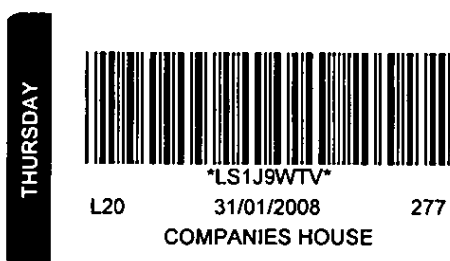


# Erigal Limited

## Abbreviated Financial Statements

31 March 2007

*Registered No 4555287*



# Erigal Limited

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## INDEPENDENT AUDITORS' REPORT TO ERIGAL LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the company's abbreviated accounts for the year ended 31 March 2007 which comprise the Balance Sheet and the related notes 1 to 10, which have been prepared in accordance with applicable United Kingdom law, together with the company's financial statements for the year ended 31 March 2007 prepared under section 226 of the Companies Act 1985

This report is made solely to the company pursuant to Section 247B of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company those matters we are required to state 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, for our audit work, for this report, or for the opinions we have formed.

### Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the abbreviated accounts have been properly prepared in accordance with those provisions and to report our opinion to you.

### Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The special auditor's report on abbreviated accounts in the United Kingdom" issued by the Auditing practices Board. In accordance with that Bulletin 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 accounts and that the abbreviated accounts to be delivered are properly prepared.

### Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and 246(6) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with those provisions.

*Ernst & Young LLP*

Ernst & Young LLP  
Registered Auditor  
Birmingham

*29 January 2008*

# Erigal Limited

## BALANCE SHEET at 31 March 2007

	Notes	31 March 2007 £	31 March 2006 £
<b>FIXED ASSETS</b>			
Tangible assets	3	5,647,522	4,859,348
Investments	4	6,124,432	13,738
		<u>11,771,954</u>	<u>4,873,086</u>
<b>CURRENT ASSETS</b>			
Stock		103,291	56,588
Asset held for resale		-	543,973
Debtors		634,847	251,373
Cash at bank and in hand		289,057	160,675
		<u>1,027,195</u>	<u>1,012,609</u>
<b>CREDITORS</b> amounts falling due within one year	5	(887,834)	(347,773)
		<u>139,361</u>	<u>664,836</u>
<b>NET CURRENT ASSETS</b>			
		<u>11,911,315</u>	<u>5,537,922</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
<b>CREDITORS</b> Amounts falling due after more than one year	5	(857,999)	(169,500)
		<u>11,053,316</u>	<u>5,368,422</u>
<b>NET ASSETS</b>			
		<u>11,053,316</u>	<u>5,368,422</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	6	12,000,000	5,835,406
Profit and loss account		(946,684)	(466,984)
		<u>11,053,316</u>	<u>5,368,422</u>
<b>EQUITY SHAREHOLDERS' FUNDS</b>			
		<u>11,053,316</u>	<u>5,368,422</u>

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

These financial statements were approved by the board of directors on  
were signed on its behalf by

2008 and

C J Boylan  
Managing Director

28<sup>th</sup> January 2008

# Erigal Limited

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## NOTES TO THE FINANCIAL STATEMENTS

at 31 March 2007

### 1) ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items that are considered material in relation to the company's financial statements

#### ***Basis of preparation***

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards in the United Kingdom

The company has taken advantage of the exemption provided in section 248 of the Companies Act 1985 from preparing group consolidated financial statements on the grounds of its size

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

The company has taken advantage of the exemption provided in paragraph 5 of FRS 1 (revised 1996) from preparing a Statement of Cash Flows

#### ***Tangible fixed assets***

The cost of tangible fixed assets is their purchase cost, together with any incidental costs of acquisition

#### ***Depreciation***

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows

Buildings	50 years straight line
Cyclotron and Hot Cells	12 years straight line
Other Plant and Equipment	6 years straight line
Fixture and Fittings	10 years straight line
Computer Equipment	5 years straight line

No depreciation is provided on assets in the course of construction. Depreciation will be provided on these assets at the above rates when they are complete and available for use by the company

The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable

#### ***Leased assets***

Fixed assets held under finance leases are capitalised and depreciated over the shorter of the lease terms and their expected useful lives. The interest on finance leases is charged against profit so as to give a constant periodic rate of charge on the remaining balance outstanding at each accounting period

Rental charges for operating leases are charged against profit in the period to which they relate

# Erigal Limited

## NOTES TO THE FINANCIAL STATEMENTS

at 31 March 2007

### 1) ACCOUNTING POLICIES (Continued)

#### **Stock**

Stocks are valued at the lower of cost and net realisable value

#### **Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax

Deferred tax assets are recognised only to the extent that the directors consider that it is 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 is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

#### **Foreign currencies**

Transactions in foreign currencies are recorded at the rate ruling at the date of transaction or at the contracted rate if the transaction is covered by a forward foreign currency contract

Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date

All differences are taken to the profit and loss account

#### **Pensions and other post-retirement benefits**

The Company operates a defined contribution pension scheme, which requires contributions to be made to separately administered funds. Contributions to defined contribution schemes are recognised in the income statement in the period in which they become payable

#### **Interest-bearing loans and borrowings**

All interest-bearing loans and borrowings are initially recognised at net proceeds and net of issue costs. After initial recognition debt is increased by the finance cost in respect of the reporting period and reduced by payments made in respect of the debts of the period

Finance costs of debt are allocated over the term of the debt at a constant rate on the carrying amount

#### **Derivative instruments**

The company uses interest rate swaps to adjust interest rate exposures. The company's criteria for interest rate swaps are

- the instrument must be related to an asset or a liability, and
- it must change the character of the interest rate by converting a variable rate to a fixed rate or vice versa

Interest differentials are recognised by accruing with net interest payable. Interest rate swaps are not revalued to fair value or shown on the balance sheet at the year end. If they are terminated early, the gain/loss is spread over the remaining maturity of the original instrument

# Erigal Limited

## NOTES TO THE FINANCIAL STATEMENTS

at 31 March 2007

### 2) TURNOVER

Turnover represents amounts from the provision of services, which fall within the company's continuing activities, stated net of value added tax. All turnover originates and has the ultimate destination of the United Kingdom.

