

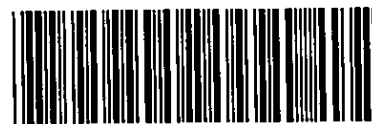
---

**ALERE LIMITED**

---

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2012**

TUESDAY



\*A2I2RB6Q\*

A12

01/10/2013

#93

COMPANIES HOUSE

---

**ALERE LIMITED**

---

**COMPANY INFORMATION**

---

<b>DIRECTORS</b>	D N Horne E V Chiniara P G Welch T Fellows S E Cassey
<b>COMPANY SECRETARY</b>	G Couling
<b>COMPANY NUMBER</b>	1716581
<b>REGISTERED OFFICE</b>	Bio-Stat House Pepper Road Hazel Grove Stockport SK7 5BW
<b>AUDITORS</b>	PricewaterhouseCoopers Harris House IDA Small Business Centre Tuam Road Galway Ireland
<b>BANKERS</b>	HSBC 97 Bute Street Cardiff South Glamorgan CF10 5NA  Barclays Bank Plc Barclays Business Centre 10 Market Place Macclesfield Cheshire SK10 1HA
<b>SOLICITORS</b>	Berry Smith LLP Haywood House Drumfries Place Cardiff CF10 3GA

---

**ALERE LIMITED**

---

**CONTENTS**

---

	Page
<b>Directors' report</b>	<b>1 - 4</b>
<b>Independent auditors' report</b>	<b>5 - 6</b>
<b>Profit and loss account</b>	<b>7</b>
<b>Balance sheet</b>	<b>8</b>
<b>Notes to the financial statements</b>	<b>9 - 17</b>

---

## **ALERE LIMITED**

---

### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2012**

---

The directors present their report together with the audited financial statements of Alere Limited for the year ended 31 December 2012

#### **PRINCIPAL ACTIVITIES**

The company's principal activity, which has remained unchanged from the previous year, is the UK distribution of medical diagnostic products and related services

#### **BUSINESS REVIEW**

The directors are satisfied with the result for the financial year and the year-end balance sheet position

#### **STRATEGY**

The strategy adopted during the year has been to continue with organic growth of the business. Since September 2011, the company operates as a Limited Risk Distributor (LRD) for Alere International Limited, a fellow Alere company based in Ireland.

#### **RESULTS AND DIVIDENDS**

The profit for the year, after taxation, amounted to £807,885 (2011 - £1,483,927). The directors do not recommend the payment of a dividend (2011 £0) leaving the full amount of profit for the year after taxation to be transferred to reserves.

#### **CORPORATE COMMITMENTS**

Alere Limited continues to operate under the quality system ISO 9001 and ISO 14001 accreditation. The company is committed to Health and Safety and ongoing staff training programmes for continued education and improvement.

#### **PRINCIPAL RISKS AND UNCERTAINTIES**

##### **Financial risk management objectives and policies**

The company's operations expose it to a variety of financial risks that include the effects of changes in debt market prices, credit risk, liquidity risk and interest rate risk. Many of these risks are limited for the company, due to the LRD trading structure under which it operates with Alere International Limited. Given the size of the company, the directors have not delegated the responsibility for monitoring financial risk management to a sub-committee of the board. The policies set by the board of directors are implemented by the company's finance department. The company does not use financial instruments to manage its financial risks.

The directors review and agree policies for managing the Company's risks and these are summarised below. These policies have remained unchanged from the previous year.

##### **Price risk**

The Company is exposed to product price risk as a result of its operations. However, this exposure is limited for the Company, due to its trading structure with Alere International Limited. The Company has no exposure to equity securities price risk.

##### **Currency risk**

Since the conversion to a limited risk distributor of Alere International Limited, the Company is exposed to very limited currency risk as the majority of its transactions are denominated in Sterling.

