

ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2005

FOR

MARLIN FINANCIAL SERVICES LIMITED



MARLIN FINANCIAL SERVICES LIMITED

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FOR THE YEAR ENDED 31ST DECEMBER 2005**

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MARLIN FINANCIAL SERVICES LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31ST DECEMBER 2005

DIRECTORS: C Beresford
M Dunphy
D J Page
J L Rosenberg

SECRETARY: D J Page

REGISTERED OFFICE: Russell New
The Courtyard
Beeding Court
Steyning
West Sussex
BN44 3TN

REGISTERED NUMBER: 04618038

AUDITORS: Russell New
Registered Auditors
The Courtyard
Beeding Court
Steyning
West Sussex
BN44 3TN

**REPORT OF THE INDEPENDENT AUDITORS TO
MARLIN FINANCIAL SERVICES LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated accounts set out on pages three to seven, together with the financial statements of Marlin Financial Services Limited for the year ended 31st December 2005 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 directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 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.

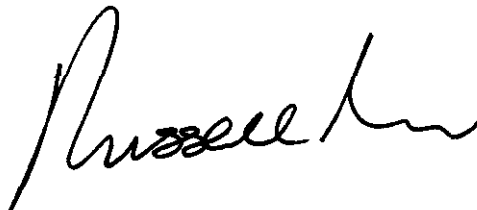
Basis of opinion

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.

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.

Russell New
Registered Auditors
The Courtyard
Beeding Court
Steyning
West Sussex
BN44 3TN



Date: 22/10/06

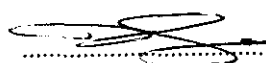
MARLIN FINANCIAL SERVICES LIMITED

**ABBREVIATED BALANCE SHEET
31ST DECEMBER 2005**

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	2	91,908	71,964
Investments	3	<u>1</u>	<u>-</u>
		91,909	71,964
CURRENT ASSETS			
Debtors		210,109	165,795
Cash at bank and in hand		<u>404,448</u>	<u>406,432</u>
		614,557	572,227
CREDITORS			
Amounts falling due within one year		<u>361,304</u>	<u>297,506</u>
NET CURRENT ASSETS		<u>253,253</u>	<u>274,721</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		345,162	346,685
CREDITORS			
Amounts falling due after more than one year		<u>6,802</u>	<u>-</u>
NET ASSETS		<u><u>338,360</u></u>	<u><u>346,685</u></u>
CAPITAL AND RESERVES			
Called up share capital	4	1,000	1,000
Share premium		249,600	249,600
Profit and loss account		<u>87,760</u>	<u>96,085</u>
SHAREHOLDERS' FUNDS		<u><u>338,360</u></u>	<u><u>346,685</u></u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board of Directors on 27/10/06 and were signed on its behalf by:


.....
D J Page - Director

The notes form part of these abbreviated accounts

MARLIN FINANCIAL SERVICES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 2005

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 20% on cost
Fixtures and fittings	- Straight line over 7 years
Computer equipment	- 20% on cost

Deferred tax

Deferred taxation has not been provided in these accounts as, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future. This does not comply with the Financial Reporting Standard for Smaller Entities (effective January 2005 paragraph 9.4). If full provision for deferred taxation was made in these accounts, there would be a liability at 31 December 2005 of £11,007 (2004: £9,722)

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

MARLIN FINANCIAL SERVICES LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2005**

2. TANGIBLE FIXED ASSETS

	Total £
COST	
At 1st January 2005	79,115
Additions	42,763
	<hr/>
At 31st December 2005	121,878
	<hr/>
DEPRECIATION	
At 1st January 2005	7,151
Charge for year	22,819
	<hr/>
At 31st December 2005	29,970
	<hr/>
NET BOOK VALUE	
At 31st December 2005	91,908
	<hr/>
At 31st December 2004	71,964
	<hr/>

3. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
Additions	1
	<hr/>
At 31st December 2005	1
	<hr/>
NET BOOK VALUE	
At 31st December 2005	1
	<hr/>

The company's investments at the balance sheet date in the share capital of companies include the following:

MFS Portfolio Limited

Nature of business: Holding of debt portfolio

	%	
Class of shares:	holding	
Ordinary	100.00	
		30.6.06
		£
Aggregate capital and reserves		1
		<hr/>

MARLIN FINANCIAL SERVICES LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2005**

4. CALLED UP SHARE CAPITAL

Authorised:		Nominal value:	2005	2004
Number:	Class:		£	£
1,000	Ordinary	£1	1,000	1,000
1,000	Preferred Shares	£1	1,000	1,000
			<u>2,000</u>	<u>2,000</u>
Allotted, issued and fully paid:		Nominal value:	2005	2004
Number:	Class:		£	£
610	Ordinary	£1	390	390
390	Preferred Shares	£1	610	610
			<u>1,000</u>	<u>1,000</u>
Allotted and issued:		Nominal value:	2005	2004
Number:	Class:		£	£
			-	-
			<u>-</u>	<u>-</u>

Both classes of shares have equal rights and obligations to the company. The sole additional right for holders of preferred shares is to receive the return of their capital in priority to the company making any other distributions or dividend payments.

5. ULTIMATE PARENT COMPANY

The company's ultimate parent undertaking at the balance sheet date is Marlin Integrated Capital Holding Corp., a company incorporated in the USA.

MARLIN FINANCIAL SERVICES LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2005**

6. RELATED PARTY DISCLOSURES

(i) Control

The company was controlled throughout the period under review by its ultimate parent undertaking, Marlin Integrated Capital Holding Corp.

(ii) Related Party Transactions

During the year, the company made sales of £244,689 (2004: £73,069) to Marlin Integrated Capital Holding Corp, the ultimate parent company. At the balance sheet date £150 (2004: £4,497) was outstanding. It also made sales of £173,278 (2004: £52,995) to Marlin UK LLC, another subsidiary company of Marlin Integrated Capital Holding Corp. It paid for management fees to Marlin Capital Europe Limited of £48,965 (2004: £33,527). At the balance sheet date £2,332 (2004: £nil) was due.

At the balance sheet date the following amounts were owed to the company by subsidiaries of Marlin Integrated Capital Holding Corp:-

CR Software Inc - £nil(2004: £110)

Marlin UK LLC - £70 (2004: £35)

Included within trade debtors at the balance sheet date were the following amounts due from subsidiaries of the ultimate parent company:-

CRS Europe Limited - £1,790 (2004: £1,790)

Marlin Integrated Capital LLC - £nil (2004: £10,357)

Marlin UK LLC - £12,962 (2004: £10,510)

MIM Servicing LLC £35,627 (2004 - £nil)

Included within trade creditors at the balance sheet date were the following amounts due to fellow subsidiaries of the ultimate parent company:-

CRS Europe Limited - £1,755 (2004: £285)

Marlin Capital Europe Limited £231 (2004:£5,442)

At the balance sheet date the company was owed £150 (2004: £150) by the directors of the company.