

London Security plc
Interim report for the period ended
30 June 2010

Registered Number 53417



London Security plc

Interim report for the period ended 30 June 2010

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London Security plc

Profit and loss account for the period ended 30 June 2010

		6 months to 30 June 2010 £'000	12 months to 31 December 2009 £'000
Administrative expenses		(798)	(1,271)
Operating loss		(798)	(1,271)
Interest payable and similar charges	2	(164)	(1,114)
Income from fixed asset investments – dividend received		52,728	3,540
from subsidiary undertaking			
Interest receivable		30	18
Profit on ordinary activities before taxation	3	51,796	1,173
Tax on profit on ordinary activities		-	715
Profit transferred to reserves		51,796	1,888

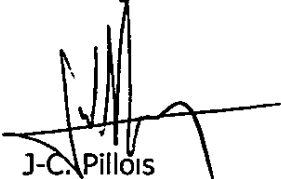
There is no material difference between the profit on ordinary activities before taxation and the profit for the periods stated above, and their historical cost equivalents.

London Security plc

Balance sheet as at 30 June 2010

		30 June 2010 £'000	31 December 2009 £'000
Fixed assets			
Tangible assets	2	586	611
Investments	1	58,756	55,572
		59,342	56,183
Current assets			
Debtors	3	5,198	1,710
Cash and cash equivalents		3,977	4,572
		9,175	6,282
Creditors – amounts falling due within one year	4	(13,331)	(35,375)
Net current liabilities		(4,156)	(29,093)
Total assets less current liabilities		55,186	27,090
Creditors – amounts falling due after more than one year	5	(5,148)	(29,225)
Net assets		50,038	(2,135)
Capital and reserves			
Share capital	6	123	123
Profit and loss account	7	49,915	(2,258)
Equity shareholders' funds	8	50,038	(2,135)

The financial statements on pages 3 to 8 were approved by the Board of Directors and were signed on its behalf by:


J-C. Pillois
Director

London Security plc

Accounting policies

Basis of accounting

The financial statements have been prepared in accordance with the Companies Act 2006 and applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

In the opinion of the directors it is appropriate to draw up the financial statements on the going concern basis as the parent company has given an undertaking to provide continued financial support to the company for a period of at least twelve months from the date on which the financial statements were signed.

Investment in subsidiary companies

Investments in subsidiary undertakings are accounted for at cost. A provision to reduce the carrying value of a subsidiary is made if an impairment in its value occurs.

Currency translation

Items denominated in foreign currency are translated into Sterling at the rates of exchange ruling at the balance sheet date.

Deferred tax

The charge for taxation is based on the result for the year. Deferred tax is provided in full on timing differences that result in an obligation at the balance sheet date to pay more tax in future, or a right to pay less tax, at a future date at rates expected to apply when they crystallise, based on current tax rates and laws. Deferred tax assets are only recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities recognised have not been discounted.

Notes to the financial statements for the period ended 30 June 2010 (continued)

1 Investments

	30 June 2010 £'000s	31 December 2009 £'000s
Shares in subsidiary undertakings	58,756	54,890
Long term loans provided to subsidiary undertakings	-	682
	58,756	55,572

2 Share in plane

	2010 £'000	2009 £'000
Cost	1,019	1,019
Accumulated depreciation at start of period	408	357
Charge for the period	25	51
Accumulated depreciation at end of period	433	408
Net book value	586	611

3 Debtors

	2010 £'000	2009 £'000
Amounts falling due within one year:		
Amounts owed by subsidiary undertakings	4,266	713
Amounts owed by related undertakings	242	204
Other debtors	403	399
Taxation recoverable	287	394
	5,198	1,710

4 Creditors – amounts falling due within one year

	2010 £'000	2009 £'000
Bank loans	1,429	5,253
Amounts owed to subsidiary undertakings	11,636	29,652
Other creditors	107	111
Accruals	159	359
	13,331	35,375

Notes to the financial statements for the period ended 30 June 2010 (continued)

5 Creditors – amounts falling due after more than one year

	2010 £'000	2009 £'000
Bank loans	4,156	29,225
	4,156	29,225

6 Called up share capital

	2010 £'000	2009 £'000
Authorised		
67,539,188 ordinary shares of 1p each	675	675
Issued, called up and fully paid		
12,283,698 ordinary shares of 1p each	123	123

7 Reserves

	Profit and loss account £'000
At 1 January 2010	(2,258)
Retained profit for the period	51,796
At 30 June 2010	49,538

8 Reconciliation of movements in equity shareholders' funds

	2010 £'000	2009 £'000
Profit for the period	51,796	1,888
Purchase of own shares	(89)	-
Foreign currency hedges	466	2,526
Net movement in Company equity shareholders' funds	52,173	4,414
Opening Company equity shareholders' funds	(2,135)	(6,549)
Closing Company equity shareholders' funds	50,038	(2,135)

Notes to the financial statements for the period ended 30 June 2010 (continued)

9 Ultimate parent company and controlling party

The directors regard EOI Fire S.à.r.l., a company registered in Luxembourg, as the ultimate parent undertaking.

The directors regard the eden and Ariane Trustee companies as the ultimate controlling parties through their controlling interest in EOI Fire S.à.r.l.

10 Related party transactions

The company has incurred £71,000 (2009: £279,000) of expenditure on behalf of JG Murray which is to be reimbursed by a related undertaking.