---

## **ALERE LIMITED**

---

### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2012**

---

#### **Liquidity risk**

The company seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs and to invest cash assets safely and profitably

#### **Interest rate risk**

The company finances its operations through retained profits and therefore interest rate risk is limited. The interest rates on intercompany loans are fixed for the duration of the loan.

#### **Credit risk**

The company's principal financial assets are cash and trade debtors. The principal credit risk therefore arises from its trade debtors. Under the trading structure with Alere International Limited, the company itself does not bear any credit risk.

In order to manage credit risk the directors set limits for customers based on a combination of payment history and third party credit references. Credit limits are reviewed by the credit controller on a regular basis in conjunction with debt ageing and collection history. Under the LRD structure, the collection risk on the company's trade debtors is borne by Alere International Limited.

To minimise the exposure to credit risk on cash balances, the company places its cash with high quality credit institutions.

#### **EMPLOYMENT OF DISABLED PERSONS**

It is the company's policy to provide equal opportunities for all staff, including disabled persons. Applications for employment and promotions from disabled persons are treated on the same basis as those from other applicants having regard to ability, requirements of the job and experience. In the event of employees becoming disabled, the company will use its best endeavours to ensure continuity of employment through rehabilitation and retraining.

#### **EMPLOYEE INVOLVEMENT**

It is company policy to involve employees in the business and to ensure that matters of concern to them, including the company's aims and objectives and its financial performance, are communicated in an open and regular way. This is achieved through an employee committee, management briefings and other informal communications.

#### **SUPPLIER PAYMENT POLICY**

The company does not follow a specific policy on the payment of suppliers. It agrees payment terms with its suppliers when it enters into purchase contracts and adheres to these arrangements providing it is satisfied that the supplier has provided the goods or services in accordance with the agreed terms and conditions.

#### **PERFORMANCE OF THE BUSINESS AND KEY PERFORMANCE INDICATORS**

The current ratio of the Company has increased from 1.43 in 2011 to 1.93 in 2012 mainly due to the movement in amounts owed between group undertakings during the year. Creditor days (trade) have reduced from 101 in 2011 to 14 in 2012 and Debtor days (trade) have reduced from 112 in 2011 to 48 in 2012 with the efficiency impact of the Company's shared service centre.

---

## **ALERE LIMITED**

---

### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2012**

---

#### **DIRECTORS**

The directors who served during the year, and, since the year end, were as follows Unless otherwise indicated, they served as directors for the full year

D N Horne  
E V Chiniara  
P G Welch  
T Fellows  
S E Cassey

#### **DIRECTORS' RESPONSIBILITIES STATEMENT**

The directors are responsible for preparing the Directors' report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006 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

#### **DISCLOSURE OF INFORMATION TO AUDITORS**

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information

---

ALERE LIMITED

---

DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2012


---

AUDITORS

PricewaterhouseCoopers LLP resigned as auditors on 21 November 2012 and PricewaterhouseCoopers were appointed. PricewaterhouseCoopers have indicated their willingness to continue in office and a resolution concerning their re-appointment will be proposed at the Annual General Meeting.

This report was approved by the board on 24<sup>TH</sup> SEPTEMBER 2013 and signed on its behalf

Director

A handwritten signature in black ink, appearing to read 'David', is enclosed within a large, loopy oval. A long, sweeping horizontal line extends from the top of the oval towards the left.

DAVID HORNE



## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ALERE LIMITED**

We have audited the financial statements of Alere Limited for the year ended 31 December 2012 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

### **Respective responsibilities of directors and auditors**

As explained more fully in the Directors' Responsibilities Statement set out in the director's report, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2012 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

*PricewaterhouseCoopers, Harris House, IDA Small Business Centre, Tuam Road, Galway, Ireland  
T +353 (0)91 764620 F +353 (0)91 764621, [www.pwc.com/ie](http://www.pwc.com/ie)*

Chartered Accountants





**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF ALERE LIMITED - continued**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit

A handwritten signature in black ink, appearing to read 'Ann Lavin', written over a horizontal line.

