

Company Registration No. 2952154 (England and Wales)

MEDIQUOTE LIMITED
DIRECTORS' REPORT
AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2006



NLP

MEDIQUOTE LIMITED

COMPANY INFORMATION

Directors

P Escott
S Metcalf
M Rands

Secretary

D R Gooderson

Company number

2952154

Registered office

5 Brighton Road
Croydon
Surrey
CR2 6EA

Auditors

Nyman Libson Paul
Chartered Accountants
Regina House
124 Finchley Road
London
NW3 5JS

MEDIQUOTE LIMITED

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MEDIQUOTE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 APRIL 2006

The directors present their report and financial statements for the year ended 30 April 2006.

Principal activities and review of the business

The principal activity of the company is to provide medical screening for individuals requiring travel insurance cover.

This is a sector which needs careful attention to the medical conditions being covered, and we are enhancing our software systems to make the underwriting of these conditions easier to handle. The company believes there is a significant market for its services as insurers can no longer discriminate on the grounds of a physical impairment.

The company has reported an increase in revenue of 44% for the year which has contributed to a reduction in its operating loss when compared to the prior year.

The company's parent entity increased its share holding to 100% in September 2005, and as a result the company can now invest further in its core products.

The company has also invested in additional staff to allow it to provide a better service to its customers in the coming year.

The company is looking to sell its own travel insurance products and is already regulated by the Financial Services Authority, registration number 307552, to allow it to do so.

The company believes it will have to rely on the resources of its parent entity to allow for this growth in business and it has received assurances that this will be available, particularly as there are few other companies that can offer the service that we can to other insurance companies.

The company operates a good health and safety environment for its employees and sees no environmental dangers to its business plans.

Results and dividends

The results for the year are set out on page 5.

The directors do not propose the payment of a final dividend.

Directors

The following directors have held office since 1 May 2005:

P Escott

S Metcalf

M Rands

B Fitzpatrick

(Resigned 2 September 2005)

None of the directors had an interest in the shares of the company. Directors' interests in the shares of the parent company are shown in the Report of the Directors of that company.

Financial instruments

The companies principal financial instruments are cash, trade debtors and trade creditors all arising in the normal course of business. The main financial risks to which the company is exposed include liquidity and cash flow risk. These risks are managed by ensuring sufficient funds are available to meet liabilities as they fall due.

MEDIQUOTE LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2006

Auditors

The company has by elective resolution dispensed with the obligation to appoint auditors annually in accordance with section 386(1) of the Companies Act 1985. Therefore, the auditors, Nyman Libson Paul, will be deemed to be reappointed for each succeeding financial year.

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.

Statement of disclosure to auditor

(a) so far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware, and

(b) 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 the company's auditors are aware of that information.

By order of the Board



D R Gooderson

Secretary

21 November 2006



Nyman Libson Paul

CHARTERED ACCOUNTANTS

Regina House 124 Finchley Road London NW3 5JS
Room 37 Pinewood Studios Pinewood Road Iver Heath Buckinghamshire SL0 0NH

MEDIQUOTE LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF MEDIQUOTE LIMITED

We have audited the financial statements of Mediquote Limited for the year ended 30 April 2006 set out on pages 5 to 14. 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 the directors and auditors

As described in the Statement of Directors' Responsibilities on page 2 the company's directors are responsible for the preparation of the 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, and whether in our opinion 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.

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 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.



Nyman Libson Paul

CHARTERED ACCOUNTANTS

Regina House 124 Finchley Road London NW3 5JS
Room 37 Pinewood Studios Pinewood Road Iver Heath Buckinghamshire SL0 0NH

MEDIQUOTE LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE SHAREHOLDERS OF MEDIQUOTE LIMITED

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 April 2006 and of its loss 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.

Nyman Libson Paul

Nyman Libson Paul

21-11-06
.....

Chartered Accountants
& Registered Auditors

MEDIQUOTE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 APRIL 2006

	Notes	2006 £	2005 £
Turnover	2	407,858	283,103
Cost of sales		(160,667)	(29,173)
Gross profit		247,191	253,930
Administrative expenses		(272,149)	(303,696)
Operating loss	3	(24,958)	(49,766)
Other interest receivable and similar income	4	366	833
Loss on ordinary activities before taxation		(24,592)	(48,933)
Tax on loss on ordinary activities	5	3,477	13,899
Loss for the year	12	(21,115)	(35,034)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

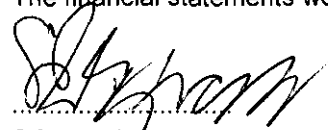
There are no recognised gains and losses other than those passing through the profit and loss account.

