

Company Registration No 01993990 (England and Wales)

DIASORIN LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2006



DIASORIN LIMITED

COMPANY INFORMATION

Directors	C M Even L H Johansson A Senaldi (Appointed 1 December 2006)
Secretary	S A Barrett
Company number	01993990
Registered office	Salisbury House 54 Queens Road Reading Berkshire RG1 4AZ
Auditors	HLB Vantis Audit plc Ashridge House Oaklands Park Wokingham Berkshire Great Britain RG41 2FD

DIASORIN LIMITED

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DIASORIN LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2006

The directors present their report and financial statements for the year ended 31 December 2006

Principal activities

The principal activity of the company continued to be that of diagnostic kits and reagent to the biomedical industry

Directors

The following directors have held office since 1 January 2006

C Rosa	(Resigned 1 December 2006)
C M Even	
A Bonilio	(Resigned 1 December 2006)
L H Johansson	
S Cranmer	(Resigned 26 January 2006)
A Senaldi	(Appointed 1 December 2006)

Directors' interests

The directors' interests in the shares of the company were as stated below

	Ordinary of £1 each	
	31 December 2006	1 January 2006
C M Even	-	-
L H Johansson	-	-
A Senaldi	-	-

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that HLB Vantis Audit plc be reappointed as auditors of the company will be put to the Annual General Meeting

DIASORIN LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2006

Directors' responsibilities

The directors are responsible for preparing 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 elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 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.

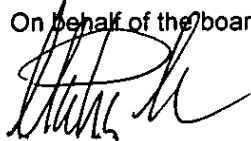
Statement of disclosure to auditor

(a) so far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware, and

(b) they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



L H Johansson

Director

24/3/07

DIASORIN LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF DIASORIN LIMITED

We have audited the financial statements of DiaSorin Limited for the year ended 31 December 2006 set out on pages 5 to 12. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2005).

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the directors' report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

DIASORIN LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE SHAREHOLDERS OF DIASORIN LIMITED

Opinion

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 31 December 2006 and of its profit for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the directors' report is consistent with the financial statements

HLB Vantis Audit plc

Chartered Accountants

Registered Auditor



HLB Vantis Audit + PLL

Ashridge House
Oaklands Park
Wokingham
Berkshire
Great Britain
RG41 2FD

19th March 2007

DIASORIN LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2006

	Notes	2006 £	2005 £
Turnover		2,942,274	2,220,961
Cost of sales		(1,660,996)	(1,195,121)
Gross profit		1,281,278	1,025,840
Administrative expenses		(1,243,260)	(1,009,946)
Operating profit	2	38,018	15,894
Other interest receivable and similar income	3	2,501	1,429
Interest payable and similar charges		(17,684)	(3,548)
Profit on ordinary activities before taxation		22,835	13,775
Tax on profit on ordinary activities	4	79	(3,353)
Profit for the year	12	22,914	10,422

DIASORIN LIMITED

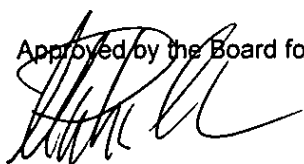
BALANCE SHEET

AS AT 31 DECEMBER 2006

	Notes	2006 £	2005 £
Fixed assets			
Tangible assets	5	419,713	374,985
Current assets			
Stocks		253,495	169,356
Debtors	6	466,305	430,507
Cash at bank and in hand		47,576	77,162
		<u>767,376</u>	<u>677,025</u>
Creditors: amounts falling due within one year	7	<u>(992,578)</u>	<u>(860,899)</u>
Net current liabilities		<u>(225,202)</u>	<u>(183,874)</u>
Total assets less current liabilities		<u>194,511</u>	<u>191,111</u>
Creditors: amounts falling due after more than one year	8	<u>(4,065)</u>	<u>(23,579)</u>
		<u>190,446</u>	<u>167,532</u>
Capital and reserves			
Called up share capital	11	500	500
Profit and loss account	12	189,946	167,032
Shareholders' funds		<u>190,446</u>	<u>167,532</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005)

Approved by the Board for issue on



L H Johansson
Director

29/12/07

DIASORIN LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts. Revenue is recognised as the contractual activity progresses.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	25% to 33% on cost
Computer equipment	25% on cost

1.5 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.6 Stock

Stock is valued at the lower of cost and net realisable value.

