

Security Research Group plc (“SRG”)

SRG announces the disposal of PSG Connect Limited, formerly PSG Franchising Limited (PSG”) to Property Information Exchange Limited (“PIE”). PIE is also a provider of property information reports to the conveyancing industry. The merger will result in PSG/PIE becoming the leading property information force in the market.

SRG will be instructing liquidators to commence the process to place SRG into members voluntary liquidation. This will require a resolution of SRG shareholders to proceed with the distribution of cash (less retentions). It is anticipated that SRG shareholders will receive a distribution of 60p per share

It is intended that a final, substantially smaller, cash distribution will be made at a later date.

Shares in Moore & Buckle Limited will be distributed in specie to SRG shareholders.

Since the appointment of the current Board approximately £15 million has been returned to shareholders. On the basis of the anticipated voluntary distribution of 60p per share a total of £27 million would have been distributed to shareholders via share based capital payments.