

513073

AAH MEDITEL LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31ST MARCH 1990

The Directors submit herewith their report together with the audited accounts of the Company for the year ended 31st March, 1990.

PRINCIPAL ACTIVITIES

The principal activity of the company is the electronic collection of drug usage data and statistical information for use by the pharmaceutical industry, and the sale of computer hardware and software to general practitioners.

REVIEW OF ACTIVITIES

During the year, the company completed the first stage of its development programme and commenced trading.

The Company secured its first significant research contract and finalised plans to increase its trading in the sale of computer systems. Negotiations with a number of other pharmaceutical manufacturers made encouraging progress.

The operating loss, before interest and taxation for the year as shown on page S5 amounted to £4,186,769.

DIVIDEND

The Directors recommend that no dividend be paid in respect of the year ending 31st March 1990.

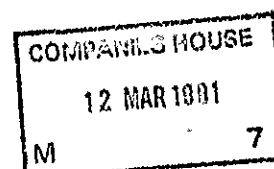
FIXED ASSETS

Movements in fixed assets during the year are set out in note 10 to the accounts.

DIRECTORS

The Directors of the Company at 31st March 1990 were:-

| | |
|-----------------|---------------------|
| Mr A W Revell | - Chairman |
| Mr E W Davis | - Managing Director |
| Dr I E Black | |
| Mr J T Cockburn | |
| Mr W Davis | |
| Mr G H Dove | |
| Ms K M Ibbetson | |
| Mr F J Murphy | |
| Mr R C H Vizard | |



Mr W Davis, Mr E W Davis, Mr J T Cockburn and Ms K M Ibbetson are also directors of Meditel Ltd. which has interests in various contracts with the company in respect of advertising,

publicity and consultancy.

DIRECTORS INTERESTS IN SHARES

The following Directors had beneficial interests in shares of the Company as under:

| <u>Director</u> | <u>Number of Ordinary</u> <u>Shares of £1. of AAH Meditel Ltd</u> | |
|-----------------|--|--|
| | <u>At 31st March 1990</u> | <u>1st April 1989</u> <u>(or date of appointment)</u> |
| Mr E Davis | 6939 | 6939 |
| Mr J Cockburn | 3469 | 3469 |
| Ms K Ibbetson | 3469 | 3469 |
| Mr W Davis | 1735 | 1735 |

The notifiable interests of the Directors of the Company at the year end in the shares of the ultimate holding company AAH Holdings plc. were as follows:

| <u>AAH HOLDINGS plc</u> | | |
|------------------------------------|------------------------|--|
| <u>Ordinary Shares of 25p each</u> | | |
| | <u>31st March 1990</u> | <u>1st April 1989</u> <u>(or date of appointment)</u> |
| | | |
| Mr E W Davis | NIL | NIL |
| Dr I E Black | NIL | NIL |
| Mr J T Cockburn | NIL | NIL |
| Mr W Davis | NIL | NIL |
| Mr G H Dove | NIL | NIL |
| Ms K M Ibbetson | NIL | NIL |
| Mr F J Murphy | NIL | NIL |
| Mr R C H Vizard | 750 | 750 |

As at 31st March 1990 some of the Directors held options to purchase shares in AAH Holdings plc under the savings-related share option scheme and the executive share option scheme of that company.

Details are as follows:

| | <u>Ordinary Shares of 25p each</u> | |
|-----------------|--|--|
| | <u>Savings-related</u> <u>Share Option Scheme</u> | <u>Executive Share</u> <u>Option Scheme</u> |
| Mr E W Davis | 2975 | NIL |
| Dr I E Black | 2675 | NIL |
| Mr J T Cockburn | NIL | NIL |
| Mr W Davis | NIL | NIL |
| Mr G H Dove | 5,004 | 20000 |
| Ms K M Ibbetson | NIL | NIL |
| Mr F J Murphy | NIL | 20000 |
| Mr R C H Vizard | 8,542 | 15000 |

Mr A W Revell is also a Director of the Company's ultimate holding company. As permitted by statutory instrument, details of his shareholding are not disclosed in this report.