**Ann Lavin (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers  
Chartered Accountants and Statutory Auditors  
Galway, Ireland**

26 September 2013

**ALERE LIMITED**

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 DECEMBER 2012**

	Note	2012 £	2011 £
<b>TURNOVER</b>	2	<b>18,902,281</b>	<b>18,687,697</b>
Cost of sales		<u>(12,731,527)</u>	<u>(10,228,939)</u>
<b>GROSS PROFIT</b>		<b>6,170,754</b>	<b>8,458,758</b>
Selling and distribution costs		<b>(4,328,813)</b>	<b>(3,916,654)</b>
Administrative expenses		<b>(908,913)</b>	<b>(2,570,357)</b>
Other operating income	3	<b>412,121</b>	-
Other operating expenses		<u>(270,574)</u>	<u>-</u>
<b>OPERATING PROFIT</b>	4	<b>1,074,575</b>	<b>1,971,747</b>
<b>EXCEPTIONAL ITEMS</b>			
Loss on disposal of fixed assets	11	<u>(112,462)</u>	<u>-</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST AND TAXATION</b>		<b>962,113</b>	<b>1,971,747</b>
Interest receivable and similar income	7	<b>133,648</b>	<b>184,032</b>
Interest payable and similar charges	8	<u>(171,075)</u>	<u>(261,119)</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>924,686</b>	<b>1,894,660</b>
Tax on profit on ordinary activities	9	<u>(116,801)</u>	<u>(410,733)</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>	17	<u><b>807,885</b></u>	<u><b>1,483,927</b></u>

All amounts above relate to continuing operations

The company had no recognised gains and losses for 2012 or 2011 other than those included in the Profit and loss account and, therefore, no separate statement of total recognised gains and losses is presented

The notes on pages 9 to 17 form part of these financial statements

**ALERE LIMITED**  
**REGISTERED NUMBER. 1716581**

**BALANCE SHEET**  
**AS AT 31 DECEMBER 2012**

	Note	£	2012 £	£	2011 £
<b>FIXED ASSETS</b>					
Intangible assets	10		1,213,750		1,293,750
Tangible assets	11		1,148,531		1,255,500
			<u>2,362,281</u>		<u>2,549,250</u>
<b>CURRENT ASSETS</b>					
Stocks	12	220,319		93,374	
Debtors	13	8,347,034		10,757,307	
Cash at bank		2,724,577		4,106,637	
			<u>11,291,930</u>	<u>14,957,318</u>	
<b>CREDITORS</b> amounts falling due within one year	14	(5,767,352)		(10,427,594)	
<b>NET CURRENT ASSETS</b>			<u>5,524,578</u>		<u>4,529,724</u>
<b>NET ASSETS</b>			<u>7,886,859</u>		<u>7,078,974</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	16		10,000		10,000
Share premium account	17		1,235,666		1,235,666
Profit and loss account	17		6,641,193		5,833,308
<b>SHAREHOLDERS' FUNDS</b>	18		<u>7,886,859</u>		<u>7,078,974</u>

The financial statements, on pages 7 to 17, were approved and authorised for issue by the board of directors and were signed on its behalf on

Director



24<sup>th</sup> September 2013

**DAVID HORNE**

Alere Limited  
Registered Number 1716581

---

## ALERE LIMITED

---

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012

---

#### 1 ACCOUNTING POLICIES

##### 1.1 Basis of preparation of financial statements

The financial statements have been prepared on a going concern basis, under the historical cost convention and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

The financial statements are presented in Sterling ("£").

##### 1.2 Turnover and revenue recognition

Turnover represents sales to external customers at invoiced amounts exclusive of value added tax. Turnover is recognised when the risks and rewards of owning the products has passed to the customer, which is generally on delivery.

##### 1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at historical purchase cost less accumulated depreciation. Cost includes the original purchase price of the asset and the costs attributable to bringing the asset to its working condition for its intended use.

