

Company Registration No. 5245825

CapQuest Investments Limited

Abbreviated Financial Statements

31 March 2006



CapQuest Investments Limited

Abbreviated financial statements 2006

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CapQuest Investments Limited

Abbreviated financial statements 2006

Officers and professional advisers

Directors

J A Dlutowski
M A Brunault
M Daniels
P McQuilkin

Secretary

P McQuilkin

Registered office

9 Clarendon Place
Leamington Spa
Warwickshire
CV32 5QP

Auditors

Deloitte & Touche LLP
Chartered Accountants
London

Independent auditors' report to CapQuest Investments Limited pursuant to section 247B of the Companies Act 1985

We have examined the abbreviated accounts consisting of the balance sheet and related notes 1 to 4, together with the financial statements of CapQuest Asset Management Limited for year ended 31 March 2006 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company in accordance with section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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 for our work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 247B of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with those provisions.

Deloitte & Touche LLP

Deloitte & Touche LLP
Chartered Accountants and Registered Auditors
London

28 June 2006

CapQuest Investments Limited

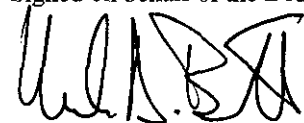
Balance sheet 31 March 2006

	Note	2006 £	2005 £
Current assets			
Stocks – carrying value of debt portfolios		21,134,228	4,359,959
Debtors		1,281,421	20,383
Cash at bank and in hand		1,697,042	1,868,491
		<u>24,112,691</u>	<u>6,248,833</u>
Creditors: amounts falling due within one year	3	(13,791,550)	(2,924,092)
Total assets less current liabilities		<u>10,321,141</u>	<u>3,324,741</u>
Creditors: amounts falling due after more than one year	3	(12,800,220)	(3,473,466)
		<u>(2,479,079)</u>	<u>(148,725)</u>
Capital and reserves			
Called up share capital	2	1	1
Profit and loss account		(2,479,080)	(148,726)
Equity shareholders' funds		<u>(2,479,079)</u>	<u>(148,725)</u>

These financial statements have been prepared in accordance with the special provisions of s246 of the Companies Act 1985 relating to small companies relating to the delivery of individual accounts.

These financial statements were approved by the Board of Directors on 28 June 2006.

Signed on behalf of the Board of Directors



M A Brunault
Director

CapQuest Investments Limited

Notes to the abbreviated accounts Year ended 31 March 2006

1. Accounting policies

The financial statements are prepared in accordance with applicable United Kingdom law and accounting standards. The particular accounting policies adopted are described below and have been applied consistently in the current year and prior period.

Accounting convention

The financial statements are prepared under the historical cost convention.

Turnover

Turnover represents monies received from purchased debts.

Stocks

Stock represents the carrying values of portfolios of bought debt. The debt is stated at cost and is released to cost of sales as collections are received to reflect the expected yield over the life of the portfolio. If at any time an individual debt portfolio is not considered to be profitable, the carrying value is written down to the extent that a loss is foreseeable.

Finance costs

Finance costs are charged to profit over the term of the debt so that the amount charged is at a constant rate on the carrying amount. Finance costs include issue costs, which are initially recognised as a reduction in the proceeds of the associated capital instrument.

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date except that the recognition of deferred tax assets is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances are not discounted.

2. Called up share capital

	2006 £	2005 £
Equity share capital		
Authorised:		
100 ordinary shares of £1 each	100	100
	<hr/>	<hr/>
Called up, allotted and fully paid:		
1 ordinary share of £1 each	1	1
	<hr/>	<hr/>

The ordinary share capital was issued at par on incorporation.

3. Creditors

Included in creditors are amounts totalling £21,081,411 (2005 – £2,210,656) for which security has been given by the company.

4. Ultimate parent company and parent undertaking of larger group

The ultimate parent undertaking is Blue Ocean Holdings Limited, a company incorporated in The Bahamas.