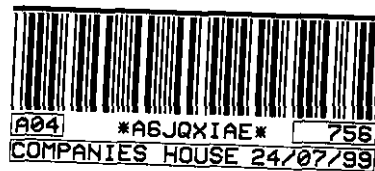


206
COMPANY NUMBER: 2769622

GENPAK LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1998



G104.98

GENPAK LIMITED

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1998

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3 Profit and Loss Account

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6 - 8 Notes to the Financial Statements

The following does not form part of the statutory financial statements:

9 Trading and Profit and Loss Account

DIRECTOR

Dr J F Burke

SECRETARY

L M Secretaries Limited

REGISTERED OFFICE

Battle House
1 East Barnet Road
New Barnet
Herts
EN4 8RR

ACCOUNTANTS

Modhas
Accountants
Battle House
1 East Barnet Road
New Barnet
Herts
EN4 8RR

GENPAK LIMITED

REPORT OF THE DIRECTOR

The director presents his report together with the financial statements for the year ended 31 December 1998.

PRINCIPAL ACTIVITIES AND REVIEW OF BUSINESS

The principal activity of the company during the year was genetic engineering.

DIRECTOR AND HIS INTEREST

The director of the company during the year and his interest in the shares of the company was as follows:

	<u>Ordinary shares of £1 each</u>	
	At 31 December 1998	At 31 December 1997
Dr J F Burke	900	900

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

BY ORDER OF THE BOARD



L M Secretaries Limited
Secretary

Date 21.7.99.

GENPAK LIMITED

**ACCOUNTANTS' REPORT TO THE SHAREDHOLDERS ON THE
UNAUDITED ACCOUNTS OF GENPAK LIMITED**

As described on page 5 you are responsible for the preparation of the accounts for the year ended 31 December 1998 set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions, we have prepared these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

Modhas
Accountants
Battle House
1 East Barnet Road
New Barnet
Herts
EN4 8RR

Date

GENPAK LIMITED**PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 31 DECEMBER 1998**

	Notes	1998	1997
		£	£
TURNOVER	2	347628	297067
Cost of sales		117186	161031
		-----	-----
GROSS PROFIT		230442	136036
Administrative expenses		130446	119100
		-----	-----
OPERATING PROFIT	3	99996	16936
Interest received		1267	579
		-----	-----
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		101263	17515
Tax on profit on ordinary activities	4	22024	3995
		-----	-----
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		79239	13520
Retained profit brought forward		35003	21483
		-----	-----
Retained profit carried forward		£ 114242	£ 35003
		=====	=====

There are no recognised gains and losses in 1998 or 1997 other than the profit for the year.

All amounts relate to continuing activities.

The notes set out on pages 6 to 8 form part of these financial statements.

GENPAK LIMITED**BALANCE SHEET AT 31 DECEMBER 1998**

	Notes	£	1998 £	£	1997 £
FIXED ASSETS					
Tangible fixed assets	5		25092		24110
CURRENT ASSETS					
Stocks	6	5000		3500	
Debtors	7	48356		50794	
Cash at bank and in hand		109336		38819	
		-----		-----	
		162692		93113	
CREDITORS: Amounts falling due within one year	8	71542		80220	
		-----		-----	
NET CURRENT ASSETS			91150		12893
			-----		-----
TOTAL ASSETS LESS CURRENT LIABILITIES			£ 116242		£ 37003
			=====		=====
CAPITAL AND RESERVES					
Called up share capital	9		2000		2000
Profit and loss account			114242		35003
			-----		-----
SHAREHOLDERS' FUNDS			£ 116242		£ 37003
			=====		=====

GENPAK LIMITED

BALANCE SHEET AT 31 DECEMBER 1998 Contd.


I confirm that:

- (i) the company was entitled for the year ended 31 December 1998 to audit exemption under section 249 A(1).
- (ii) no notice has been deposited under section 249 B(2) requiring an audit of the accounts for the year.

I acknowledge my responsibility for:

- (iii) ensuring that the company keeps accounting records which comply with section 221, and
- (iv) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

The financial statements which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the Board of Directors on17/6/99.....and signed on their behalf.

 Director

The notes set out on pages 6 to 8 form part of these financial statements.

GENPAK LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1998

1. ACCOUNTING POLICIES

(a) Basis of Accounting

There have been no changes in the accounting policies during the year.

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

(b) Depreciation

Depreciation is calculated to write off the cost less estimated residual values, of tangible fixed assets over their estimated useful lives as follows:

Equipment	-	25% per annum on net book value
Motor vehicles	-	25% per annum on net book value

(c) Deferred taxation

Deferred taxation is provided using the liability method on all timing on all timing differences except that no provision is made where it can be reasonably foreseen that such deferred taxation will not be payable in the future.

(d) Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is calculated as follows:

Raw materials and consumables - cost of purchase on a first-in, first-out basis.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

(e) Cash Flow Statement

The company has taken advantage of the exemption in FRS1 (cash flow statements) from the requirement to prepare a cash flow statement as it qualifies as a small company.

GENPAK LIMITED**NOTES TO FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 1998(Continued)****2. TURNOVER**

In the year to 31 December 1998, 55% of the company's turnover was to markets outside the United Kingdom.

3. OPERATING PROFIT

1998	1997
£	£

This is stated after charging:

Depreciation of fixed assets	8364	8037
	=====	=====

4. TAXATION

UK corporation tax	22024	3995
	=====	=====

5. TANGIBLE FIXED ASSETS

	Motor vehicles	Equipment	Total
	£	£	£
COST			
At 1 January 1998	12785	31308	44093
Additions	-	9346	9346
	-----	-----	-----
At 31 December 1998	12785	40654	53439
	=====	=====	=====
DEPRECIATION			
At 1 January 1998	7392	12591	19983
Charge for the year	1348	7016	8364
	-----	-----	-----
At 31 December 1998	8740	19607	28347
	=====	=====	=====
NET BOOK VALUE			
At 31 December 1998	4045	21047	25092
	=====	=====	=====
At 31 December 1997	5393	18717	24110
	=====	=====	=====

GENPAK LIMITED

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1998

(Continued)

6. STOCK	1998	1997
	£	£
Raw materials and consumables	5000	3500
	=====	=====

There is no significant difference between the purchase price of stocks and their replacement value.

7. DEBTORS

Trade debtors	32935	43931
Other debtors and prepayments	15421	6863
	-----	-----
	48356	50794
	=====	=====

All amounts shown under debtors fall due for payment within one year.

8. CREDITORS

Amounts falling due within one year:

UK corporation tax	22024	3995
Other taxes and social security costs	1270	9967
Other creditors	3496	5952
Accruals and deferred income	44752	60306
	-----	-----
	71542	80220
	=====	=====

9. SHARE CAPITAL

	Authorised		Allotted, called up and fully paid	
	-----		-----	
	1998	1997	1998	1997
	No.	No.	£	£
Ordinary shares of £1 each	2000	2000	2000	2000
	=====	=====	=====	=====