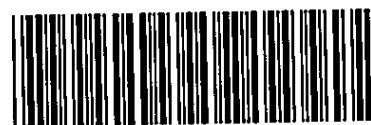


REGISTERED NUMBER: 2343303 (England and Wales)

RAISIO DIAGNOSTICS LIMITED
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2006

MONDAY



AN612ROL

A55

30/07/2007

42

COMPANIES HOUSE

RAISIO DIAGNOSTICS LIMITED
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2006

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors	4
Profit and Loss Account	6
Balance Sheet	7
Notes to the Financial Statements	8
Trading and Profit and Loss Account	12

RAISIO DIAGNOSTICS LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31ST DECEMBER 2006

DIRECTORS:

H Van der Meer
A C Tornroth-Melander

SECRETARY:

H Van der Meer

REGISTERED OFFICE:

The Turbine
Coach Close
Shireoaks Triangle Business Park, Shireo
Worksop
Nottinghamshire
S81 8AP

REGISTERED NUMBER:

2343303 (England and Wales)

AUDITORS:

Smith Craven
Chartered Accountants
Registered Auditors
Kelham House
Kelham Street
Doncaster
South Yorkshire
DN1 3RE

RAISIO DIAGNOSTICS LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST DECEMBER 2006

The directors present their report with the financial statements of the company for the year ended 31st December 2006

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the sale and distribution of food diagnostic tests and equipment

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements

DIRECTORS

H Van der Meer has held office during the whole of the period from 1st January 2006 to the date of this report

Other changes in directors holding office are as follows

A C Tornroth-Melander - appointed 10th November 2006

H Rundgren - resigned 10th November 2006

STATEMENT OF 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 these 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 to 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 AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Smith Craven, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

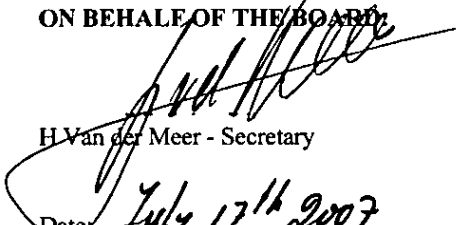
RAISIO DIAGNOSTICS LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST DECEMBER 2006

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


H Van der Meer - Secretary

Date


July 17th 2007

REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF RAISIO DIAGNOSTICS LIMITED

We have audited the financial statements of Raisio Diagnostics Limited for the year ended 31st December 2006 on pages six to eleven. 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 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 on page two.

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 Report of the Directors 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 Report of the Directors 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.

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard - Provisions Available to Small Entities, in the circumstances set out in note fourteen to the financial statements.

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 31st December 2006 and of its loss 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 Report of the Directors is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF
RAISIO DIAGNOSTICS LIMITED**

Going concern

In forming our opinion we have considered the adequacy of the disclosure in note 1 to the financial statements concerning the losses incurred by the company and its dependence on the continuation of financial support by the parent company. In view of the significance of this disclosure, we consider that it should be drawn to your attention, but our opinion is not qualified in this respect.

Smith Craven
Chartered Accountants
Registered Auditors
Kelham House
Kelham Street
Doncaster
South Yorkshire
DN1 3RE

A large, stylized handwritten signature in black ink, appearing to read 'Smith Craven', is written over the printed name and address of the auditors.

Date 20 JULY 2007

RAISIO DIAGNOSTICS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2006

	Notes	2006 £	2005 £
TURNOVER		195,211	131,572
Cost of sales		<u>130,625</u>	<u>131,128</u>
GROSS PROFIT		64,586	444
Administrative expenses		<u>112,293</u>	<u>105,138</u>
		(47,707)	(104,694)
Other operating income		<u>3,434</u>	<u>34,563</u>
OPERATING LOSS	2	(44,273)	(70,131)
Interest receivable and similar income		<u>715</u>	<u>4,679</u>
		(43,558)	(65,452)
Interest payable and similar charges		<u>4,617</u>	<u>54,275</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(48,175)	(119,727)
Tax on loss on ordinary activities	3	<u>-</u>	<u>-</u>
LOSS FOR THE FINANCIAL YEAR AFTER TAXATION		<u>(48,175)</u>	<u>(119,727)</u>