Depreciation is provided to write off the cost less estimated residual values, of tangible fixed assets, on a straight-line basis over their expected useful lives. It is calculated at the following rates:

Leasehold improvements	-	10% - per annum
Plant & machinery	-	15% - 33% per annum
Fixtures & fittings	-	20% - 25% per annum
Computer & analysing equipment	-	20% - 33% per annum

##### 1.4 Goodwill

Goodwill arising on an acquisition of a business is the difference between the fair value of the consideration payable and the fair value of the net assets acquired. It is capitalised and amortised through the profit and loss account over its expected useful economic life of 20 years. Impairment tests on the carrying value of goodwill are undertaken when there is an indication of potential impairment.

##### 1.5 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

##### 1.6 Operating leases

Operating lease rentals are charged to the profit and loss account in the period to which they relate.

Operating lease incentives are recognised in the profit and loss account on a straight line basis over the term of the lease.

---

## **ALERE LIMITED**

---

### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2012**

---

#### **1. ACCOUNTING POLICIES (continued)**

##### **1.7 Taxation**

Corporation tax is provided on taxable profits at current rates

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

Deferred tax assets and liabilities are not discounted

##### **1.8 Pension costs**

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year. The assets of the scheme are held separately in an independently administered fund

##### **1.9 Cash flow statement**

The directors have availed of the exemption contained in FRS1 "Cash Flow Statements" (revised), which permits qualifying subsidiaries of a parent undertaking, which itself publishes consolidated financial statements which include the subsidiary, not to present a cash flow statement

##### **1.10 Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction

Exchange gains and losses are recognised in the Profit and loss account

---

**ALERE LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2012**

---

**2. TURNOVER**

The turnover is attributable to the principal activity of the company

A geographical analysis of turnover is as follows

	2012 £	2011 £
United Kingdom	18,902,281	17,067,500
Rest of European Union	-	1,620,197
	<u>18,902,281</u>	<u>18,687,697</u>

**3 OTHER OPERATING INCOME**

	2012 £	2011 £
Write off of intercompany loans	328,662	-
Intercompany service income	83,459	-
	<u>412,121</u>	<u>-</u>

The gain on the write off of intercompany loans comprises the write off of an intercompany loan receivable balance of £2,294,160 and an intercompany loan payable balance of £2,622,822

**4. OPERATING PROFIT**

The operating profit is stated after charging/(crediting)

	2012 £	2011 £
Amortisation of goodwill	80,000	80,000
Depreciation		
- owned	416,669	451,342
Auditors' remuneration - audit services	29,900	29,900
Operating lease rentals		
- plant and machinery	294,706	287,305
- buildings	169,965	145,200
Exchange losses	6,562	7,722

---

ALERE LIMITED

---

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2012

---

**5 STAFF COSTS**

Staff costs, including executive directors' remuneration, were as follows

	2012 £	2011 £
Wages and salaries	3,428,468	3,387,066
Social security costs	349,328	365,474
Other pension costs	102,139	103,468
	<u>3,879,935</u>	<u>3,856,008</u>

The average monthly number of employees, including executive directors, during the year was as follows

	2012 Number	2011 Number
Management	5	3
Administration and marketing	89	99
	<u>94</u>	<u>102</u>

**6. DIRECTORS' REMUNERATION**

	2012 £	2011 £
Aggregate emoluments	<u>409,391</u>	<u>119,336</u>
Contributions to money purchase pension scheme	<u>25,882</u>	<u>10,865</u>

The highest paid director received remuneration of £173,837 (2011 - £130,201)

**7. INTEREST RECEIVABLE**

	2012 £	2011 £
Interest receivable from group undertakings	132,847	179,295
Other interest receivable	801	4,737
	<u>133,648</u>	<u>184,032</u>

**ALERE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2012**

**8 INTEREST PAYABLE**

	2012 £	2011 £
Interest payable to group undertakings	170,247	261,119
Other interest payable	828	-
	<u>171,075</u>	<u>261,119</u>

