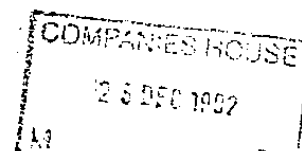


COMPANY NO: 364450
 SCHOLLES (CHEMISTS) LIMITED
 ABBREVIATED BALANCE SHEET AS AT
 31ST AUGUST 1992



	Note	1992 £	1991 £
FIXED ASSETS			
Intangible Assets	2	18580	498
Tangible Assets	3	145010	81663
Investment other than loans	4	600000	175000
		<u>1193590</u>	<u>257161</u>
CURRENT ASSETS			
Stocks		117175	48790
Debtors		389752	133139
Cash at Bank and in Hand		4454	1429
		<u>511381</u>	<u>183358</u>
LESS: CREDITORS			
Amounts falling due within one year		514402	122710
NET CURRENT (LIABILITIES)/ASSETS		<u>(3021)</u>	<u>60648</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1190569</u>	<u>317809</u>
LESS: CREDITORS			
Amounts falling due after More than one year		697625	131858
		<u>692944</u>	<u>185941</u>
PROVISIONS FOR LIABILITIES AND CHARGES			
Deferred Taxation		7582	6162
		<u>485392</u>	<u>179779</u>
CAPITAL AND RESERVES			
Called Up Share Capital	6	618	618
Revaluation Reserve	7	320674	69917
Profit and Loss Account		153718	108662
Capital Redemption Reserve		382	382
		<u>485392</u>	<u>179779</u>

Advantage is taken of the exemptions conferred by Part I of schedule 8 to the Companies Act 1985 to prepare an abbreviated balance sheet on the grounds that the turnover is less than £2 million and the average number of employees did not exceed 50.

Y PATEL - Director

[Signature]

SCHOLES (CHEMISTS)) LTD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1992

1) ACCOUNTING POLICIES

The Financial Statements have been based on the following accounting policies, which, except otherwise stated, are consistent with the previous year.

BASIS OF ACCOUNTING

The Financial Statements have been prepared under the historical cost convention modified to include the revaluation of freehold property and in compliance with the Statements of Standard Accounting Practice.

DEPRECIATION

Depreciation is provided on the cost of fixed assets in order to write off such cost after taking account of scrap values over their expected useful lives as follows:-

Freehold Property	2% per annum Straight Line
Motor Vehicles	25% per annum Reducing Balance
Machinery, Fix. & Fittings	5% per annum Reducing Balance
Goodwill	2% per annum Straight Line

STOCKS

Stocks are valued at the lower of cost or net realisable value after making due allowance for any obsolete or slow moving items. Certification of stocks was by professional valuers.

DEFERRED TAXATION

Deferred Taxation has only been provided for taxation liabilities, which under current legislation are not expected to be deferred for the foreseeable future. Where provision has been made it has been made under the liability method for taxation deferred by:

The net book value of fixed assets on which taxation allowances are claimed exceeding their corresponding value for taxation purposes and chargeable gains of revalued properties.

The provision for deferred taxation has been calculated assuming a 25% rate of corporation tax for revenue items.

TURNOVER

Turnover is the amount receivable in ordinary course of business for goods and services supplied excluding Value Added Tax.

SCHOLES (CHEMISTS) LIMITED
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31ST AUGUST 1992

1) ACCOUNTING POLICIES CONT.

CASH FLOW

The Directors have adopted Financial Reporting Standard No.1 and they have also taken advantage of the exemptions in that standard for small companies. No funds nor cash flow statements are prepared.

2) INTANGIBLE FIXED ASSETS

	Trade Marks	Goodwill	Total
Cost			
At 1st Sept. 1991	498	6250	6748
Additions	-	453492	453492
Disposals	-	(1000)	(1000)
At 31st Aug. 1992	498	458742	459240
Amortisation			
At 1st Sept. 1991	-	6250	6250
Charge for Year	498	4912	5410
Written back to Revaluation Reserve	-	(1000)	(1000)
At 31st Aug. 1992	498	10162	10660
Net Book Value			
At 31st Aug. 1992	-	448580	448580
At 1st Sept. 1991	498	-	498

SCHOLES (CHEMISTS)) LIMITED
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST AUGUST 1992

3) TANGIBLE FIXED ASSETS

	Freehold Land and Buildings	Motor Vehicles	Machinery Fixtures & Fittings	Short Term Leased Assets	Total
Cost and Valuation					
At 1st Sept. 1991	80495	3250	12706	3526	99977
Additions	55000		11958		66958
At 31st Aug. 1992	135495	3250	24664	3526	166935
Depreciation					
At 1st Sept. 1991	10095	2264	5612	343	18314
Charge for the Year	2252	247	953	159	3611
At 31st Aug. 1992	12347	2511	6565	502	21925
Net book Value					
At 31st Aug. 1992	123148	739	18099	3024	145010
At 1st Sept. 1991	70400	986	7094	3183	81663

The Freehold property owned throughout the year was valued on 3rd September 1990 by independent valuers on an open market valuation basis. The revised values have been incorporated in the balance sheet.

4) INVESTMENT OTHER THAN LOANS

	Freehold Property
Valuation	
At 1st Sept. 1991	175000
Additions	126917
Improvements	38326
Revaluation	259757
Valuation at 31st Aug. 1992	600000

The freehold property has been valued by the directors, on the basis of open market value of the property assuming the current level of rental income is maintained.

SCHOLES (CHEMISTS) LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31ST AUGUST 1992

5) AUDITORS REMUNERATION	1992	1991
	-----	-----
Charge for the Year	1538	1000
	=====	=====

6) CALLED UP SHARE CAPITAL

	NUMBER AUTHORISED		ISSUED AND FULLY PAID	
	1992	1991	1992	1991
Ordinary Shares of £1 each	618	618	618	618
	=====			

7) REVALUATION RESERVES	1992	1991
	-----	-----
At 1st Sept. 1991	69917	-
SURPLUS ON REVALUATION OF INVESTMENT	259757	47497
SURPLUS ON REVALUATION OF LAND AND BUILDINGS	-	33370
LESS DEFERRED TAXATION ON REVALUATION	-	(4700)
LESS PURCHASED GOODWILL WRITTEN BACK/(OFF)	1000	(6250)
	-----	-----
	330674	69917
	=====	=====

8) PARENT COMPANY INFORMATION

At the end of the financial year the company was a wholly owned subsidiary of Primelight Limited registered in England.

SCHOLES (CHEMISTS) LIMITED

REPORT OF THE AUDITORS TO THE MEMBERS

I have audited the financial statements in accordance with Auditing Standards.

In my opinion the financial statements give a true and fair view of the state of the company's affairs at 31st August 1992 and of its Profit and Loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

John Cooke
Chartered Accountant and Registered Auditor
26 Nevill Road
Stockport

9th December 1992.

AUDITOR'S SPECIAL REPORT

In my opinion the company is entitled to the exemptions claimed in the director's statement on the abbreviated balance sheet as at 31st August 1992 and the accounts to be delivered to the Registrar of Companies are properly prepared in accordance with Part I of schedule 8 to the companies Act 1985.

My report to the members of Scholes (Chemists) Limited on the accounts laid before them in general meeting is reproduced above.



John Cooke

Chartered Accountant and Registered Auditor