

WYATT GROUP PLC AND ITS SUBSIDIARY UNDERTAKINGS

CHAIRMAN'S STATEMENT

For the year ended 31 March 2006

WYATT GROUP PLC PRELIMINARY ANNOUNCEMENT OF RESULTS FOR THE YEAR ENDED 31 MARCH 2006

CHAIRMAN'S STATEMENT

I am pleased to report on what has been another busy year for your Group. The operating loss before amortisation was £541,571, down from last year's loss of £826,919, on turnover of £1,262,230 (2005: £636,280). Within this we have funded the start up of Wyatt Biotech Limited, our drug testing business, which your Board believes can provide significant opportunities for shareholder value. The operating costs and loss for this business during the year were £136,867.

The operating loss after amortisation was £673,351 (2005: £987,482).

OPERATIONS

The Group's operating subsidiaries are Risksmart, Premier Employer Solutions and Wyatt Biotech.

Risksmart provides an on-line fire risk assessment for SME's. The business continues to perform to expectations and the long awaited Fire Safety Legislation is now expected to become effective in the latter part of 2006. We feel confident that this will bring long term benefits to Risksmart and fully justify the hard work put in by the team and the investment to date in this business.

Premier Employer Solutions delivers a range of tax, legal and human resource employment services, including specialist advice and outsourcing. In 2005 it continued to expand its product range and to add blue chip companies to its client base. The results for the financial year showed a small loss of £29,646 which was due almost entirely to back dated management charges, compared with a loss in 2005 of £242,557. This is an exceptional achievement given that the business has only been trading since 2001. The performance in 2006/07 is extremely encouraging with month on month profitability and we are delighted with the continued progress being made by management and staff in this operation.

Wyatt Biotech now has the necessary infrastructure in place and has recently received the first fully operational batch of the drug testing product from the United States. The product will be undergoing further testing and research in the coming weeks which will provide clarity around the future opportunities for the product.

PROSPECTS

The Group has made a substantial investment to date in the three trading businesses and is actively looking for the right transaction to transform the Group and to take it to the next stage.

I would like to thank all the people involved in Wyatt for their efforts and their belief in our future. I remain committed to building a broadly based risk management group and would like to express my sincere thanks to all shareholders for their continued support.

R HOLT
Chairman
29th September 2006

WYATT GROUP PLC AND ITS SUBSIDIARY UNDERTAKINGS

CONSOLIDATED PROFIT AND LOSS ACCOUNT

For the year ended 31 March 2006

Consolidated Profit and Loss Account

For the year ended 31 March 2006

	2006 £	2005 £
Turnover: Group and share of joint venture	1,296,149	646,949
Less: Share of joint venture's turnover	(33,919)	(10,669)
Turnover	1,262,230	636,280
Cost of sales	(458,272)	(124,571)
Gross profit	803,958	511,709
Operating charges		
Other operating charges	(1,345,529)	(1,087,457)
Amortisation	(131,780)	(160,563)
Exceptional item	-	(251,171)
Total operating charges	(1,477,309)	(1,499,191)
Operating loss	(673,351)	(987,482)
Share of operating loss in joint venture	(6,153)	(7,345)
Net interest	(37,755)	(19,480)
Loss on ordinary activities before taxation	(717,259)	(1,014,307)
Tax on loss on ordinary activities	-	-
Loss on ordinary activities after taxation	(717,259)	(1,014,307)
Equity minority interests	29,979	60,738
Loss for the financial year	(687,280)	(953,569)
Basic loss per share	(5.43)p	(9.85)p

All of the activities of the Group are classed as continuing.

There were no recognised gains or losses other than the loss for the year.

The accompanying accounting policies and notes form an integral part of these financial statements.