POST BALANCE SHEET EVENTS

On 31 May 1990, the Company increased its Authorised Share Capital from £100 to £10,500,000 divided into 10,500,000 Ordinary Shares of £1 each. On 9 August 1990, 10,400,000 Ordinary Shares of £1 each were applied for by and issued to A.A.H. Subsidiaries Limited which, at the same time, acquired all of the shares held by the directors, and others, to become the sole shareholder. On the same date, the Company repaid its outstanding loan to A.A.H. Subsidiaries Limited.

POLITICAL AND CHARITABLE CONTRIBUTIONS

No political or charitable contributions were made during the year.

CLOSE COMPANY

The Company is not a close company within the meaning of the Income and Corporation Taxes Act 1988.

AUDITORS

Coopers and Lybrand have merged their practice with Deloitte Haskins and Sells and now practice as Coopers and Lybrand Deloitte. A resolution to re-appoint them as the Company's auditors will be proposed at the Annual General Meeting.

EMPLOYMENT POLICIES

The Company pursues a policy of providing, wherever possible, the same employment opportunities to disabled persons as to others having regard to the aptitudes and abilities of each applicant. Training, career development and promotion of disabled persons is, as far as possible, identical to that of other employees who are not disabled.

Date: 31.1.91

By Order of the Board


F J Murphy
Secretary

REPORT OF THE AUDITORS TO THE MEMBERS OF

AAH MEDITEL LIMITED

We have audited the accounts set out on pages S5 to S20 in accordance with Auditing Standards.

In our opinion the accounts give a true and fair view of the state of the company's affairs at 31st March 1990.. and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

The accounts do not include a statement of source and application of funds as required by Statement of Standard Accounting Practice number 10.

Date: 31 January 1991

Robert M. S. Deloitte
Chartered Accountants

Town: Birmingham

CODE NO. ...1.129....

AAH MEDITEL

LIMITED/BRANCH

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED **31st MARCH 19 90**

| | Note | 1990 | Last year |
|--|------|--------------|--------------|
| | | £ | £ |
| Turnover | 2 | 2337013 | 1181715 |
| Cost of sales | | (4132921) | (2227336) |
| Gross profit/(loss) | | (1795908) | 1045621 |
| Selling and distribution costs | | (1423094) | (912101) |
| Administrative expenses | | (967767) | (715450) |
| Other operating income | | - | |
| Income from investments | | - | |
| Trading profit/(loss) | 2,3 | (4186769) | 2673172 |
| Income from shares in group companies | | - | |
| Income from shares in related companies | | - | |
| Net interest (payable)/receivable | 6 | (1607748) | (649759) |
| Profit/(loss) on ordinary activities before taxation | | (5794517) | (3322931) |
| Tax (charge)/credit on results from ordinary activities (companies only) | 7 | 2092437 | 1112972 |
| Profit/(loss) on ordinary activities after taxation | | (3702080) | (2209959) |
| Extraordinary (charges)/income after taxation | 8 | - | |
| Profit/(loss) after taxation and extraordinary items | | | (2209959) |
| Dividends | 9 | (-) | (-) |
| Transfer to/(from) head office account (branches only) | | | |
| Retained profit/(loss) for the year | | £(3702080) | £(2209959) |

STATEMENT OF MOVEMENTS ON **PROFIT AND LOSS ACCOUNT**

| | | | |
|--|----|--------------|--------------|
| Retained profits at 1st April 19 | | (3239770) | (1029811) |
| Retained profit/(loss) for the year | | (3702080) | (2209959) |
| Transfer to/(from) profit and loss account | 18 | | |
| Retained profits at 31st March 19 | 18 | £(6941850) | £(3239770) |

The notes on pages S7 to S20 form part of these accounts.
Auditors' report page S4.

