

Securicor Management Services Limited

FINANCIAL STATEMENTS

for the year ended
31 December 2008

TUESDAY



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COMPANIES HOUSE

Company Registration No. 835411

Securicor Management Services Limited

DIRECTORS AND OFFICERS

DIRECTORS

PV David
TL Dighton

SECRETARY

SE Lyell

REGISTERED OFFICE

The Manor
Manor Royal
Crawley
West Sussex
RH10 9UN

AUDITORS

KPMG Audit Plc
8 Salisbury Square
London
EC4Y 8BB

Securicor Management Services Limited

DIRECTORS' REPORT

The directors submit their report and the financial statements of Securicor Management Services Limited for the year ended 31 December 2008.

PRINCIPAL ACTIVITIES

The principal activity of the business is that of a property holding company.

REVIEW OF THE BUSINESS

The directors consider the result for the period, and the state of affairs of the business to be satisfactory.

DIVIDENDS

The directors do not recommend the payment of a dividend (2007: £nil).

DIRECTORS

The following directors have held office during the year;

TL Dighton

PV David

DISCLOSURE OF INFORMATION TO AUDITORS

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditors are unaware; and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information

AUDITORS

In accordance with Section 384 of the Companies Act 1985, a resolution for the re-appointment of KPMG Audit Plc as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

By order of the board



PV David
Director

30 April 2009

Securicor Management Services Limited

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE DIRECTORS' REPORT AND THE FINANCIAL STATEMENTS

The directors are responsible for preparing the Directors' 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 financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

The 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 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 judgements 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; and
- 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 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 company and to prevent and detect fraud and other irregularities.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SECURICOR MANAGEMENT SERVICES LIMITED

We have audited the financial statements of Securicor Management Services Limited for the year ended 31 December 2008 which comprise of 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 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 3.

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 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 UK Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2008 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.



KPMG Audit Plc
Chartered Accountants
Registered Auditor
London

30 April 2009

Securicor Management Services Limited

PROFIT AND LOSS ACCOUNT

for the year ended 31 December 2008

| | <i>Notes</i> | 31 December 2008 £'000 | 31 December 2007 £'000 |
|---|--------------|------------------------------|------------------------------|
| TURNOVER | 2 | - | 112 |
| Operating expenses | | - | (112) |
| OPERATING RESULT | | - | - |
| Interest payable to group undertakings | | (112) | (368) |
| LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION | 3 | (112) | (368) |
| Tax on loss on ordinary activities | 4 | 32 | (22) |
| LOSS FOR THE FINANCIAL YEAR | 8 | (80) | (390) |

The operating result for the period arises from the company's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Profit and Loss Account.

There is no difference between the results as stated and the results on a historical cost basis.

Securicor Management Services Limited

BALANCE SHEET

As at 31 December 2008

| | Notes | 31 December 2008 £'000 | 31 December 2007 £'000 |
|------------------------------------|-------|------------------------------|------------------------------|
| CURRENT ASSETS | | | |
| Taxation | | 32 | - |
| CURRENT LIABILITIES | | | |
| Amounts owed to group undertakings | | (1,759) | (1,625) |
| Taxation | | - | (22) |
| | | <u>(1,759)</u> | <u>(1,647)</u> |
| NET CURRENT LIABILITIES | | <u>(1,727)</u> | <u>(1,647)</u> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 6 | 2,000 | 2,000 |
| Profit and loss account | 7 | (3,727) | (3,647) |
| EQUITY SHAREHOLDERS' FUNDS | 8 | <u>(1,727)</u> | <u>(1,647)</u> |

Approved by the board on 30 April 2009



PV David
Director

Securicor Management Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2008

1 ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared on a going concern basis under the historical cost convention and in accordance with the Companies Act 1985 and applicable accounting standards.

The company is exempt by virtue of s228 of the Companies Act 1985 from the requirement to prepare group financial statements. These financial statements present information about the company as an individual undertaking and not about its group.

Under Financial Reporting Standard (FRS) 1 the company is exempt from the requirement to prepare a cash flow statement on the grounds that a parent undertaking includes the company in its own published consolidated financial statements.

As 100% of the company's voting rights are controlled within the group headed by G4S plc, the company has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed transactions or balances with entities which form part of the group (or investees of the group qualifying as related parties). The consolidated financial statements of G4S plc, within which this company is included, can be obtained from the address given in note 10.

TAXATION

The charge for taxation is based on the loss for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes.

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS 19.

TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of services provided to group companies.