**9. TAXATION**

	2012 £	2011 £
<b>Analysis of tax charge in the year</b>		
<b>Current tax</b>		
Group relief payable to fellow subsidiary	229,562	573,080
<b>Deferred tax</b>		
Origination and reversal of timing differences	(38,301)	(144,438)
Adjustment in respect of previous years	(84,904)	(20,647)
Change in tax rate	10,444	2,738
<b>Total deferred tax (see note 15)</b>	<u>(112,761)</u>	<u>(162,347)</u>
<b>Tax on profit on ordinary activities</b>	<u>116,801</u>	<u>410,733</u>

**Factors affecting tax charge for the year**

The tax assessed for the year is higher than (2011 - *higher than*) the standard rate of corporation tax in the UK of 24.5% (2011 - 26.5%). The differences are explained below

	2012 £	2011 £
Profit on ordinary activities before tax	<u>924,686</u>	<u>1,894,660</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 24.5% (2011 - 26.5%)	226,548	502,085
<b>Effects of.</b>		
Expenses not deductible for tax purposes	42,733	35,658
Capital allowances for year in excess of depreciation	38,093	-
Fixed assets timing differences	-	9,058
Other short term timing differences	2,701	26,913
Non-taxable income	(80,513)	-
Adjustment in respect of prior years	-	1,145
Different tax rate on deferred tax movement	-	(1,779)
<b>Current tax charge for the year (see note above)</b>	<u>229,562</u>	<u>573,080</u>



**ALERE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2012**

**10. INTANGIBLE FIXED ASSETS**

	<b>Goodwill £</b>
<b>Cost</b>	
At 1 January 2012	2,023,300
Disposals	(423,000)
At 31 December 2012	<u>1,600,300</u>
<b>Amortisation</b>	
At 1 January 2012	729,550
Charge for the year	80,000
On disposals	(423,000)
At 31 December 2012	<u>386,550</u>
<b>Net book value</b>	
At 31 December 2012	<u>1,213,750</u>
At 31 December 2011	<u>1,293,750</u>

**11. TANGIBLE FIXED ASSETS**

	<b>Leasehold improve- ments £</b>	<b>Plant &amp; machinery £</b>	<b>Fixtures &amp; fittings £</b>	<b>Computer &amp; analysing equipment £</b>	<b>Total £</b>
<b>Cost</b>					
At 1 January 2012	633,305	195,620	227,912	2,505,806	3,562,643
Additions	40,490	-	4,655	377,017	422,162
Disposals	-	-	-	(282,081)	(282,081)
At 31 December 2012	<u>673,795</u>	<u>195,620</u>	<u>232,567</u>	<u>2,600,742</u>	<u>3,702,724</u>
<b>Depreciation</b>					
At 1 January 2012	200,475	127,541	189,124	1,790,003	2,307,143
Charge for the year	70,450	18,082	18,574	309,563	416,669
On disposals	-	-	-	(169,619)	(169,619)
At 31 December 2012	<u>270,925</u>	<u>145,623</u>	<u>207,698</u>	<u>1,929,947</u>	<u>2,554,193</u>
<b>Net book value</b>					
At 31 December 2012	<u>402,870</u>	<u>49,997</u>	<u>24,869</u>	<u>670,795</u>	<u>1,148,531</u>
At 31 December 2011	<u>432,830</u>	<u>68,079</u>	<u>38,788</u>	<u>715,803</u>	<u>1,255,500</u>

Computer and analysing equipment above include assets with a net book value of £618,256 (2011 £638,748) which are held at customer premises but which remain in the ownership of the company

---

**ALERE LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2012**

---

**12 STOCKS**

	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
Spare parts	<b>220,319</b>	<b>93,374</b>

The directors consider that there is no material difference between replacement cost of stock and the values above