The notes form part of these financial statements

RAISIO DIAGNOSTICS LIMITED

**BALANCE SHEET
31ST DECEMBER 2006**

	Notes	2006 £	2005 £
FIXED ASSETS			
Tangible assets	4	23,472	11,674
CURRENT ASSETS			
Stocks		-	5,100
Debtors	5	66,344	52,384
Cash at bank		32,847	84,234
		<u>99,191</u>	<u>141,718</u>
CREDITORS			
Amounts falling due within one year	6	74,828	57,382
NET CURRENT ASSETS		<u>24,363</u>	<u>84,336</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>47,835</u>	<u>96,010</u>
CREDITORS			
Amounts falling due after more than one year	7	-	980,000
NET ASSETS/(LIABILITIES)		<u><u>47,835</u></u>	<u><u>(883,990)</u></u>
CAPITAL AND RESERVES			
Called up share capital	9	1,010,000	30,000
Profit and loss account	10	(962,165)	(913,990)
SHAREHOLDERS' FUNDS		<u><u>47,835</u></u>	<u><u>(883,990)</u></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)

The financial statements were approved by the Board of Directors on *July 17th 2007* and were signed on its behalf by


H Van der Meer - Director

The notes form part of these financial statements

RAISIO DIAGNOSTICS LIMITED

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

1 ACCOUNTING POLICIES

Accounting convention

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

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Plant and machinery etc - 20% on cost

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease

Going concern

The company has continued to trade at a loss. The parent company demonstrated its financial support by cancelling the parent company loan in return for the allotment of share capital in the company. The directors have reviewed the management information available and given consideration to the next twelve months. In their opinion the accounts are properly prepared on a going concern basis based on the continuing support of the parent company

2 OPERATING LOSS

The operating loss is stated after charging/(crediting)

	2006	2005
	£	£
Depreciation - owned assets	6,532	27,513
Loss on disposal of fixed assets	-	78
Auditors' remuneration	4,226	4,096
Foreign exchange differences	(3,434)	1,397
Pension costs	-	900
	<u> </u>	<u> </u>
Directors' emoluments and other benefits etc	-	-
	<u> </u>	<u> </u>

RAISIO DIAGNOSTICS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2006**

3 TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31st December 2006 nor for the year ended 31st December 2005

4 TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1st January 2006	84,320
Additions	18,331
Disposals	(6,600)
At 31st December 2006	<u>96,051</u>
DEPRECIATION	
At 1st January 2006	72,647
Charge for year	6,532
Eliminated on disposal	(6,600)
At 31st December 2006	<u>72,579</u>
NET BOOK VALUE	
At 31st December 2006	<u>23,472</u>
At 31st December 2005	<u>11,673</u>

5 DEBTORS. AMOUNTS FALLING DUE WITHIN ONE YEAR

	2006 £	2005 £
Trade debtors	63,920	16,381
Other debtors	2,424	36,003
	<u>66,344</u>	<u>52,384</u>

6 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2006 £	2005 £
Trade creditors	60,444	29,215
Taxation and social security	10,286	5,360
Other creditors	4,098	22,807
	<u>74,828</u>	<u>57,382</u>

RAISIO DIAGNOSTICS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2006**

7 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2006	2005
	£	£
Other creditors	<u>-</u>	<u>980,000</u>

8 OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year

	2006	2005
	£	£
Expiring		
Between one and five years	<u>-</u>	<u>10,240</u>

9 CALLED UP SHARE CAPITAL

Authorised Number	Class	Nominal value £1	2006 £	2005 £
1,500,000	Ordinary	£1	<u>1,500,000</u>	<u>1,500,000</u>
Allotted, issued and fully paid Number	Class	Nominal value £1	2006 £	2005 £
1,010,000 (2005 - 30,000)	Ordinary	£1	<u>1,010,000</u>	<u>30,000</u>

980,000 Ordinary shares of £1 were issued during the year for cash of £980000

10 RESERVES

	Profit and loss account £
At 1st January 2006	<u>(913,990)</u>
Deficit for the year	<u>(48,175)</u>
At 31st December 2006	<u><u>(962,165)</u></u>

11 ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of Raisio AB which is incorporated in Sweden. The ultimate parent company is Raisio Group PLC which is incorporated in Finland.

RAISIO DIAGNOSTICS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2006**

12 TRANSACTIONS WITH DIRECTORS

During the year the company paid management costs of £5,421 to Biocontrol Consultants BV, a company incorporated in the Netherlands and controlled by Henk Van Der Meer, a director of the company

13 RELATED PARTY DISCLOSURES

The company has taken advantage of the exemption contained in FRS 8 relating to the disclosure of transactions with other group companies as 100% of its voting rights are controlled within the group

14 APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements

15 POST BALANCE SHEET EVENTS

Since the balance sheet date Raisio Group Plc announced its intention to divest the diagnostic division as a going concern This will include Raisio Diagnostics Limited This matter is still under discussion as at the date of approval of these accounts