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AAH MEDITEL

LIMITED/~~BRANCH~~
XXXXXXXXXX**BALANCE SHEET – 31st MARCH 19 90**

| | Note | 1990 | Last year |
|---|------|--------------|-------------|
| | | £ | £ |
| FIXED ASSETS | | | |
| Tangible Assets | 10 | 7569793 | 4556591 |
| Investments in subsidiary companies | 11 | - | |
| Other Investments CAPITALISED COMPUTER SOFTWARE | 12 | 205307 | |
| | | 7775100 | 4556591 |
| CURRENT ASSETS | | | |
| Stocks | 13 | 25937 | 18736 |
| Debtors | 14 | 2831703 | 2448795 |
| Short term investments | | - | |
| Cash at bank and in hand | | 8032 | 5055 |
| SUB TOTAL | | 2865672 | 2472586 |
| CREDITORS: due within one year | | | |
| Bank overdrafts and acceptances | | (713810) | (403769) |
| Other creditors | 15 | (3802132) | (1787802) |
| NET CURRENT ASSETS | | (1650270) | 281015 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 6124830 | 4837606 |
| CREDITORS: due after more than one year | 15 | (12998680) | (8009376) |
| PROVISIONS FOR LIABILITIES AND CHARGES: | | | |
| deferred taxation | 16 | () | () |
| | | £(6873850) | £(3171770) |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 17 | 68000 | 68000 |
| Share premium account | | - | |
| Pre-acquisition reserves | 18 | - | |
| Post acquisition revaluation reserve | 18 | - | |
| Profit and loss account | 18 | (6941850) | (3239770) |
| SHAREHOLDERS' FUNDS | | | (3171770) |
| Head office account (branches only) | | - | |
| Interest of outside shareholders | | | |
| | | £(6873850) | £(3171770) |

These accounts were approved by the board on31 January..... 1991.....

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 } Directors (Companies only)

The notes on pages S7 to S20 form part of these accounts.
 Auditors' report page S4.

AAH MEDITEL

LIMITED/~~BRANCH~~**NOTES TO THE ACCOUNTS – 31st MARCH 1990****1 PRINCIPAL ACCOUNTING POLICIES**

The accounts are prepared under the historical cost convention, modified by the revaluation of properties, where appropriate. The principal accounting policies are described below and are consistent with those applied in the previous year.

Turnover

Turnover comprises the sales of goods and services at invoice value, before Value Added Tax.

Stocks and work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value. Cost is determined on a first in first out basis and in the case of manufactured products consists of direct material and labour costs together with the relevant factory overheads. Provision is made where necessary for obsolescent, slow moving and defective stocks. Long term contract work in progress includes attributable profit less provision for any expected losses.

Tangible fixed assets

Freehold and leasehold properties are stated at their last valuation or subsequent cost. The cost of other fixed assets is their purchase cost, together with any incidental expenses of acquisition.

Depreciation is calculated after taking account of capital grants receivable by reference to the expected lives of the assets concerned. Depreciation of assets bought and sold in the year is based on the number of months that the asset has been owned.

The following annual depreciation rates are applied on a straight line basis:

| | |
|-------------------------------|----------------------------|
| Freehold buildings | NIL % |
| Kilns on freehold land | NIL % |
| Leasehold land and buildings: | |
| Long leasehold | NIL % |
| Short leasehold | Life of lease |
| Motor vehicles | 25 % |
| Plant and equipment | Various 10% to 33% % |

Deferred taxation

Provision is made for deferred taxation under the liability method on all timing differences, except to the extent that any deferral of tax may reasonably be expected to continue for the foreseeable future.

