
Shareholders' deficit			(306,803)		(125,512)

The financial statements were approved by the Board and authorised for issue on 25 July 2007

C J Cavender
Director



The notes on pages 6 to 9 form part of these financial statements

CAPCON SURVEILLANCE BUREAU LIMITED (FORMERLY CLAIMANT ENQUIRY SERVICE LIMITED)

Notes forming part of the financial statements for the year ended 30 September 2006

1 Accounting policies

1.1 Basis of preparation

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

The principle accounting policies are set out below and have been reviewed in accordance with FRS 18 'Accounting Policies'

1.2 Going concern

The financial statements have been prepared on a going concern basis, as the parent company, Capcon Holdings Plc, has agreed to provide continued financial support to the company for at least twelve months from the date of the approval of these accounts

The financial statements of Capcon Holdings Plc for the year ended 30 September 2006, disclose uncertainties with regard to the ability of Capcon Holdings Plc to continue as a going concern. This gives rise to uncertainty over the ability of Capcon Holdings plc to provide the continued financial support to the company

The management of Capcon Holdings plc is actively pursuing the resolution of the uncertainties disclosed in its financial statements in order that the financing of the group can be secured. In view of the actions being taken by Capcon Holdings plc and the undertaking it has given to provide continued financial support to the company, the directors believe that it remains appropriate to prepare the financial statements on a going concern basis. The financial statements do not include any adjustments that would result from this basis of preparation being inappropriate

1.3 Turnover

Turnover comprises amounts receivable for goods and services provided in the normal course of business, exclusive of value added tax and after deduction of trade discounts. Turnover is recognised in line with delivery of service. Turnover is entirely attributable to the Company's principal activities

1.4 Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, at a future date, at rates expected to apply when they crystallise, based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax assets are recognised to the extent that it is regarded, as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted

1.5 Foreign currencies

Transactions denominated in foreign currencies are translated into sterling at the rates ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are retranslated at the rates ruling at that date. All differences are dealt with in the profit and loss account

CAPCON SURVEILLANCE BUREAU LIMITED (FORMERLY CLAIMANT ENQUIRY SERVICE LIMITED)

Notes forming part of the financial statements for the year ended 30 September 2006 (Continued)

2 Turnover

Turnover is wholly attributable to the principal activity of the company

An analysis of turnover by geographical market required by paragraph 55 of schedule 4 of the Companies Act 1985 has not been provided as, in the opinion of the directors, such disclosure would be seriously prejudicial to the interests of the company

3 Employees

There were no employees during the year (2005 nil)

4 Loss on ordinary activities before taxation

	2006	2005
	£	£
This has been arrived at after charging Management charges	351,196	158,502

5 Taxation on loss from ordinary activities

	2006	2005
	£	£
Current tax		
UK corporation tax on losses for the period	-	-
	<u>-</u>	<u>-</u>
<i>Deferred tax</i>		
Origination and reversal of timing differences	-	-
	<u>-</u>	<u>-</u>
Taxation on loss on ordinary activities	-	-

CAPCON SURVEILLANCE BUREAU LIMITED (FORMERLY CLAIMANT ENQUIRY SERVICE LIMITED)Notes forming part of the financial statements for the year ended 30 September 2006 *(Continued)***5 Taxation on loss from ordinary activities (continued)**

The tax assessed for the period is higher than the standard rate of corporation tax in the UK. The differences are explained below

	2006 £	2005 £
Loss on ordinary activities before tax	(181,291)	(125,612)
Loss on ordinary activities at the standard rate of corporation tax in the UK of 30% (2005: 30%)	(54,387)	(37,684)
Effect of losses carried forward	54,387	37,684
Current tax charge for period	-	-

There were no significant factors that may affect future charges. A deferred tax asset has not been recognised in respect of taxable losses. The estimated value of the deferred tax asset not recognised, measured at a standard rate of 30%, is £92,071 (2005: £37,684). This is recoverable against future taxable profit, the timing of which is uncertain.

6 Debtors

	2006 £	2005 £
Amounts due from group undertaking	90	90
Other debtors	10	10
	100	100

7 Creditors: amounts falling due within one year

	2006 £	2005 £
Amounts owed to group undertakings	306,903	125,612

CAPCON SURVEILLANCE BUREAU LIMITED (FORMERLY CLAIMANT ENQUIRY SERVICE LIMITED)Notes forming part of the financial statements for the year ended 30 September 2006 *(Continued)***8 Share capital****Authorised**

	2006 Number	2005 Number	2006 £	2005 £
Ordinary shares of £1 each	100	100	100	100

Allotted, called up and fully paid

	2006 Number	2005 Number	2006 £	2005 £
Ordinary shares of £1 each	100	100	100	100

9 Reserves

	Profit and loss account
At 1 October 2005	(125,612)
Loss for financial year	(181,291)
At 30 September 2006	(306,903)

10 Related party transactions

The company has taken advantage of the exemption allowed by Financial Reporting Standard 8, "Related Party Transactions", not to disclose any transactions with entities that are included in the consolidated financial statements of Capcon Holdings plc on the grounds that at least 90% of the voting rights in the company are controlled within the group and the company is included in the consolidated financial statements

11 Cash flow statement

The company has taken advantage of the exemption conferred by Financial Reporting Standard 1 "Cash Flow Statements", not to prepare a cash flow statement as it is included in the consolidated financial prepared by its ultimate parent company

12 Ultimate parent company

At 30 September 2006 the company's ultimate parent company was Capcon Holdings plc which is the parent of both the smallest and largest groups of which the company is a member

Copies of the consolidated financial statements of Capcon Holdings plc are available from the company's registered office