

## Cost Basis Worksheet

### Calculating the Tax Basis for Brink's Home Security Holding, Inc. Common Stock Following the Spin-off

Shareholders of The Brink's Company ("BCO") who received shares of Brink's Home Security Holding, Inc. ("BHS") in the spin-off are required to allocate their aggregate tax basis in their BCO shares between the BCO shares and the BHS shares that they received in the spin-off in proportion to the relative fair market values of their BCO and BHS shares. The distribution ratio in the spin-off was one share of BHS for every one share of BCO.

U.S. federal income tax law does not specifically provide a method for determining the fair market values of the BCO and BHS shares. There are several potential methods for determining the fair market values of the BCO and BHS shares, including, but not limited to:

1. using the closing trading prices of BCO and BHS on the last regular trading day of the BHS shares on a when-issued basis (\$48.49 and \$21.75, respectively, on October 31, 2008);
2. using the opening trading prices of BCO and BHS on the first regular trading day of the BHS shares (\$27.03 and \$21.95, respectively, on November 3, 2008);
3. using the average of the high and low trading prices of the BCO and BHS shares on the first regular trading day of the BHS shares (\$27.33 and \$20.88, respectively, on November 3, 2008); and
4. using the closing trading prices of BCO and BHS on the first regular trading day of the BHS shares (\$27.34 and \$19.47, respectively, on November 3, 2008).

There may be other methods to determine the fair market values of shares of BCO and BHS for purposes of allocating tax basis following the spin-off.

BHS is providing an example below of how to allocate a shareholder's aggregate tax basis in BCO common stock between his or her shares of BCO and BHS. This example is provided solely for illustrative purposes and as a convenience because shareholders and their tax advisors may find it useful when establishing their specific tax positions.

**PLEASE REMEMBER THAT BHS DOES NOT PROVIDE ITS SHAREHOLDERS WITH TAX ADVICE, AND THIS NOTICE IS NOT INTENDED TO PROVIDE TAX ADVICE. BHS ENCOURAGES ITS SHAREHOLDERS TO CONSULT WITH THEIR OWN TAX ADVISORS WITH THEIR SPECIFIC QUESTIONS PERTAINING TO THEIR OWN TAX POSITIONS INCLUDING THE APPLICATION OF THE TAX BASIS ALLOCATION RULES TO DIFFERENT BLOCKS OF BCO SHARES ACQUIRED AT DIFFERENT TIMES AND/OR AT DIFFERENT PRICES, AS WELL AS THE APPLICABILITY AND EFFECT OF ALL U.S. FEDERAL, STATE AND LOCAL AND FOREIGN TAX LAWS.**

### EXAMPLE

The following example is based on the second of the four alternatives above. It assumes that a BCO shareholder owned 100 shares of BCO that had all been acquired at the same time and for the same price of \$30.00 per share, for an aggregate tax basis of \$3,000.00. This shareholder received 100 shares of BHS in the spin-off. Based on the calculations below using the first of the three alternatives above, the shareholder would allocate \$1,655.57 of the original \$3,000.00 aggregate tax basis to BCO shares and \$1,344.43 of the original \$3,000.00 aggregate tax basis to BHS shares.

	<u>BCO</u>	<u>BHS</u>
Opening price on November 3	\$27.03	\$21.95
Opening price of BCO plus BHS opening price (A)	\$48.98	
Divide opening price of BCO by (A) (i.e., \$27.03 / \$48.980)	55.186 %	
Divide BHS opening price by (A) (i.e., \$21.95 / \$48.980)		44.814 %
Allocated tax basis ratios:	55.186 %	44.814 %

BCO Tax Basis per share ( $\$30.00 \times 55.186\%$ )	\$16.5557	
BHS Tax Basis per share ( $\$30.00 \times 44.814\%$ )		\$13.4443
New Tax Basis =		
BCO: 100 shares x \$16.5557	\$1,655.57	
BHS: 100 shares x \$13.4443		\$1,344.43
Combined Tax Basis	\$3,000.00	

**IRS Circular 230 disclosure: To ensure compliance with requirements imposed by the IRS, we inform you that any U.S. federal tax advice contained in this document (including any attachment) is not intended or written by us to be used, and cannot be used, (i) by any taxpayer for the purpose of avoiding tax penalties under the Internal Revenue Code or (ii) for promoting, marketing or recommending to another party any transaction or matter addressed herein.**