AAH MEDITEL LIMITED/BRANCH**2 ANALYSIS OF TURNOVER AND TRADING PROFIT**

Analysis of turnover and trading profit by principal activities:

| | 19 90 | | Last Year | |
|----------------------------|-----------|----------------|-----------|----------------|
| | Turnover | Trading Profit | Turnover | Trading Profit |
| | £ | £ | £ | £ |
| Healthcare Services | 2337013 | (4186769) | 1181715 | (2672344) |
| Builders Supplies | | | | |
| Transport Services | | | | |
| Environmental Services | | | | |
| Electrical Supplies | | | | |
| | | | | |
| Total Third Party Turnover | 2337013 | £(4186769) | 1181715 | £(2672344) |
| Group Turnover | NIL | | NIL | |
| Total Turnover | £ 2337013 | | £ 1181715 | |

Analysis of third party turnover by geographical location:

| | 1990 | Last Year |
|-------------------|-----------|-----------|
| | £ | £ |
| United Kingdom | 2337013 | 1181715 |
| Rest of Europe | - | |
| Rest of the World | - | |
| | £ 2337013 | £ 1181715 |

AAH MEDITEL LIMITED/BRANCH**3 TRADING PROFIT/(LOSS)**

The trading result is stated after (charging)/crediting:

| | Note | 19 90 | Last year |
|---|------|-----------|-----------|
| | | £ | £ |
| Depreciation | 10 | (1442879) | (646085) |
| Auditors' remuneration and expenses as auditors | | (6100) | (7850) |
| Hire of plant and equipment – Group | | (-) | (-) |
| –Third Party | | (-) | (-) |
| Emoluments of directors: | 4 | | |
| For management | | (131000) | (122000) |
| As directors | | (-) | (-) |
| Total | | (131000) | (122000) |
| Profit/(loss) on sale of fixed assets | | (14131) | (13772) |
| Net income from rents – Group | | - | - |
| – Third Parties | | - | - |
| Total | | - | - |
| Investment Income | | - | - |
| Exceptional items (specify, if any) | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| Total | | - | - |

4 DIRECTORS' AND EMPLOYEES' REMUNERATION

Particulars of directors' emoluments (excluding pension contributions) for the year are:

| | 19 90 | Last Year |
|--|---------|-----------|
| | £ | £ |
| Emoluments of the chairman | - | - |
| Emoluments of the highest paid director (if not the chairman) | £ 40000 | £ 37000 |

AAH MEDITEC LIMITED/BRANCH

The following table shows the number of directors, including the above, and UK Group employees whose emoluments were within the ranges:

| | Directors | | Employees | |
|----------------------|-----------|-----------|-----------|-----------|
| | 19 90 | Last Year | 19 90 | Last Year |
| Not more than £5,000 | | | | |
| £5,001 to £10,000 | | | | |
| £10,001 to £15,000 | | | | |
| £15,001 to £20,000 | | | | |
| £20,001 to £25,000 | | | | |
| £25,001 to £30,000 | | 3 | | |
| £30,001 to £35,000 | 3 | | | |
| £35,001 to £40,000 | | 1 | | |
| £40,001 to £45,000 | 1 | | | |
| £45,001 to £50,000 | | | | |
| £50,001 to £55,000 | | | | |
| £55,001 to £60,000 | | | | |
| £60,001 to £65,000 | | | | |
| £65,001 to £70,000 | | | | |
| £70,001 to £75,000 | | | | |
| £75,001 to £80,000 | | | | |
| £80,001 to £85,000 | | | | |
| £85,001 to £90,000 | | | | |
| £90,001 to £95,000 | | | | |

5 EMPLOYEE INFORMATION

The average number of persons employed by the company (including executive directors) during the year is as follows:

| | 19 90 | Last Year |
|---------------------------------------|-------|-----------|
| <i>Analysis by function</i> | | |
| Direct operating and production | | |
| Selling and distribution | 64 | 51 |
| Administration | 11 | 9 |
| | 75 | 60 |
| <i>Analysis by principal activity</i> | | |
| Healthcare Services | 75 | 60 |
| Builders Supplies | | - |
| Transport Services | | - |
| Environmental Services | | - |
| Electrical Supplies | | - |
| | 75 | 60 |

AAH MEDITEI LIMITED/BRANCH

Employment costs of all employees including executive directors:

| | 1990 | Last Year |
|----------------------------------|----------|-----------|
| | £ | £ |
| Wages and salaries | 1005625 | 677133 |
| Social Security costs | 84710 | 61302 |
| Employer's pension contributions | 30292 | 25225 |
| | £1120627 | £ 763660 |