GOING CONCERN

The financial statements have been prepared on the going concern basis, notwithstanding the company's net current liabilities, which the directors believe to be appropriate for the following reasons. The company is dependent for its working capital on funds provided to it by G4S Plc, the company's ultimate parent undertaking. G4S Plc has provided the company with an undertaking that for at least 12 months from the date of approval of these financial statements, it will continue to make available such funds as are needed by the company and in particular will not seek repayment of the amounts currently made available.

This should enable the company to continue in operational existence for the foreseeable future by meeting its liabilities as they fall due for payment. As with any company placing reliance on its parent undertaking for financial support, the directors acknowledge that there can be no certainty that this support will continue although, at the date of approval of these financial statements, they have no reason to believe that it will not do so.

Based on this undertaking the directors believe that it remains appropriate to prepare the financial statements on a going concern basis.

Securicor Management Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2008

| 2 | TURNOVER | 31 December 2008 £'000 | 31 December 2007 £'000 |
|---|---------------|------------------------------|------------------------------|
| | Rental income | - | 112 |

All turnover was derived from the company's principal business in the UK.

| 3 | LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION | 31 December 2008 £'000 | 31 December 2007 £'000 |
|---|--|------------------------------|------------------------------|
| | Loss on ordinary activities before taxation is stated after charging: Depreciation and amounts written off tangible fixed assets: Charge for the year – owned assets | - | 112 |

| 4 | TAXATION | 31 December 2008 £'000 | 31 December 2007 £'000 |
|---|---|------------------------------|------------------------------|
| | Current tax: UK corporation tax (credit) / charge on results of the period | (32) | 22 |

The tax credit for the period represents credit received from fellow subsidiaries for the surrender of current year tax losses.

The tax assessed for the period is the same as (2007: higher than) the standard rate of corporation tax in the UK of 28.5% (2007: 30%).

| | 31 December 2008 £'000 | 31 December 2007 £'000 |
|---|------------------------------|------------------------------|
| <i>Current tax reconciliation</i> | | |
| Loss on ordinary activities before tax | (112) | (368) |
| Loss on ordinary activities multiplied by standard rate of corporation tax in the UK of 28.5% (2007: 30%) | (32) | (110) |
| Effects of: | | |
| Depreciation in excess of capital allowances | - | 33 |
| Adjustments for imputed income | - | 99 |
| Tax (credit) / charge for period | (32) | 22 |

Securicor Management Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2008

| | | | |
|---|-----------|-------------------------------|-------------------------------|
| 5 | EMPLOYEES | 31 December 2008 Number | 31 December 2007 Number |
|---|-----------|-------------------------------|-------------------------------|

The average monthly number of persons (including directors) employed by the company during the period was:

| | | |
|------------|---|---|
| Management | 2 | 2 |
|------------|---|---|

No staff costs were incurred in the period (2007: £nil) as these were borne by other group entities.

DIRECTORS' REMUNERATION

The directors received no emoluments in the year in respect of their services to the company (2007: £nil).

| | | | |
|---|--|------------------------------|------------------------------|
| 6 | SHARE CAPITAL | 31 December 2008 £'000 | 31 December 2007 £'000 |
| | Authorised: 3,000,000 ordinary shares of £1 each | 3,000 | 3,000 |
| | Allotted, issued and fully paid: 2,000,000 ordinary shares of £1 each | 2,000 | 2,000 |

| | | | |
|---|-------------------------|------------------------------|------------------------------|
| 7 | PROFIT AND LOSS ACCOUNT | 31 December 2008 £'000 | 31 December 2007 £'000 |
| | At beginning of year | (3,647) | (3,257) |
| | Loss for the year | (80) | (390) |
| | At end of year | (3,727) | (3,647) |

| | | | |
|---|---|------------------------------|------------------------------|
| 8 | RECONCILIATION OF MOVEMENT IN EQUITY SHAREHOLDERS' FUNDS | 31 December 2008 £'000 | 31 December 2007 £'000 |
| | Loss for the year | (80) | (390) |
| | Opening shareholders' funds | (1,647) | (1,257) |
| | Closing shareholders' funds | (1,727) | (1,647) |

9 CONTINGENT LIABILITIES

The company is included in a group registration for VAT purposes and is therefore jointly and severally liable for all other group companies' unpaid debts in this connection. The liability of the UK group registration at 31 December 2008 totalled £25,820,269 (2007: £18,214,691).

Securicor Management Services Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2008

10 ULTIMATE PARENT COMPANY

The ultimate holding company was G4S plc which is registered in England and Wales. Copies of the group accounts of G4S plc can be obtained from The Manor, Manor Royal, Crawley, West Sussex, RH10 9UN.

11 AUDITOR'S REMUNERATION

The auditor's remuneration of £800 was borne by another group company (2007: £800).