

REGISTERED NUMBER

1256554

(ENGLAND AND WALES)

GELDHOLME LIMITED

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1996



MOSS & WILLIAMSON

CHARTERED ACCOUNTANTS

## AUDITORS' REPORT TO

### GELDHOLME LIMITED

#### PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages 3 to 6 together with the full financial statements of Geldholme Limited prepared under section 226 of the Companies Act 1985 for the year ended 31 March 1996.

#### *Respective responsibilities of directors and auditors*

The directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 3 and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

#### *Basis of Opinion*

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

#### *Opinion*

In our opinion the company is entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 March 1996, and the abbreviated financial statements on pages 3 to 6 have been properly prepared in accordance with that Schedule.

#### *Other Information*

On 8 January 1997 we reported, as auditors of Geldholme Limited to the members on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 March 1996 and our audit report was as follows:-

"We have audited the financial statements on pages 6 to 14 which have been prepared under the accounting policies set out on page 8 and 9.

#### *Respective responsibilities of directors and auditors*

As described on page 4, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**AUDITORS' REPORT TO**

**GELDHOLME LIMITED**

**PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 OF THE COMPANIES ACT 1985**

**(CONTINUED)**

*Basis of opinion*

We conducted our audit in accordance with Auditing Standards 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.

*Opinion*

In our opinion, the financial statements give a true and fair view of the state of the company's affairs as at 31 March 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985."



MOSS & WILLIAMSON  
Chartered Accountants  
Registered Auditors

11 Stamford Street  
STALYBRIDGE  
Cheshire

8 January 1997


# GELDHOLME LIMITED

## BALANCE SHEET AS AT 31 MARCH 1996

|   | NOTES |                  | 1995             |
|---|-------|------------------|------------------|
| <b>FIXED ASSETS</b>   |       |                  |                  |
| Tangible Assets   | 2     | 156,158          | 134,527          |
| Intangible Assets   |       | -                | -                |
| Investments   | 3     | <u>1</u>         | <u>1</u>         |
|   |       | 156,158          | 134,528          |
| <b>CURRENT ASSETS</b>   |       |                  |                  |
| Stocks  |       | 190,345          | 197,837          |
| Debtors   | 4     | 453,201          | 441,776          |
| Cash at Bank and in Hand  |       | <u>2,322</u>     | <u>3,031</u>     |
|   |       | 645,868          | 642,644          |
| <b>CREDITORS : amounts falling due within one year</b>          | 5     | <u>(508,143)</u> | <u>(543,301)</u> |
| <b>NET CURRENT ASSETS</b>                                       |       | <u>137,725</u>   | <u>99,343</u>    |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>                    |       | 293,884          | 233,871          |
| <b>CREDITORS : amounts falling due after more than one year</b> | 5     | (53,100)         | (10,025)         |
| <b>PROVISION FOR LIABILITIES AND CHARGES</b>                    |       | <u>(1,229)</u>   | <u>(-)</u>       |
| <b>NET ASSETS</b>   |       | <u>£ 239,555</u> | <u>£ 223,846</u> |
| <b>CAPITAL AND RESERVES</b>                                     |       |                  |                  |
| Called up share capital   | 6     | 10               | 10               |
| Reserves  |       | 239,545          | 223,836          |
| Profit and Loss account   |       | <u>239,545</u>   | <u>223,836</u>   |
| <b>SHAREHOLDERS' FUNDS</b>                                      |       | <u>£ 239,555</u> | <u>£ 223,846</u> |

The directors have taken advantage, in preparing these abbreviated financial statements of the exemptions conferred by Section A of Part III of Schedule 8 of the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

The financial statements were approved by the board of directors on 19 December 1996

 DIRECTOR  
B F SMITH

The notes on pages 4 to 6 form part of these financial statements

## GELDHOLME LIMITED

### NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

#### 1 ACCOUNTING POLICIES

(a) **Basis of accounting**

The financial statements have been prepared under the historical cost convention and include the results of the activities described in the directors' report, all of which are continuing.

(b) **Cash flow statement**

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from producing a cash flow statement on the grounds that it is a small company.