6 NET INTEREST (PAYABLE)/RECEIVABLE

| | 1990 | Last Year |
|--|-------------|------------|
| | £ | £ |
| Interest payable | | |
| Bank overdrafts and acceptance credits | (45436) | (19320) |
| Hire purchase and finance leases | (568613) | (273926) |
| Group interest payable | (993690) | (356513) |
| Other interest payable | () | (-) |
| Sub Total | (1607748) | (649759) |
| Interest receivable | | |
| Bank interest | | - |
| Group interest receivable | | - |
| Other interest receivable | | - |
| Sub Total | NIL | - |
| Net Interest (Payable)/Receivable | £(1607748) | £(649759) |

Pensions

The company participates in the defined benefit and defined contribution group pension arrangements of AAH Holdings plc. The assets of the scheme are independent of the company's and the group's finances. Pensions costs are assessed in accordance with the advice of qualified actuaries and are charged to the profit and loss account, over the periods benefiting from the employees' services. The most recent valuation of the group's main scheme was carried out at 6 April 1988.

AAH MEDITEL LIMITED/BRANCH**7 TAX ON ORDINARY ACTIVITIES (COMPANIES ONLY)**

The taxation (charge)/credit on ordinary activities is made up as follows:

| | 19 90 | Last Year |
|--|-----------|-----------|
| | £ | £ |
| United Kingdom Corporation Tax at % (last year, %) | | - |
| Group relief (payable)/receivable: Current Year | 2076534 | 1112972 |
| Previous Years | | - |
| United Kingdom deferred taxation | | - |
| Overseas taxation | | - |
| Overseas deferred taxation | | - |
| (Charge)/credit to profit and loss account | £ 2076534 | £ 1112972 |
| The amount charged for United Kingdom taxation is after taking credit for double tax relief amounting to | £ - | £ - |

8 EXTRAORDINARY ITEMS

| | 19 90 | Last Year |
|--|-------|-----------|
| | £ | £ |
| Extraordinary (charges)/income (specify) | | - |
| | | - |
| | | - |
| | | - |
| Tax on extraordinary items | | - |
| | £ NIL | £ NIL |

9 DIVIDENDS

Dividends are made up as follows:

| | 19 90 | Last Year |
|--------------------------|----------|-----------|
| | £ | £ |
| To group companies: | | |
| Ordinary shares | | |
| Interim paid | () | (-) |
| Proposed final | () | (-) |
| Preference dividend | () | (-) |
| Sub Total | () | (-) |
| To outside shareholders: | | |
| Interim paid | () | (-) |
| Proposed final | () | (-) |
| Total Dividends Paid | £(NIL) | £(NIL) |

