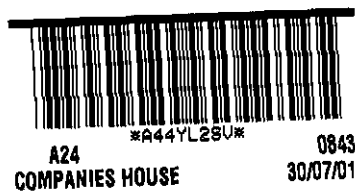


REGISTERED NUMBER: 1662593 (England and Wales)

ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2000
FOR
DIXONDALE LIMITED



DIXONDALE LIMITED

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FOR THE YEAR ENDED 30 SEPTEMBER 2000

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DIXONDALE LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 30 SEPTEMBER 2000

DIRECTORS: DR B REES-SMITH
MRS J REES-SMITH
P REES-SMITH

SECRETARY: G.BECK

REGISTERED OFFICE: AVENUE PARK INDUSTRIAL ESTATE
PENTWYN
CARDIFF
CF12 7HE

REGISTERED NUMBER: 1662593 (England and Wales)

AUDITORS: HODGE BAKSHI
CHARTERED ACCOUNTANTS &
REGISTERED AUDITORS
CHURCHGATE HOUSE
CHURCH ROAD
WHITCHURCH
CARDIFF

DIXONDALE LIMITED

REPORT OF THE DIRECTORS **FOR THE YEAR ENDED 30 SEPTEMBER 2000**

The directors present their report with the financial statements of the company for the year ended 30 September 2000.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of letting out properties.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

During the year ended 30 September 1999, the company acquired 100% interest in two companies, R S R Limited and Lotein Limited. The company has transferred its trade to its subsidiary undertaking R S R Limited from 1 October 1999.

DIVIDENDS

No dividends will be distributed for the year ended 30 September 2000.

FIXED ASSETS

The movements in fixed assets during the year is as set out in note 10 to the financial statements. In the opinion of the directors, the value of the company's investment property is not materially in excess of that shown in the accounts.

DIRECTORS

The directors during the year under review were:

DR B REES-SMITH
MRS J REES-SMITH
P REES-SMITH

The beneficial interests of the directors holding office on 30 September 2000 in the issued share capital of the company were as follows:

	30.9.00	1.10.99
Ordinary Shares of £1 shares		
DR B REES-SMITH	43,660	43,660
MRS J REES-SMITH	15,340	15,340
P REES-SMITH	-	-

DIXONDALE LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30 SEPTEMBER 2000

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

The auditors, HODGE BAKSHI, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD:



G.BECK - SECRETARY

Dated: 18 June 2001

HODGE BAKSHI

CHARTERED ACCOUNTANTS
AND
CHARTERED TAX ADVISERS

DIXONDALE LIMITED

REPORT OF THE AUDITORS TO **DIXONDALE LIMITED** **UNDER SECTION 247B OF THE COMPANIES ACT 1985**

We have examined the abbreviated financial statements on pages five to sixteen, together with the full financial statements of the company for the year ended 30 September 2000 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

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 financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated financial statements on pages five to sixteen are properly prepared in accordance with that provision.



CHARTERED ACCOUNTANTS &
REGISTERED AUDITORS

Dated: 19 June 2001

Partners
Pankaj Bakshi FCA ATII
Steve Woods FCA MEWI

Tel: (029) 2052 9529
Fax: (029) 2052 1666
E.mail psb@hodgebakshi.com
Website
<http://www.hodgebakshi.com>

Churchgate House
Church Road
Whitchurch
Cardiff
CF14 2DX



Registered to carry on
audit work and authorised
to carry on investment
business by the Institute
of Chartered Accountants
in England and Wales.

Registered with The Chartered
Institute of Taxation as a firm
of Chartered Tax Advisers.

DIXONDALE LIMITED**ABBREVIATED PROFIT AND LOSS ACCOUNT**
FOR THE YEAR ENDED 30 SEPTEMBER 2000

	Notes	2000		1999	
		£	£	£	£
GROSS PROFIT			248,200		3,260,309
Administrative expenses			226,898		996,604
OPERATING PROFIT	4		21,302		2,263,705
Income from investments		10,526		28,993	
Interest receivable and similar income		287,389		276,604	
			297,915		305,597
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			319,217		2,569,302
Tax on profit on ordinary activities	5		(17,577)		804,700
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			336,794		1,764,602
Dividends	6		-		100,000
			336,794		1,664,602
Retained profit brought forward			15,453,626		13,789,024
RETAINED PROFIT CARRIED FORWARD			<u>£15,790,420</u>		<u>£15,453,626</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current and previous years.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current and previous years.

