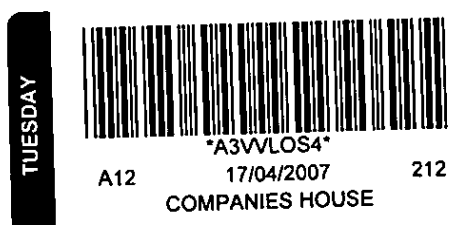


COMPANY REGISTRATION NUMBER 3787708

ELITE DS LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR
30 JUNE 2006



COVENEY NICHOLLS
Chartered Accountants
The Old Wheel House
31/37 Church Street
Reigate
Surrey RH2 0AD

ELITE DS LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2006

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ELITE DS LIMITED
THE DIRECTORS' REPORT
YEAR ENDED 30 JUNE 2006

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 30 June 2006

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of dental laboratory services

RESULTS AND DIVIDENDS

The profit for the year, after taxation, amounted to £53,889 Particulars of dividends paid are detailed in note 5 to the financial statements

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows

	Ordinary Shares of £1 each	
	At	At
	30 June 2006	1 July 2005
G Sillet	1	1
C Chalkley	1	1
E Sillet	-	-
	<u> </u>	<u> </u>

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

Registered office
The Old Wheel House
31/37 Church Street
Reigate
Surrey
RH2 0AD

Signed by order of the directors



E SILLET
Company Secretary

Approved by the directors on 6.57

ELITE DS LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 30 JUNE 2006

	Note	2006 £	2005 £
TURNOVER		835,381	1,031,507
Cost of sales		<u>533,003</u>	<u>575,109</u>
GROSS PROFIT		302,378	456,398
Distribution Costs		2,105	2,573
Administrative expenses		<u>238,596</u>	<u>233,526</u>
OPERATING PROFIT	2	61,677	220,299
Interest receivable		<u>5,431</u>	<u>3,994</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		67,108	224,293
Tax on profit on ordinary activities	4	<u>13,219</u>	<u>42,092</u>
PROFIT FOR THE FINANCIAL YEAR		<u>53,889</u>	<u>182,201</u>

ELITE DS LIMITED**BALANCE SHEET****30 JUNE 2006**

	Note	2006 £	2005 £
FIXED ASSETS			
Intangible assets	6	11,464	15,285
Tangible assets	7	<u>19,008</u>	<u>16,663</u>
		30,472	31,948
CURRENT ASSETS			
Stocks		10,923	9,930
Debtors	8	110,061	148,674
Cash at bank and in hand		<u>157,832</u>	<u>213,686</u>
		278,816	372,290
CREDITORS: Amounts falling due within one year	9	<u>86,487</u>	<u>111,326</u>
NET CURRENT ASSETS		192,329	260,964
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>222,801</u>	<u>292,912</u>
CAPITAL AND RESERVES			
Called-up equity share capital	11	2	2
Profit and loss account		<u>222,799</u>	<u>292,910</u>
SHAREHOLDERS' FUNDS		<u>222,801</u>	<u>292,912</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act

The directors acknowledge their responsibilities for

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 Act relating to financial statements, so far as applicable to the company

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

These financial statements were approved by the directors on the 5.1.07, and are signed on their behalf by


G SILLET


C CHALKLEY

ELITE DS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2006

1. ACCOUNTING POLICIES

Basis of accounting

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

The turnover shown in the profit and loss account represents amounts invoiced during the year

In respect of long-term contracts and contracts for on-going services, turnover represents the value of work done in the year, including estimates of amounts not invoiced. Turnover in respect of long-term contracts and contracts for on-going services is recognised by reference to the stage of completion

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	Straight line over 10 years
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Fixed assets

All fixed assets are initially recorded at cost

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

Laboratory equipment	20% Reducing balance
Motor Vehicles	25% Reducing balance
Equipment	20% Reducing balance

Stocks

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

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.

ELITE DS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2006

1. ACCOUNTING POLICIES *(continued)***Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. With the exception of the ordinary share capital the company does not have any financial instruments.