AAH MEDITEL LIMITED/BRANCH

10 TANGIBLE FIXED ASSETS

| | Land and buildings | | | Plant & equipment | Motor vehicles | Total |
|--|--------------------|----------------|-----------------|-------------------|----------------|-----------|
| | Freehold | Long leasehold | Short leasehold | | | |
| | £ | £ | £ | £ | £ | £ |
| COST OR VALUATION At 1st April 19..89.. | - | - | - | 4918442 | 325528 | 5243970 |
| Exchange adjustments | | | | | | - |
| Reclassifications | | | | | | - |
| New businesses | | | | | | - |
| Additions | | | | 4214819 | 288695 | 4503514 |
| Group transfers in | | | | | | |
| Disposals | (.....) | (.....) | (.....) | (-) | (163776) | (163776) |
| Group transfers out | (.....) | (.....) | (.....) | (.....) | (.....) | (.....) |
| Revaluation adjustments | | | | | | |
| At 31st March 19..90.. | | | | 9133261 | 450447 | 9583708 |
| At cost | | | | | | |
| Purchased assets | | | | 995257 | 450447 | 1445704 |
| Finance leases | | | | 8138004 | - | 8138004 |
| At Open market existing use value - 1981 | | | | | | |
| 19..... | | | | | | |
| DEPRECIATION At 1st April 1989... | | | | 9133261 | 450447 | 9583708 |
| Exchange adjustments | | | | 626291 | 61088 | 687379 |
| Reclassifications | | | | | | - |
| New businesses | | | | | | - |
| Charge for year | | | | 1297267 | 98739 | 1396006 |
| Accelerated depreciation | | | | | | |
| Group transfers in | | | | | | |
| Disposals | (.....) | (.....) | (.....) | (-) | (69470) | (69470) |
| Group transfers out | (.....) | (.....) | (.....) | (.....) | (.....) | (.....) |
| Revaluation adjustments | | | | | | |
| At 31st March 1990.... | | | | 1923558 | 90357 | 2013915 |
| NET BOOK VALUE At 31st March 1990.... | £ | £ | £ | £7209703 | £60090 | £ 7569793 |
| Last year | £ | £ | £ | £4292151 | £264440 | £ 4556591 |
| NET BOOK VALUE OF ASSETS HELD UNDER FINANCE LEASES/HIRE PURCHASE CONTRACTS: at 31st March 19..... | | | | £6277978 | £ - | |
| Last year | | | | £4155444 | £ - | |
| DEPRECIATION ALLOCATED TO ASSETS HELD UNDER FINANCE LEASES/HIRE PURCHASE CONTRACTS. Charge for the year. | | | | £1255288 | £ - | |

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The historical cost net book value of land and buildings is:

| | Freehold | Long leasehold | Short leasehold | Total |
|-----------------------|----------|----------------|-----------------|-------|
| At 31st March 19..... | £ | £ | £ | £ NIL |
| Last year | £ | £ | £ | £ |

Land and buildings revalued in the year on an open market existing use basis.

Name of valuer and professional qualification:

11 INVESTMENT IN SUBSIDIARY COMPANIES

Summary of movements in the year:

| | Shares at cost | Amounts written off & prov'ns. | Net book value |
|-------------------------------------|----------------|--------------------------------|----------------|
| | £ | £ | £ |
| 1st April 19..... | | | NIL |
| Additions at cost | | | |
| Disposals | () | () | () |
| Movements in provisions in the year | - | | |
| At 31st March 19 | £ | £ | £ NIL |

Details of the principal companies are set out below. All companies are incorporated in Great Britain, unless otherwise stated, and operate principally in their country of incorporation. Shares not held directly by the company are marked by an asterisk.

| Company name | Class and proportion of shares held | Net book value £ | Main activities |
|-----------------------------|-------------------------------------|------------------|-----------------|
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| Total at 31st March 19..... | | NIL | |

AAH MEDITEL

LIMITED/BRANCH

12 OTHER INVESTMENTS PURCHASE OF THE RIGHTS IN COMPUTER SOFTWARE

| Unlisted Shares at cost/book value (delete as appropriate) | Related companies | | Other investments | Total |
|---|-------------------|-------|----------------------|-----------|
| | Shares | Loans | | |
| | £ | £ | £ | £ |
| At 1st April 1989.... | | | | - |
| Additions | | | 252180 | 252180 |
| DISPOSALS DEPRECIATION | () | () | (46873) | (46873) |
| Reserves | | - | 205307 | 205307 |
| At 31st March 1990..... | £ | £ | £205307 | £ 205307 |

In the opinion of the directors the value of the company's unlisted investments is not less than the amounts at which they are included in the balance sheet. Details of the related companies are as follows:

| Company name | Class and proportion of shares held | Net book value £ | Country of incorporation |
|-----------------------------|--|---------------------|--------------------------|
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| Total at 31st March 19..... | | NIL | |

NOTE

12. "OTHER INVESTMENTS" COMPRISES PURCHASE OF RIGHTS IN THE "ABIES" COMPUTER SOFTWARE.

THIS DISCLOSURE TREATMENT AGREED WITH J LUCAS 27.4.90.

THE SOFTWARE IS BEING WRITTEN OFF OVER 4 YEARS BUT THIS TREATMENT IS YET TO BE AGREED WITH THE AUDITORS.