1.7 Pensions

The company operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

1.8 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.9 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

DIASORIN LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

2	Operating profit	2006	2005
		£	£
	Operating profit is stated after charging		
	Depreciation of tangible assets	156,851	103,154
	Auditors' remuneration	2,500	2,200
	Directors' emoluments	6,790	54,609
		<u> </u>	<u> </u>
3	Investment income	2006	2005
		£	£
	Bank interest	2,501	1,429
		<u> </u>	<u> </u>
4	Taxation	2006	2005
		£	£
	Domestic current year tax		
	U K corporation tax	118	-
	Adjustment for prior years	-	(500)
		<u> </u>	<u> </u>
	Current tax charge	118	(500)
	Deferred tax		
	Deferred tax adjustments arising in previous periods	(197)	3,853
		<u> </u>	<u> </u>
		(79)	3,353
		<u> </u>	<u> </u>

DIASORIN LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

5 Tangible fixed assets

	Plant and machinery etc
	£
Cost	
At 1 January 2006	807,707
Additions	201,580
Disposals	(178,446)
	<hr/>
At 31 December 2006	830,841
	<hr/>
Depreciation	
At 1 January 2006	432,722
On disposals	(178,446)
Charge for the year	156,852
	<hr/>
At 31 December 2006	411,128
	<hr/>
Net book value	
At 31 December 2006	419,713
	<hr/>
At 31 December 2005	374,985
	<hr/>

The net book value of tangible fixed assets includes £26,833 (2005 - £46,344) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £19,511 (2005 - £12,196) for the year.

6 Debtors	2006 £	2005 £
Trade debtors	426,472	378,088
Other debtors	24,716	37,499
Deferred tax asset (see note 9)	15,117	14,920
	<hr/>	<hr/>
	466,305	430,507
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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

7	Creditors: amounts falling due within one year	2006 £	2005 £
	Bank loans and overdrafts	4,762	-
	Net obligations under hire purchase contracts	19,514	19,513
	Trade creditors	174,893	121,455
	Amount owed to group company	616,860	527,705
	Taxation and social security	95,446	70,168
	Other creditors	81,103	122,058
		<u>992,578</u>	<u>860,899</u>

8	Creditors: amounts falling due after more than one year	2006 £	2005 £
	Net obligations under hire purchase contracts	<u>4,065</u>	<u>23,579</u>

9 Provisions for liabilities and charges

The deferred tax asset (included in debtors, note 6) is made up as follows:

	2006 £	2005 £
Balance at 1 January 2006	(14,920)	
Profit and loss account	(197)	
Balance at 31 December 2006	<u>(15,117)</u>	
	2006 £	2005 £
Decelerated capital allowances	<u>(15,117)</u>	<u>(14,920)</u>

DIASORIN LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

10 Pension costs

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund.

Defined contribution

	2006 £	2005 £
Contributions payable by the company for the year	27,125	36,260

11 Share capital

	2006 £	2005 £
Authorised		
1,000 Ordinary of £1 each	1,000	1,000
Allotted, called up and fully paid		
500 Ordinary of £1 each	500	500

12 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2006	167,032
Profit for the year	22,914
Balance at 31 December 2006	189,946

DIASORIN LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2006

13 Financial commitments

At 31 December 2006 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2007

	2006 £	2005 £
Operating leases which expire		
Within one year	91,947	52,526
Between two and five years	98,604	120,455
	<u>190,551</u>	<u>172,981</u>

14 Control

The company is a subsidiary undertaking of DiaSorin SpA incorporated in Italy

The consolidated accounts of this company are available to the public and may be obtained from DiaSorin Spa, Via Crescentino, 13040 Saluggia, Italy

The ultimate parent company is FIN 2001 SA, incorporated in Luxembourg. The accounts of this company are not available to the public

15 Related party transactions

The amounts due to group companies are shown separately in the creditors within one year. The directors have taken advantage of the exemption available in respect of group transactions on the grounds that details of the subsidiaries' results are included and publicly available in the consolidated accounts of the parent entity