

Tenon Audit Limited
Clifton House
Bunnian Place
Basingstoke
Hampshire
RG21 7JE

Dear Sirs,

FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 NOVEMBER 2005

The financial statements for the period ended 30 November 2005 have been considered and approved at a duly convened meeting of the Board of Directors at which the attention of the Board was drawn to their responsibility for the truth and fairness of the financial statements. The directors recognise that obtaining representations from them concerning the matters referred to below is a significant procedure in enabling you to form an opinion on the financial statements.

The undersigned were authorised to sign the Balance Sheet on behalf of the Board. We confirm that, to the best of each individual director's knowledge and having made appropriate enquiries of other Directors and Officials of the company, the following representations given to you in connection with your audit of the company's financial statements for the period ended 30 November 2005 are correct.

1. Availability of Information

All the accounting records have been made available to you for the purposes of your audit and all the transactions undertaken by the company have been properly reflected and recorded in the accounting records. All other records and related information have been made available to you, including the minutes of all directors' and shareholders' meetings which are a complete and authentic record of the proceedings at those meetings.

2. Directors' and other Related Party Transactions

No directors received any remuneration, including benefits in kind during or relating to the period ended 30 November 2005 other than as disclosed in the financial statements.

All items of personal expenditure paid by the company on the directors' behalf have either been reimbursed by the directors concerned (directly or through the directors' loan accounts) or have been treated as benefits in kind. The company will bear any tax arising on such benefits in kind.

No director, shadow director or their connected persons had any indebtedness (or agreement concerning indebtedness) to the company at 30 November 2005 or at any time during the period.

All other transactions and relationships between the company and related parties have been disclosed to you. Related parties include businesses under common control, shareholders, directors, senior management (and their immediate families) or others whose position enables them to enter into transactions with the company other than at arm's length.

3. Deferred Taxation

To the extent that deferred taxation has not been provided on timing differences other than short-term differences, the directors are able to foresee, on reasonable evidence, that no liability is likely to arise as a result of the reversal of timing differences for at least three years ahead and there is no indication that after that period the situation is likely to change so as to crystallise the liabilities.

4. Contingent Liabilities

There were no contingent liabilities at the Balance Sheet date expected to result in a material loss to the company or in commitments which it cannot meet.

All significant matters which have been referred to solicitors have been disclosed to you.

5. Events subsequent to the date of the Balance Sheet

There were no events, transactions or discoveries since the Balance Sheet date which:

- a. Would have a material effect on the financial statements, or
- b. Are of such importance to shareholders that they should be disclosed to them.

6. Going Concern

The directors have reviewed likely future developments and there is no reason to believe that the company will have to cease trading within the foreseeable future as a result of inadequate financial resources or any other foreseeable event within a period of at least 12 months from the date of this letter.

7. Impairment of Tangible Fixed Assets

Each fixed asset is worth to the company at least the amount at which it is included in the balance sheet, either through continued use by the company or through the opportunity for sale on the open market.

8. Capital Commitments

The company had not at the Balance Sheet date contracted for any capital expenditure other than as disclosed in the financial statements.

9. Fraud and Regulation

We acknowledge that the responsibility for the detection of fraud, error and non-compliance with laws and regulations rests with the Board of Directors. We confirm that we are not aware of any fraud, error and non-compliance which may have a material effect on the financial statements.

We confirm that there has been no possible or actual instance of non-compliance with those laws and regulations which are central to the company's ability to conduct its business.

10. Unadjusted errors

We confirm that we have been notified by you that no unadjusted errors were noted as part of the audit.

11. Deferred income

We confirm that to the best of our knowledge the income deferred in the financial statements is a fair reflection of the unspent grants at the end of the period. The balance will be matched against future costs up to the date of the contract completion. Where funds remain unspent this may be subject to clawback by the appropriate funding bodies.

Yours faithfully,

For and on behalf of the Board of Directors of Standards Verification UK Limited

..... Director

D Fraser