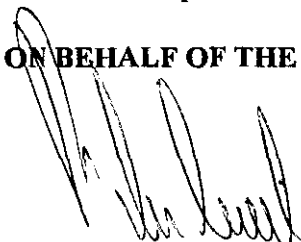
The notes form part of these financial statements

DIXONDALE LIMITED**ABBREVIATED BALANCE SHEET****30 SEPTEMBER 2000**

		2000		1999	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	7		2,809,358		3,091,370
Investments	8		1,332,340		115,491
			<u>4,141,698</u>		<u>3,206,861</u>
CURRENT ASSETS:					
Stocks	9		-	310,747	
Debtors	10	3,326,337		2,971,551	
Cash at bank and in hand		8,393,929		9,806,055	
		<u>11,720,266</u>		<u>13,088,353</u>	
CREDITORS: Amounts falling due within one year	11	12,544		782,588	
NET CURRENT ASSETS:			<u>11,707,722</u>		<u>12,305,765</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u><u>£15,849,420</u></u>		<u><u>£15,512,626</u></u>
CAPITAL AND RESERVES:					
Called up share capital	13		59,000		59,000
Profit and loss account			15,790,420		15,453,626
SHAREHOLDERS' FUNDS:	16		<u><u>£15,849,420</u></u>		<u><u>£15,512,626</u></u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

ON BEHALF OF THE BOARD:



DR B REES-SMITH - DIRECTOR

Approved by the Board on 18 June 2001

The notes form part of these financial statements

DIXONDALE LIMITED**CASH FLOW STATEMENT**
FOR THE YEAR ENDED 30 SEPTEMBER 2000

		<u>2000</u>	<u>1999</u>
	Notes	£	£
Net cash (outflow)/inflow from operating activities	1	(28,016)	678,876
Returns on investments and servicing of finance	2	297,915	305,597
Taxation		(420,332)	(1,193,933)
Capital expenditure	2	251,498	1,019,392
Acquisitions and disposals	2	(119,647)	(200)
Equity dividends paid		-	(100,000)
		<u>(18,582)</u>	<u>709,732</u>
Management of liquid resources	2	<u>(1,097,201)</u>	<u>-</u>
(Decrease)/Increase in cash in the period		<u>£(1,115,783)</u>	<u>£709,732</u>
<hr/>			
Reconciliation of net cash flow to movement in net funds	3		
(Decrease)/Increase in cash in the period		<u>(1,115,783)</u>	<u>709,732</u>
Change in net funds resulting from cash flows		<u>(1,115,783)</u>	<u>709,732</u>
Movement in net funds in the period		<u>(1,115,783)</u>	<u>709,732</u>
Net funds at 1 October		<u>9,509,712</u>	<u>8,799,980</u>
Net funds at 30 September		<u>£8,393,929</u>	<u>£9,509,712</u>

The notes form part of these financial statements

DIXONDALE LIMITED**NOTES TO THE CASH FLOW STATEMENT**
FOR THE YEAR ENDED 30 SEPTEMBER 2000**1. RECONCILIATION OF OPERATING PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES**

	2000 £	1999 £
Operating profit	21,302	2,263,705
Depreciation charges	30,513	126,766
Profit on sale of fixed assets	-	(9,000)
Director's loan account	-	(17,278)
Decrease/(Increase) in stocks	310,747	(72,056)
Increase in debtors	(326,172)	(1,524,822)
Decrease in creditors	(64,406)	(88,439)
Net cash (outflow)/inflow from operating activities	<u>(28,016)</u>	<u>678,876</u>

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2000 £	1999 £
Returns on investments and servicing of finance		
Interest received	287,389	276,604
Dividends received	10,526	28,993
Net cash inflow for returns on investments and servicing of finance	<u>297,915</u>	<u>305,597</u>
Capital expenditure		
Purchase of tangible fixed assets	-	(237,808)
Sale of tangible fixed assets	251,498	1,257,200
Net cash inflow for capital expenditure	<u>251,498</u>	<u>1,019,392</u>
Acquisitions and disposals		
Investment in group undertakings	(119,647)	(200)
Net cash outflow for acquisitions and disposals	<u>(119,647)</u>	<u>(200)</u>

The notes form part of these financial statements

DIXONDALE LIMITED**NOTES TO THE CASH FLOW STATEMENT**
FOR THE YEAR ENDED 30 SEPTEMBER 2000**2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**
- continued

	2000 £	1999 £
Management of liquid resources		
Investment in Shares	(1,097,201)	-
Net cash outflow from management of liquid resources	<u>(1,097,201)</u>	<u>-</u>