### 3) TANGIBLE FIXED ASSETS

	<i>Total</i> £
<b>Cost</b>	
At 1 April 2006	5,041,980
Additions	1,168,314
	<hr/>
At 31 March 2007	6,210,294
<b>Depreciation</b>	
At 1 April 2006	182,632
Provided during the year	380,140
	<hr/>
At 31 March 2007	562,772
<b>Net book value</b>	
At 31 March 2007	5,647,522
	<hr/>
At 31 March 2006	4,859,348

### 4) INVESTMENTS

	<i>Investments</i> £
<b>Cost and net book value</b>	
At 1 April 2006	13,738
Additions	6,110,694
	<hr/>
At 31 March 2007	6,124,432

Details of the investments are as follows

Name	Country of Incorporation	Shareholding
M2i Limited	Republic of Ireland	100% of ordinary share capital

# Erigal Limited

## NOTES TO THE FINANCIAL STATEMENTS at 31 March 2007

### 5) CREDITORS

Creditors include a bank loan which is secured by a deed dated 5 February 2007 giving a fixed and floating charge over all assets of the company. The bank loan is made up as follows

	31 March 2007 £	31 March 2006 £
Bank loan	1,226,629	-
Bank loan arrangement and legal fees	(527,380)	-
	<u>699,249</u>	<u>-</u>

£796,818 (2006: £nil) of the gross loan is due in more than five years

The bank loan arrangement and legal fees are amortised in equal instalments over the life of the loan

### 6) SHARE CAPITAL

	31 March 2007 No	31 March 2007 £	31 March 2006 No	31 March 2006 £
Ordinary shares of £1 each				
Authorised and Allotted				
A Ordinary shares of £1 each	6,000,000	6,000,000	6,000,000	6,000,000
B Ordinary shares of £1 each	6,000,000	6,000,000	3,000,000	3,000,000
C Ordinary shares of £1 each	-	-	3,000,000	3,000,000
	<u>12,000,000</u>	<u>12,000,000</u>	<u>12,000,000</u>	<u>12,000,000</u>
Called up and fully paid				
A Ordinary shares of £1 each	6,000,000	6,000,000	5,835,406	5,835,406
B Ordinary shares of £1 each	6,000,000	6,000,000	-	-
C Ordinary shares of £1 each	-	-	-	-
	<u>12,000,000</u>	<u>12,000,000</u>	<u>5,835,406</u>	<u>5,835,406</u>

The A, B and C ordinary shares of £1 each rank pari passu in all respects

On the 21 December 2006 the Authorised share capital of the Company was converted from 3m C ordinary shares of £1 each to 3m B ordinary shares of £1 each. On that date the Company issued 6m B ordinary shares of £1 each at par to acquire M2i Limited resulting in consideration received of £6m

During the year the Company issued a further 164,594 A ordinary shares of £1 each at par for cash

# Engal Limited

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## NOTES TO THE FINANCIAL STATEMENTS

at 31 March 2007

### 7) RELATED PARTY TRANSACTIONS

The company has incurred recharges in respect of project management and directors' remuneration from M2i Services Limited, a subsidiary of M2i Holdings Limited which holds 50% of the share capital of the company. The total recharges during the year were £459,707 (2006 - £259,375) of which £68,154 (2006 - £46,875) was outstanding at the balance sheet date.

Alliance Medical Limited holds 50% of the share capital of the company. The company trades with Alliance Medical Limited on normal commercial terms. The transactions with the company during the year are detailed below:

- Sales of radiopharmaceuticals amounting to £1,604,528 (2006 - £230,529) were made to Alliance Medical Limited,
- The company constructed a building on behalf of Alliance Medical Limited. The proceeds amounted to the book value of £543,973 and were paid in full during the year,
- Alliance Medical Limited provided Head Office support to the company for a charge of £6,000 (2006 - £6,000).

There was £419,259 (2006 - £185,965) due from Alliance Medical Limited at the balance sheet date.

M2i Limited became a wholly owned subsidiary of the Company on 21 December 2006. There was £78,669 due to the M2i Limited at the balance sheet date.

### 8) PARENT UNDERTAKINGS

M2i Holdings Limited and Alliance Medical Limited jointly control the company under the terms of the joint venture agreement dated 21 December 2006.

M2i Holdings Limited is registered in the Republic of Ireland. The financial statements can be obtained by writing to the Secretary at 9 Clare Street, Dublin 2, Republic of Ireland.

Alliance Medical Limited is registered in England and Wales. The financial statements can be obtained by writing to the Secretary at Home Farm Drive, Upton, Banbury, Oxon, OX15 6HU.

### 9) CAPITAL COMMITMENTS

Amounts contracted for but not provided in the financial statements amounted to £10,445,371 (2006 – £nil).

### 10) POST BALANCE SHEET EVENTS

The Company is jointly controlled under the terms of a joint venture agreement dated 21 December 2006 by Alliance Medical Limited and M2i Holdings Limited. Alliance Medical Limited is ultimately controlled by Bridgepoint. On 5 November 2007 Bridgepoint announced the intended sale of Alliance Medical to Dubai International Capital LLC.