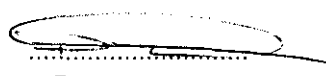
MEDIQUOTE LIMITED

BALANCE SHEET AS AT 30 APRIL 2006

	Notes	2006 £	£	2005 £	£
Fixed assets					
Tangible assets	6		6,873		11,126
Current assets					
Debtors	7	88,677		27,238	
Cash at bank and in hand		24,341		77,416	
		113,018		104,654	
Creditors: amounts falling due within one year	8	(67,747)		(42,521)	
Net current assets			45,271		62,133
Total assets less current liabilities			52,144		73,259
Capital and reserves					
Called up share capital	11	50,000		50,000	
Profit and loss account	12	2,144		23,259	
Shareholders' funds - equity interests	13	52,144		73,259	

The financial statements were approved by the Board on 21 November 2006 and signed on its behalf by:


S Metcalf
Director


P Escott
Director

MEDIQUOTE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 APRIL 2006

	£	2006 £	£	2005 £
Net cash inflow/(outflow) from operating activities		13,901		(19,916)
Returns on investments and servicing of finance				
Interest received	366		833	
Net cash inflow for returns on investments and servicing of finance		366		833
Taxation		9,030		(9,030)
Capital expenditure				
Payments to acquire tangible assets	(1,372)		(13,806)	
Net cash outflow for capital expenditure		(1,372)		(13,806)
Net cash outflow before management of liquid resources and financing		21,925		(41,919)
Management of liquid resources				
Short term loan to fellow subsidiary undertaking	(75,000)		-	
		(75,000)		-
Decrease in cash in the year		(53,075)		(41,919)

MEDIQUOTE LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 30 APRIL 2006

1	Reconciliation of operating loss to net cash inflow/(outflow) from operating activities	2006	2005
		£	£
	Operating loss	(24,958)	(49,766)
	Depreciation of tangible assets	5,625	5,167
	Decrease in debtors	4,531	21,005
	Increase in creditors within one year	25,226	3,678
	Group relief	3,477	-
	Net cash inflow/(outflow) from operating activities	13,901	(19,916)

2	Analysis of net funds	1 May 2005	Cash flow	Other non-cash changes	30 April 2006
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	77,416	(53,075)	-	24,341
	Liquid resources:				
	Short term loan to fellow subsidiary undertaking	-	75,000	-	75,000
	Net funds	77,416	21,925	-	99,341

3	Reconciliation of net cash flow to movement in net funds	2006	2005
		£	£
	Decrease in cash in the year	(53,075)	(41,919)
	Cash outflow from increase in liquid resources	75,000	-
	Movement in net funds in the year	21,925	(41,919)
	Opening net funds	77,416	119,335
	Closing net funds	99,341	77,416

MEDIQUOTE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2006

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently.

1.3 Turnover

Turnover represents amounts receivable in respect of services provided.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Computer equipment	33.3% straight line basis
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1.5 Pensions

The company pays contributions into certain employees' own personal private pension schemes. Contributions into these defined contribution pension schemes are charged to the profit and loss account in the period in which they are incurred.

2 Turnover

The total turnover of the company for the year has been derived from its principal activities wholly undertaken in the United Kingdom.

3 Operating loss	2006	2005
	£	£
Operating loss is stated after charging:		
Depreciation of tangible assets	5,625	5,167
Auditors' remuneration	3,812	4,468
	<hr/>	<hr/>
4 Investment income	2006	2005
	£	£
Bank interest	-	833
Other interest	366	-
	<hr/>	<hr/>
	366	833
	<hr/>	<hr/>

MEDIQUOTE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2006

5	Taxation	2006 £	2005 £
	Domestic current year tax		
	U.K. corporation tax	-	(9,030)
	Receipt in respect of group relief	(3,477)	-
		<hr/>	<hr/>
	Current tax charge	(3,477)	(9,030)
	Deferred tax		
	Deferred tax charge/(credit) current year	-	(4,869)
		<hr/>	<hr/>
		(3,477)	(13,899)
		<hr/>	<hr/>
	Factors affecting the tax charge for the year		
	Loss on ordinary activities before taxation	(24,592)	(48,933)
		<hr/>	<hr/>
	Loss on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2005: 30.00%)	(7,378)	(14,680)
		<hr/>	<hr/>
	Effects of:		
	Non deductible expenses	555	172
	Depreciation add back	1,688	1,550
	Other adjustments	1,658	3,928
		<hr/>	<hr/>
		3,901	5,650
		<hr/>	<hr/>
	Current tax charge	(3,477)	(9,030)
		<hr/>	<hr/>

The company has estimated losses of £ 16,000 (2005: £ 10,000) available for carry forward against future trading profits.