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.10.99 £	Cash flow £	At 30.9.00 £
Net cash:			
Cash at bank and in hand	9,806,055	(1,412,126)	8,393,929
Bank overdraft	<u>(296,343)</u>	<u>296,343</u>	<u>-</u>
	<u>9,509,712</u>	<u>(1,115,783)</u>	<u>8,393,929</u>
Total	<u><u>9,509,712</u></u>	<u><u>(1,115,783)</u></u>	<u><u>8,393,929</u></u>
Analysed in Balance Sheet			
Cash at bank and in hand	9,806,055		8,393,929
Bank overdraft	<u>(296,343)</u>		<u>-</u>
	<u><u>9,509,712</u></u>		<u><u>8,393,929</u></u>

The notes form part of these financial statements

DIXONDALE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 30 SEPTEMBER 2000**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents net invoiced rents, 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.

Freehold property	-2% on cost
Investment property	-not provided
Plant & Machinery	-25% on cost
Fixtures & fittings	-25% on cost
Motor Vehicles	-25% on cost

Included in the freehold properties are properties amounting to £1,377,869 relating to investment properties. These properties are held for long term investment. Investment properties are accounted for in accordance with SSAP19, as follows: (i) Investment properties are revalued annually. The surplus or deficit on revaluation reserve unless a deficit below original cost, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year; and (ii) no depreciation is provided on freehold properties. Although the Companies Act would normally require the systematic annual depreciation of fixed assets, the directors believe that the policy of not providing depreciation is necessary in order for the accounts to give a true and fair view, since the current value of investment properties, and changes to that current value, are of prime importance rather than a calculation of systematic annual depreciation. Depreciation is only one of the many factors reflected in the annual valuation, and the amount which might otherwise have been included cannot be separately identified or quantified.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

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.

Group Accounts

In preparing these financial statements, advantage has been taken of the exemptions conferred by section 248 of the Companies Act 1985 not to prepare consolidated group accounts, on the grounds that the group is entitled to the benefit of those exemptions as a small group. These financial statements therefore present information about the company as an individual undertaking and not about its group.

DIXONDALE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2000

2. OTHER OPERATING INCOME

	2000	1999
	£	£
Rent Receivable	248,200	96,421

3. STAFF COSTS

During the year ended 30 September 2000, the directors emoluments from its subsidiaries was as follows:

	R S R Limited	Cosmic Limited
	£	£
Dr B R Smith	271,805	42,930
Mrs J R Smith	142,542	-

4. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2000	1999
	£	£
Hire of plant and machinery	-	30,000
Depreciation - owned assets	30,513	126,766
Profit on disposal of fixed assets	-	(9,000)
Auditors' remuneration	3,000	6,000
	<hr/>	<hr/>
Directors' emoluments	-	104,324
	<hr/>	<hr/>

5. TAXATION

The tax (credit)/charge on the profit on ordinary activities for the year was as follows:

	2000	1999
	£	£
UK corporation tax	22,560	804,700
Previous year adjustment of tax	(40,137)	-
	<hr/>	<hr/>
	(17,577)	804,700
	<hr/>	<hr/>

UK corporation tax has been charged at 30% (1999 - 31%).

DIXONDALE LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 SEPTEMBER 2000**6. DIVIDENDS**

	2000 £	1999 £
Equity shares: Dividend	-	100,000

7. TANGIBLE FIXED ASSETS

	Freehold property	Plant & machinery	Fixtures and Fittings	Motor vehicles	Totals
	£	£	£	£	£
COST:					
At 1 October 1999	3,066,657	1,130,539	262,726	206,043	4,665,965
Disposals	-	(1,130,539)	(262,726)	(206,043)	(1,599,308)
At 30 September 2000	3,066,657	-	-	-	3,066,657
DEPRECIATION:					
At 1 October 1999	226,786	1,004,095	219,280	124,435	1,574,596
Charge for year	30,513	-	-	-	30,513
Eliminated on disposals	-	(1,004,095)	(219,280)	(124,435)	(1,347,810)
At 30 September 2000	257,299	-	-	-	257,299
NET BOOK VALUE:					
At 30 September 2000	2,809,358	-	-	-	2,809,358
At 30 September 1999	2,839,872	126,444	43,446	81,608	3,091,370

Freehold property is relates to investment properties.

In the opinion of the directors, the value of the company's investment properties is not materially in excess of that shown in the accounts.