(c) **Consolidation**

The company has an investment in Bachem Pharmacy Limited which it holds in the form of a joint venture, the company and its associate company comprise a small group. The company has therefore taken advantage of the exemption provided by section 248 of the Companies Act 1985 not to prepare group accounts

(d) **Turnover**

Turnover represents sales of goods and services, excluding value added tax.

(e) **Fixed assets and depreciation**

Capital expenditure is included at cost. Depreciation is provided for on the reducing balance basis (or otherwise stated) at the following rates:-

|                                  |                                    |
|----------------------------------|------------------------------------|
| Fixtures, Fittings and Equipment | 15% per annum                      |
| Motor Vehicles                   | 25% per annum                      |
| Buildings and Alterations        | (straight line basis) 2% per annum |

(f) **Goodwill**

Purchased goodwill is capitalised and amortised by the straight line method, so as to write it off over its anticipated life. Because of the immaterial cost involved the policy to write off goodwill has been amended to one year.

(g) **Stocks**

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

(h) **Deferred Taxation**

Deferred taxation is provided at the current rate of corporation tax. It applies to all material timing differences other than those which are expected with reasonable probability to continue in the foreseeable future.

# NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED)

## 1 ACCOUNTING POLICIES (continued)

### (i) Leasing and hire purchase

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets and depreciated over the term of their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net outstanding in each period.

### (j) Pension costs

The company operates a defined contribution pension scheme, contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

## 2 TANGIBLE FIXED ASSETS

|                          | TOTAL           |
|--------------------------|-----------------|
|                          | £               |
| <b>COST OR VALUATION</b> |                 |
| At 1.4.95                | 255,411         |
| Additions                | 68,135          |
| Disposals                | <u>(69,500)</u> |
| At 31.3.96               | <u>254,046</u>  |
| <b>DEPRECIATION</b>      |                 |
| At 1.4.95                | 120,884         |
| Charge for year          | 25,890          |
| Disposals                | <u>(48,886)</u> |
| At 31.3.96               | <u>97,888</u>   |
| <b>NET BOOK VALUE</b>    |                 |
| At 31.3.96               | <u>156,158</u>  |
| At 31.3.95               | <u>134,527</u>  |

The premises, 8 Harehill Road, Littleborough are owned by the holding company, Geldholme (1982) Limited and the premises 12 Stamford Street, Mossley are owned by the directors and their wives.

There were no capital commitments at 31 March 1996.

# NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONTINUED)

## 3 INVESTMENTS

|                         | 1996<br>£ | 1995<br>£ |
|-------------------------|-----------|-----------|
| Bachem Pharmacy Limited | 1         | 1         |

The company holds one ordinary share of the two issued ordinary shares in Bachem Pharmacy Limited, a retail pharmacy. At 30 September 1995 the company's share of net assets amounted to £24,138 (1994 : £18,654).

## 4 DEBTORS

Debtors include an amount of £61,877 (1995 : £61,877), falling due after more than one year and representing amounts owed by its parent company.

## 5 CREDITORS : amounts falling due after more than one year

|                         | 1996<br>£     | 1995<br>£     |
|-------------------------|---------------|---------------|
| Bank loan               | 31,197        | 2,940         |
| Hire purchase creditors | <u>21,903</u> | <u>7,085</u>  |
|                         | <u>53,100</u> | <u>10,025</u> |

Obligations under finance leases and hire purchase contracts are repayable over varying periods by monthly instalments as follows:-

|                                | £        | £        |
|--------------------------------|----------|----------|
| In the next year (see note 13) | 19,493   | 4,916    |
| In the second to fifth year    | 21,903   | 7,085    |
| After the fifth year           | <u>-</u> | <u>-</u> |

The bank overdraft and loan are secured.

## 6 CALLED UP SHARE CAPITAL

|                                   | 1996<br>£ | 1995<br>£ |
|-----------------------------------|-----------|-----------|
| Authorised                        |           |           |
| 10,000 Ordinary shares of £1 each | 10,000    | 10,000    |
| 5 Deferred shares of £1 each      | 5         | 5         |
| Allotted, issued and fully paid   |           |           |
| 5 Ordinary shares of £1 each      | 5         | 5         |
| 5 Deferred shares of £1 each      | 5         | 5         |