

BIOVENTIX LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30TH JUNE 2006



BIOVENTIX LIMITED
ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2006

CONTENTS	PAGE
Independent Auditor's Report to the Company	1
Abbreviated Balance Sheet	2
Notes to the Abbreviated Financial Statements	3

BIOVENTIX LIMITED
INDEPENDENT AUDITOR'S REPORT TO BIOVENTIX LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts which comprise the Balance Sheet and the related notes, together with the financial statements of Bioventix Limited for the year ended 30th June 2006 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's 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 the Directors and the Auditor

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 (6) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with those provisions.

50 West Street
Farnham
Surrey
GU9 7DX

WISE AND CO
Chartered Accountants
& Registered Auditors

27 October 2006

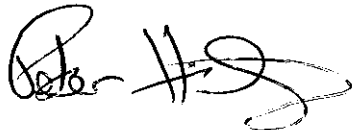
Wise & Co

BIOVENTIX LIMITED
ABBREVIATED BALANCE SHEET
30TH JUNE 2006

	Note	£	2006 £	£	2005 £
Fixed Assets	2				
Intangible assets			150,000		170,000
Tangible assets			<u>496,293</u>		<u>516,390</u>
			646,293		686,390
Current Assets					
Stocks		51,495		71,190	
Debtors		123,321		119,279	
Cash at bank and in hand		<u>205,573</u>		<u>154,697</u>	
		380,389		345,166	
Creditors: Amounts Falling due Within One Year		<u>26,282</u>		<u>58,132</u>	
Net Current Assets			<u>354,107</u>		<u>287,034</u>
Total Assets Less Current Liabilities			1,000,400		973,424
Creditors: Amounts Falling due after More than One Year, Including Convertible Debts			<u>1,071,438</u>		<u>1,071,438</u>
			<u>(71,038)</u>		<u>(98,014)</u>
Capital and Reserves					
Called-up equity share capital	3		3,750		3,750
Share premium account			149,638		149,638
Profit and loss account			<u>(224,426)</u>		<u>(251,402)</u>
Deficiency			<u>(71,038)</u>		<u>(98,014)</u>

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These abbreviated accounts were approved by the directors on 22.2.06 and are signed on their behalf by:



Mr P Harrison
Director

The notes on pages 3 to 6 form part of these abbreviated accounts.

BIOVENTIX LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2006

1. Accounting Policies

Basis of Accounting

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

Cash Flow Statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is small.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

Research and Development

Research and development expenditure is written off in the year in which it is incurred.

Goodwill

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill	- Over 10 years
Intellectual Property Rights	- Over 10 years

BIOVENTIX LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2006

1. Accounting Policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property	-	2% straight line
Plant & Equipment	-	25% reducing balance
Motor Vehicles	-	25% straight line
Equipment	-	25% straight line

Stocks

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

Work in Progress

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

Pension Costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

Deferred Taxation

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 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.

BIOVENTIX LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2006

1. Accounting Policies *(continued)*

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 the transaction. Exchange differences are taken into account in arriving at the operating profit.

2. Fixed Assets

	Intangible Assets £	Tangible Assets £	Total £
Cost			
At 1st July 2005	200,000	558,029	758,029
Additions	—	6,639	6,639
At 30th June 2006	<u>200,000</u>	<u>564,668</u>	<u>764,668</u>
Depreciation			
At 1st July 2005	30,000	41,639	71,639
Charge for year	20,000	26,736	46,736
At 30th June 2006	<u>50,000</u>	<u>68,375</u>	<u>118,375</u>
Net Book Value			
At 30th June 2006	<u>150,000</u>	<u>496,293</u>	<u>646,293</u>
At 30th June 2005	<u>170,000</u>	<u>516,390</u>	<u>686,390</u>

BIOVENTIX LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
YEAR ENDED 30TH JUNE 2006

3. Share Capital

Authorised share capital:

	2006	2005
	£	£
42,872 Ordinary shares of £1 each	42,872	42,872
7,128 Preferred ordinary shares of £1 each	7,128	7,128
	<u>50,000</u>	<u>50,000</u>

Allotted, called up and fully paid:

	2006		2005	
	No	£	No	£
Ordinary shares of £1 each	2,872	2,872	2,872	2,872
Preferred ordinary shares of £1 each	878	878	878	878
	<u>3,750</u>	<u>3,750</u>	<u>3,750</u>	<u>3,750</u>

Equity shares

Ordinary shares of £1 each	2,872	2,872	2,872	2,872
Preferred ordinary shares of £1 each	878	878	878	878
	<u>3,750</u>	<u>3,750</u>	<u>3,750</u>	<u>3,750</u>

Ordinary Shareholders and Preferred Ordinary Shareholders rank equally on distribution of profits of the Company.

Preferred Ordinary Shares rank in preference to Ordinary Shares on return of assets or the reduction of capital or otherwise.

Ordinary Shares and Preferred Ordinary Shares have the right to vote at all general meetings of the Company.