AAH MEDITEL LIMITED/BRANCH**13 STOCKS**

| | 19 90 | | Last Year | |
|---|-------|---------|-----------|---------|
| | £ | £ | £ | £ |
| Stocks for resale | | 25937 | | 18736 |
| Work in progress: | | | | |
| Long term contracts: | | | NIL | |
| Net cost less foreseeable losses | | | NIL | |
| Less: Cumulative payments on account | | NIL | NIL | |
| Other work in progress | | NIL | | NIL |
| Raw material and other stocks | | NIL | | NIL |
| Total Stocks | | £ 25937 | | £ 18736 |
| The current replacement cost of stocks exceeds the historical cost by approximately | | £ NIL | | £ NIL |

14 DEBTORS

| | Due within one year | | Due after more than one year | |
|---|---------------------|-----------|------------------------------|-----------|
| | 19 90 | Last Year | 19 90 | Last year |
| | £ | £ | £ | £ |
| Amounts owing Intra group: | | | | |
| from group companies | - | NIL | | NIL |
| from branches of the same limited company (B'ches only) | - | NIL | | NIL |
| Divisional loans with branches (B'ches only) | - | - | | NIL |
| Amounts owing from related companies | - | | | NIL |
| Trade debtors and trade bills receivable | 380521 | 369444 | | NIL |
| Group relief receivable | 2135081 | 542644 | | NIL |
| Other debtors | 119895 | 99303 | | NIL |
| Amounts recoverable on contracts | - | | | |
| Prepayments and accrued income | 196206 | 437404 | | NIL |
| Total Debtors | 2831703 | 2448795 | | |

AAH MEDITEL LIMITED/BRANOM

15 CREDITORS

| | Due within one year | | Due after more than one year | |
|---|---------------------|-----------------|------------------------------|-----------------|
| | 1990 | Last Year | 1990 | Last Year |
| | £ | £ | £ | £ |
| Amounts owing intra-group: | | | | |
| to group companies | 270282 | 273594 | 7 800 000 | 4500000 |
| to branches of the same limited company (Branches only) | - | NIL | | NIL |
| Divisional loans with branches (Branches only) | - | - | | NIL |
| Amounts owing to related companies | - | NIL | | NIL |
| Obligations under hire purchase and finance lease contracts (see below A) | 1446519 | 820402 | 5 195 725 | 3439559 |
| Payments received on account | 39078 | NIL | | NIL |
| Trade creditors & bills payable | 1616992 | 342141 | | NIL |
| Corporation tax | | NIL | | NIL |
| Group relief payable | | NIL | | NIL |
| Other taxation including social security | 34018 | 26 | | NIL |
| Other creditors | 315367 | 235547 | 2955 | 69817 |
| Accruals and deferred income | 79876 | 116092 | | NIL |
| Proposed dividend - group | | NIL | | NIL |
| - minorities | | NIL | | NIL |
| Total Creditors | £3802132 | £1787802 | £12998680 | £8009376 |

Obligations under hire purchase and finance lease contracts:

| | 19 90 | | | Last Year | | |
|------------------------|-----------------|------------------------|----------------------|-----------------|------------------------|----------------------|
| | Capital element | Future finance charges | Total future rentals | Capital element | Future finance charges | Total future rentals |
| | £ | £ | £ | £ | £ | £ |
| Repayments are due in: | | | | NIL | NIL | NIL |
| Five years or more | | | | | | |
| Two to five years | 3552379 | 481379 | 4033758 | 2516579 | 321742 | 2838328 |
| One to two years | 1643346 | 508390 | 2151736 | 922980 | 304420 | 1227400 |
| Over one year | 5195725 | 989769 | 6185494 | 3439559 | 626169 | 4065728 |
| Within one year | 1446519 | 705217 | 2151736 | 820402 | 406998 | 1227400 |
| Total | £6642244 | £1694986 | £8337230 | £4259961 | £1033167 | £5293128 |