WYATT GROUP PLC AND ITS SUBSIDIARY UNDERTAKINGS

CONSOLIDATED BALANCE SHEET

For the year ended 31 March 2006

Consolidated Balance Sheet

For the year ended 31 March 2006

	2006 £	2005 £
Fixed assets		
Intangible assets	1,254,163	1,385,943
Tangible assets	239,943	304,307
Investments	67,574	67,574
Investment in joint venture:		
Share of gross assets	18,085	2,064
Share of gross liabilities	(31,583)	(9,409)
Transfer to creditors due in less than one year	13,498	7,345
	-	-
	1,561,680	1,757,824
Current assets		
Stocks	52,027	33,972
Debtors	246,015	141,236
	298,042	175,208
Creditors: amounts falling due within one year	(1,147,328)	(452,578)
Net current liabilities	(849,286)	(277,370)
Total assets less current liabilities	712,394	1,480,454
Creditors: amounts falling due after more than one year	(1,351,110)	(1,401,911)
	(638,716)	78,543
Capital and reserves		
Called up share capital	126,594	126,594
Share premium account	1,902,700	1,902,700
Merger reserve	41,802	41,802
Profit and loss account	(2,600,846)	(1,913,566)
Shareholders' (deficit)/funds	(529,750)	157,530
Equity minority interests	(108,966)	(78,987)
	(638,716)	78,543

WYATT GROUP PLC AND ITS SUBSIDIARY UNDERTAKINGS

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 31 March 2006

Consolidated Cash Flow

For the year ended 31 March 2006

	2006 £	2005 £
Net cash outflow from operating activities	(538,398)	(607,701)
Returns on investments and servicing of finance		
Interest paid	(37,755)	(19,480)
Net cash outflow from returns on investments and servicing of finance	(37,755)	(19,480)
Taxation	-	-
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(42,315)	(30,081)
Purchase of intangible fixed assets	-	(153,335)
Net cash outflow from capital expenditure and financial investment	(42,315)	(183,416)
Acquisitions		
Purchase of subsidiary undertaking	-	(62,672)
Net cash acquired with subsidiary undertaking	-	(9,055)
Net cash outflow from acquisitions	-	(71,727)
Net cash outflow before financing	(618,468)	(882,324)
Financing		
Issue of ordinary share capital	-	1,138,500
Issue costs	-	(34,156)
(Repayment)/Increase in short term borrowings	(11,000)	8,000
Repayment of borrowings	(49,088)	(32,365)
Net cash (outflow)/inflow from financing	(60,088)	1,079,979
(Decrease)/Increase in cash	(678,556)	197,655

WYATT GROUP PLC AND ITS SUBSIDIARY UNDERTAKINGS

NOTES

For the year ended 31 March 2006

1 STATUTORY ACCOUNTS

The financial information does not constitute statutory accounts as defined in section 240 of the Companies Act 1985, but has been extracted from the statutory accounts for the year ended 31 March 2005, on which an unqualified audit report has been issued and which will be delivered to the Registrar following their adoption at the Annual General Meeting.

The statutory accounts for the financial year ended 31 March 2005 have been delivered to the Registrar of Companies with an unqualified audit report thereon.

2 LOSS PER SHARE

The basic loss per share is based upon an equity loss of £687,280 (2005: £953,569) and 12,659,446 (2005: 9,683,501) ordinary shares of 1p each, being the weighted average number of shares in issue during the period.

The diluted loss per share is identical to the basic loss per share as the loss attributable to ordinary shareholders and weighted average number of ordinary shares for the purpose of calculating the diluted earnings per ordinary share are identical to those used for basic earnings per ordinary share. This is because the exercise of share options would have the effect of reducing the loss per ordinary share and is therefore not dilutive under the terms of FRS 22 Earnings per Share.

3 COPIES OF THE FINANCIAL ACCOUNTS

Copies of the financial statements may be obtained by writing to Wyatt Group plc, Parkway House, Hambrook Lane, Stoke Gifford, Bristol BS34 8QB.

4 ANNUAL GENERAL MEETING

The Annual General Meeting will be held on 31 October 2006 at the offices of Corporate Synergy, 30 Old Broad Street, London, EC2N 1HT at 2pm.