**13. DEBTORS**

	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
Trade debtors	<b>2,472,554</b>	<b>2,695,307</b>
Amounts owed by group undertakings	<b>5,456,099</b>	<b>7,867,135</b>
Other debtors	<b>213,869</b>	<b>35,768</b>
Prepayments and accrued income	<b>46,106</b>	<b>113,452</b>
Deferred tax asset (see note 15)	<b>158,406</b>	<b>45,645</b>
	<b>8,347,034</b>	<b>10,757,307</b>

The amounts owed by group undertakings are unsecured and have no fixed date of repayment, and include both interest bearing and non-interest bearing balances

**14. CREDITORS**

**Amounts falling due within one year**

	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
Trade creditors	<b>79,587</b>	<b>89,831</b>
Amounts owed to group undertakings	<b>4,576,203</b>	<b>9,376,367</b>
Other taxation and social security	<b>126,706</b>	<b>258,457</b>
Other creditors	<b>-</b>	<b>427,218</b>
Accruals and deferred income	<b>984,856</b>	<b>275,721</b>
	<b>5,767,352</b>	<b>10,427,594</b>

The amounts owed to group undertakings are unsecured and have no fixed date of repayment, and include both interest bearing and non-interest bearing balances

**ALERE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2012**

**15. DEFERRED TAX ASSET**

	2012 £	2011 £
At beginning of year - asset / (liability)	45,645	(116,702)
(Charge) / credit for the year	112,761	162,347
At end of year - asset	<u>158,406</u>	<u>45,645</u>

The deferred tax asset is made up as follows

	2012 £	2011 £
Accelerated capital allowances	155,870	45,645
Other timing differences	2,536	-
	<u>158,406</u>	<u>45,645</u>

**16. SHARE CAPITAL**

	2012 £	2011 £
<b>Allotted, called up and fully paid</b>		
10,000 ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

**17. RESERVES**

	Share premium account £	Profit and loss account £
At 1 January 2012	1,235,666	5,833,308
Profit for the financial year	-	807,885
At 31 December 2012	<u>1,235,666</u>	<u>6,641,193</u>

**18. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS**

	2012 £	2011 £
Opening shareholders' funds	7,078,974	5,595,047
Profit for the financial year	807,885	1,483,927
Closing shareholders' funds	<u>7,886,859</u>	<u>7,078,974</u>

---

**ALERE LIMITED**

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2012**

---

**19. PENSION COSTS**

**Defined contribution pension scheme**

The company operates a defined contribution pension scheme for the benefit of employees. The assets of the scheme are administered by trustees in a fund independent from those of the Company. The charge to the Profit and Loss account in the financial year was £102,139 (2011 £103,468), of which £18,307 (2011 £354) was payable at period end.

**20. FINANCIAL COMMITMENTS**

At 31 December 2012 the company had annual commitments under non-cancellable operating leases as follows:

	<b>Land and buildings</b>		<b>Plant and machinery</b>	
	<b>2012</b>	<b>2011</b>	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Expiry date</b>				
Within 1 year	-	72,600	87,975	224,380
Between 2 and 5 years	-	-	184,370	217,912
Greater than 5 years	57,000	-	-	-
<b>Total</b>	<b>57,000</b>	<b>72,600</b>	<b>272,345</b>	<b>442,292</b>

**21. RELATED PARTY TRANSACTIONS**

The company has availed of the exemption contained in FRS 8 "Related Party Disclosures" in respect of subsidiary undertakings, 100% of whose voting rights are controlled within a group. Consequently, the financial statements do not contain disclosure of transactions with entities 100% owned in the Alere Inc group.

**22. ULTIMATE PARENT UNDERTAKING**

The immediate parent undertaking is Bio-Stat Holdings Limited.

The ultimate parent undertaking is Alere Inc, a company incorporated in the USA.

Alere Inc is the parent undertaking of the largest and smallest group of undertakings to consolidate these financial statements at 31 December 2012. The consolidated financial statements of Alere Inc are available from:

Alere Inc  
51 Sawyer Road, Suite 200  
Waltham  
MA02453-3448