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AAH MEDITEL LIMITED/BRANCH**16 DEFERRED TAXATION (COMPANIES ONLY)**

Details of the provision made for deferred taxation and of the full potential liability are set out below:

| | 1990 | | Last Year | |
|--|--------------------------|---------------------------------|--------------------------|---------------------------------|
| | Full potential liability | Amount provided in the accounts | Full potential liability | Amount provided in the accounts |
| | £ | £ | £ | £ |
| Accelerated capital allowances | (29620) | | 28733 | NIL |
| Other timing differences | (27437) | | (116721) | NIL |
| Revaluation surpluses and deferred capital gains | - | | NIL | NIL |
| Sub total | (57057) | | (87988) | NIL |
| Less: Losses and charges | () | () | (NIL) | (NIL) |
| ACT recoverable | () | () | (NIL) | (NIL) |
| Total | £ (57057) | £ NIL | £(87988) | £ NIL |

Movements in the year are as follows:

| | |
|---|-------|
| Provision at 1st April 1989.... | NIL |
| Charge/(credit) to profit and loss account (note 7) | |
| Extraordinary item (note 8) | |
| Other (specify) | |
| Provision at 31st March 1990.... | £ NIL |

17 CALLED UP SHARE CAPITAL

| Class of share | Nominal value each | Authorised | | Issued and fully paid | |
|-----------------------------|--------------------|------------|-----------|-----------------------|----------|
| | | Number | Value | Number | Value |
| ORDINARY | £1 | 100 000 | £ 100 000 | 68 000 | £ 68 000 |
| | | | | | |
| | | | | | |
| | | | | | |
| Total at 31st March 1990... | | 100 000 | £ 100 000 | 68 000 | £ 68 000 |
| Last Year | | 100 000 | £ 100 000 | 68 000 | £ 68 000 |

AAH MEDITELE LIMITED/BRANCH**18 RESERVES**

| | Pre-acquisition | | Post-acquisition | |
|--|---------------------|-------------------------|---------------------|-------------------------|
| | Revaluation reserve | Profit and Loss account | Revaluation reserve | Profit and Loss account |
| | £ | £ | £ | £ |
| Balance at 1st April 19 | NIL | NIL | NIL | (3239770) |
| Exchange adjustment | | | | |
| Retained profit/(loss) for the year | | | | (3702080) |
| Transfer to/(from) profit and loss account | | | | |
| Goodwill written off | | | | |
| Surplus on revaluation of fixed assets | | | | |
| Balance at 31st March 1990.. | £ NIL | £ NIL | £ NIL | £ (6941850) |

19 CONTINGENT LIABILITIES AND FINANCIAL COMMITMENTS

| | 19 90 | Last Year |
|---|---------|-----------|
| Guarantee of bank indebtedness | | |
| Own subsidiaries | £ | £ NIL |
| Holding companies and fellow subsidiaries | £ | £ NIL |
| Others | £ | £ NIL |
| Indemnities and other contingent liabilities* | £ | £ NIL |
| Commitments under forward foreign exchange contracts | £ | £ NIL |
| Commitments under operating lease contracts for the next year, for agreements expiring: | | |
| Over five years from the balance sheet date | NIL | NIL |
| in the second to fifth years inclusive | 10574 | 13694 |
| During the next year | NIL | 6394 |
| Total | £ 10574 | £ 20088 |
| Annual amount of rentals payable under leases for land and buildings | £ | £ 34500 |
| Capital expenditure schemes: | | |
| Commitments in respect of contracts | | NIL |
| Approved by the directors in addition to commitments | | NIL |
| Total | £ | £ NIL |

* Include for example, lawsuits, uncalled capital, discounted bills receivable and charges on assets to secure the liabilities of others.

In the opinion of the directors, no loss will arise in connection with any of the above matters.

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AAH MEDITEI LIMITED~~BRANCH~~

20 ULTIMATE HOLDING COMPANY

The ultimate holding company is AAH Holdings plc, which is incorporated in Great Britain.

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