2. OPERATING PROFIT

Operating profit is stated after charging

	2006	2005
	£	£
Amortisation	3,821	3,821
Depreciation of owned fixed assets	<u>3,542</u>	<u>4,513</u>

3. DIRECTORS' EMOLUMENTS

The directors' aggregate emoluments in respect of qualifying services were

	2006	2005
	£	£
Aggregate emoluments	159,657	160,477
Value of company pension contributions to money purchase schemes	<u>12,024</u>	<u>12,804</u>
	<u>171,681</u>	<u>173,281</u>

The number of directors who accrued benefits under company pension schemes was as follows

	2006	2005
	No	No
Money purchase schemes	<u>1</u>	<u>1</u>

ELITE DS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2006

4. TAXATION ON ORDINARY ACTIVITIES

(a) Analysis of charge in the year

	2006 £	2005 £
Current tax		
UK Corporation tax based on the results for the year at 19% (2005 - 19%)	13,219	43,555
Over/under provision in prior year	-	(1,463)
Total current tax	<u>13,219</u>	<u>42,092</u>

(b) Factors affecting current tax charge

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 19% (2005 - 19%)

	2006 £	2005 £
Profit on ordinary activities before taxation	<u>67,108</u>	<u>224,293</u>
Profit/(loss) on ordinary activities by rate of tax	12,750	42,616
Accelerated capital allowances	469	939
Over provision in previous years	-	(1,463)
Total current tax (note 4(a))	<u>13,219</u>	<u>42,092</u>

5. DIVIDENDS

Dividends on equity shares

	2006 £	2005 £
Paid during the year		
Equity dividends on ordinary shares type 1 (code 4075)	<u>124,000</u>	<u>119,401</u>

ELITE DS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2006

6. INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 July 2005 and 30 June 2006	<u>38,212</u>
AMORTISATION	
At 1 July 2005	22,927
Charge for the year	<u>3,821</u>
At 30 June 2006	<u>26,748</u>
NET BOOK VALUE	
At 30 June 2006	<u>11,464</u>
At 30 June 2005	<u>15,285</u>

7. TANGIBLE FIXED ASSETS

	Laboratory equipment £	Motor Vehicles £	Equipment £	Total £
COST				
At 1 July 2005	17,533	11,438	18,435	47,406
Additions	<u>—</u>	<u>—</u>	<u>5,887</u>	<u>5,887</u>
At 30 June 2006	<u>17,533</u>	<u>11,438</u>	<u>24,322</u>	<u>53,293</u>
DEPRECIATION				
At 1 July 2005	12,936	7,262	10,545	30,743
Charge for the year	<u>920</u>	<u>1,044</u>	<u>1,578</u>	<u>3,542</u>
At 30 June 2006	<u>13,856</u>	<u>8,306</u>	<u>12,123</u>	<u>34,285</u>
NET BOOK VALUE				
At 30 June 2006	<u>3,677</u>	<u>3,132</u>	<u>12,199</u>	<u>19,008</u>
At 30 June 2005	<u>4,597</u>	<u>4,176</u>	<u>7,890</u>	<u>16,663</u>

8. DEBTORS

	2006 £	2005 £
Trade debtors	108,908	147,426
Prepayments and accrued income	<u>1,153</u>	<u>1,248</u>
	<u>110,061</u>	<u>148,674</u>

ELITE DS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2006

9. CREDITORS: Amounts falling due within one year

	2006		2005
	£	£	£
Trade creditors		12,198	10,809
Other creditors including taxation			
Corporation tax	13,219		43,555
Directors current a/c - C Chalkley	15,322		12,413
Directors current a/c - G Sillet	345		885
Accruals and deferred income	45,403		43,664
		<u>74,289</u>	<u>100,517</u>
		<u>86,487</u>	<u>111,326</u>

10. RELATED PARTY TRANSACTIONS

The company's premises are rented from the directors and shareholders at a market rent of £8,000 per annum. Other than this transaction and the directors loan accounts, no transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

11. SHARE CAPITAL**Authorised share capital:**

	2006	2005
	£	£
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>

Allotted, called up and fully paid:

	2006		2005
	No	£	No
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>

12. PROFIT AND LOSS ACCOUNT

	2006	2005
	£	£
Balance brought forward	292,910	230,110
Profit for the financial year	53,889	182,201
Equity dividends paid (FRS 25)	(124,000)	(119,401)
Balance carried forward	<u>222,799</u>	<u>292,910</u>