DIXONDALE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 30 SEPTEMBER 2000**

8. FIXED ASSET INVESTMENTS

	£	
COST:		
At 1 October 1999		115,491
Additions		1,216,849
		<hr/>
At 30 September 2000		1,332,340
		<hr/>
NET BOOK VALUE:		
At 30 September 2000		1,332,340
		<hr/> <hr/>
At 30 September 1999		115,491
		<hr/> <hr/>
	2000	1999
	£	£
Investments listed on recognised stock exchange	1,156,754	59,552
Unlisted investments	175,586	55,939
	<hr/>	<hr/>
	1,332,340	115,491
	<hr/> <hr/>	<hr/> <hr/>

Market value of listed investments at 30 September 2000 - £1,347,779 (1999 - £63,701).

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

Kabushiki Kaisha Cosmic Corp.

Country of incorporation: Japan

Nature of business: Retailers of diagnostic kits

	%
Class of shares:	holding
Ordinary	85.00

	2000	1999
	£	£
Aggregate capital and reserves	2,275,592	1,975,930
Profit for the year	299,662	211,282
	<hr/>	<hr/>

Medipan Entwicklungs-Und Vertriebs Gmbh

Country of incorporation: Germany

Nature of business: Retailers of diagnostic kits

	%
Class of shares:	holding
Ordinary	33.33

DIXONDALE LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 SEPTEMBER 2000**8. FIXED ASSET INVESTMENTS - continued****Lotein Limited**

Nature of business: Letting of properties

	%
Class of shares:	holding
Ordinary Shares	100.00

	2000	1999
	£	£
Aggregate capital and reserves	66,662	12,302
Profit for the year	54,360	12,202
	<u> </u>	<u> </u>

R S R Limited

Nature of business: Manufacturing of medical diagnostic kits

	%
Class of shares:	holding
Ordinary Shares	100.00

	2000	1999
	£	£
Aggregate capital and reserves	1,408,194	100
Profit for the year	1,408,194	-
	<u> </u>	<u> </u>

9. STOCKS

	2000	1999
	£	£
Stock of Raw Material	-	310,747
	<u> </u>	<u> </u>

**10. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2000	1999
	£	£
Trade debtors	-	589,455
Prepayments	16,389	9,667
Other Debtors	-	93,600
Due from Group Company	3,267,708	2,265,203
Tax recoverable	42,240	13,626
	<u> </u>	<u> </u>
	3,326,337	2,971,551
	<u> </u>	<u> </u>

DIXONDALE LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 SEPTEMBER 2000**11. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	2000 £	1999 £
Bank loans and overdrafts (see note 12)	-	296,343
Trade creditors	6,000	42,775
Directors current accounts	286	286
Other Taxes & PAYE	6,258	-
Accrued Expenses	-	33,889
Taxation	-	409,295
	<u>12,544</u>	<u>782,588</u>

12. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	2000 £	1999 £
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>-</u>	<u>296,343</u>

13. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	2000 £	1999 £
100,000	Ordinary Shares of	£1	<u>100,000</u>	<u>100,000</u>
Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	2000 £	1999 £
59,000	Ordinary Shares of	£1	<u>59,000</u>	<u>59,000</u>

14. TRANSACTIONS WITH DIRECTORS

During the year ended 30 September 2000, the directors granted an interest free loan to the company. The balances appeared as follows:

	As at 1.10.99 £	Maximum during the year £	As at 30.9.00 £
Dr B R Smith	143	143	143
Mrs J R Smith	143	143	143

DIXONDALE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 30 SEPTEMBER 2000**

15. RELATED PARTY DISCLOSURES

The company is 100% controlled by Dr B R Smith and Mrs J R Smith.
On 1st October 1999 following assets and liabilities were transferred at net book value to R S R Limited.

	Net Book Value £
Plant and Machinery	126,444
Fixtures and fittings	43,446
Motor Vehicles	81,608
Opening Stock	310,747
Trade Debtors	1,486,723
Cash and Bank Balances	14,985
Creditors and Accruals	50,374

During the year ended 30 September 2000, Dixondale Limited transferred £1,099,923 to R S R Limited and also incurred expenses of £66,432.92 on behalf of R S R Limited and received £1,107,367 from the debtors on behalf of R S R Limited. During the year ended 30 September 2000, R S R Limited paid £243,397 on behalf of Dixondale Limited. R S R Limited also paid rent amounting to £248,200 to Dixondale Limited.

Included in the amounts due from group undertakings is £1,952,923 due from R S R Limited and £1,438,536 from Lotein Limited.

16. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2000 £	1999 £
Profit for the financial year	336,794	1,764,602
Dividends	-	(100,000)
Net addition to shareholders' funds	336,794	1,664,602
Opening shareholders' funds	15,512,626	13,848,024
Closing shareholders' funds	15,849,420	15,512,626
 Equity interests	 15,849,420	 15,512,626