The company has surrendered the benefit of tax losses to another group company for a consideration of £3,477.

MEDIQUOTE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2006

6 Tangible fixed assets

	Fixtures, fittings & equipment £
Cost	
At 1 May 2005	17,043
Additions	1,372
	<hr/>
At 30 April 2006	18,415
	<hr/>
Depreciation	
At 1 May 2005	5,917
Charge for the year	5,625
	<hr/>
At 30 April 2006	11,542
	<hr/>
Net book value	
At 30 April 2006	6,873
	<hr/>
At 30 April 2005	11,126
	<hr/>

7 Debtors	2006 £	2005 £
Trade debtors	6,647	11,363
Amounts owed by parent and fellow subsidiary undertakings	75,000	-
Corporation tax	-	9,030
Prepayments and accrued income	2,161	1,976
Deferred tax asset (see note 9)	4,869	4,869
	<hr/>	<hr/>
	88,677	27,238
	<hr/>	<hr/>

MEDIQUOTE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2006

8	Creditors: amounts falling due within one year	2006 £	2005 £
	Trade creditors	266	8,023
	Amounts owed to parent and fellow subsidiary undertakings	58,646	25,302
	Taxes and social security costs	4,379	4,637
	Other creditors	539	-
	Accruals and deferred income	3,917	4,559
		<u>67,747</u>	<u>42,521</u>

9 Provisions for liabilities and charges

The deferred tax asset (included in debtors, note 7) is made up as follows:

	2006 £	2005 £
Balance at 1 May 2005 and 30 April 2006	<u>(4,869)</u>	
	2006 £	2005 £
Decelerated capital allowances	(1,532)	(1,532)
Tax losses available	(3,337)	(3,337)
	<u>(4,869)</u>	<u>(4,869)</u>

10 Pension costs

Defined contribution

The company pays contributions into personal private pension schemes. The pension cost charged represents contributions payable by the company to the schemes and amounted to £9,401 (2005: £8,995). There were no contributions outstanding.

	2006 £	2005 £
Contributions payable by the company	<u>9,401</u>	<u>8,995</u>

MEDIQUOTE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2006

11	Share capital	2006	2005
		£	£
	Authorised		
	50,000 Ordinary shares of £1 each	50,000	50,000
	Allotted and called up		
	50,000 Ordinary shares of £1 each	50,000	50,000
12	Statement of movements on profit and loss account		
			Profit and loss account £
	Balance at 1 May 2005		23,259
	Loss for the year		(21,115)
	Balance at 30 April 2006		2,144
13	Reconciliation of movements in shareholders' funds	2006	2005
		£	£
	Loss for the financial year	(21,115)	(35,034)
	Opening shareholders' funds	73,259	108,293
	Closing shareholders' funds	52,144	73,259

MEDIQUOTE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2006

14 Employees

Number of employees

The average monthly number of employees (including directors) during the year was:

	2006 Number	2005 Number
Administration	10	13

Employment costs

	£	£
Wages and salaries	191,440	194,463
Social security costs	16,654	17,686
Other pension costs	9,401	8,995
	217,495	221,144

15 Control

The directors regard Parminder Limited, a company incorporated in the Isle of Man, as the company's ultimate parent undertaking. The ultimate controlling parties identified by the company are the Trustees of the Colin Evans 1987 Settlement, established under the laws of the Isle of Man the beneficiary of which is Mr C R Evans.

The Collinson Group Limited, a company incorporated in England, is the parent undertaking of the largest and smallest group of which the company is a member and for which group accounts are drawn up. Copies of those group accounts may be obtained from the Registrar of Companies, Companies Registration Office, Crown Way, Maindy, Cardiff CF4 3UZ.

16 Related party transactions

The company forms part of a wholly owned group for which consolidated financial statements are publicly available. Accordingly the company has taken advantage of the exemption provided by "Financial Reporting Standard 8: Related party disclosures" not to disclose transactions with other group entities including its parent and fellow subsidiary undertakings.