

Lifecycle Limited

Directors' report and financial statements

30 June 1994

Registered number 1816173

Lifecycle Limited

Directors' report and financial statements

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Lifecycle Limited

Directors' report

The directors present their annual report and the audited financial statements for the year ended 30 June 1994.

Principal activities

The company did not trade during the year.

Results and dividends

The results for the year are set out on page 5.

The directors do not recommend the payment of a dividend (1993: £Nil).

Directors and directors' interests

The directors who served during the year were as follows:

AJ Lloyd
PE Lloyd
RG Turner
SW Buckell
RJ Steele (resigned 15 April 1994)

MA Ward was appointed a director on 18 July 1994.

None of the directors had any interest in the share capital of the company at 30 June 1994.

AJ Lloyd, PE Lloyd, RG Turner and SW Buckell were directors of Lloyds Chemists plc, the ultimate holding company at the year end, and their interests are disclosed in the financial statements of that company.

Lifecycle Limited

Directors' report (continued)

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution for the re-appointment of KPMG Peat Marwick as auditors of the company is to be proposed at the forthcoming annual general meeting.

By order of the board



MN Ebrahimjee
Secretary

Britannia House
Centurion Park
Tamworth
Staffordshire
B77 5TZ

12 October 1994

Lifecycle Limited

Statement of directors' responsibilities

The following statement, which should be read in conjunction with the report of the auditors set out on page 4, describes the responsibilities of the directors in relation to these financial statements.

The directors are required by the Companies Act 1985 to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company as at the end of the year and of the profit or loss for the year.

The directors consider that in preparing the financial statements set out on pages 5 to 11, the Company has used appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates. All applicable accounting standards have been followed and the financial statements have been prepared on a going concern basis.

The directors are responsible for ensuring that the Company maintains adequate accounting records which disclose with reasonable accuracy the financial position of the Company and which enable them to ensure that the financial statements comply with the Companies Act 1985.

The directors have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

Report of the auditors to the members of Lifecycle Limited

We have audited the financial statements on pages 5 to 11.

Respective responsibilities of directors and auditors

As described on page 3, 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.

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 mis-statement, 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 at 30 June 1994 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



12 October 1994

*Chartered Accountants
Registered Auditors*

Lifecycle Limited

Profit and loss account for the year ended 30 June 1994

	Note	1994 £'000	1993 £'000
Turnover	1	-	5,361
Cost of sales		-	(3,282)
		<hr/>	<hr/>
Gross profit		-	2,079
Distribution costs		-	(2,435)
Administrative expenses		-	(67)
		<hr/>	<hr/>
Operating loss		-	(423)
Interest payable	3	-	(15)
		<hr/>	<hr/>
Loss on ordinary activities before taxation	4	-	(438)
Tax on loss on ordinary activities	5	-	44
		<hr/>	<hr/>
Loss on ordinary activities after taxation and loss for the financial year	8	-	(394)
		<hr/>	<hr/>

A statement of movements on reserves is shown in note 8 to the financial statements.

Lifecycle Limited

Balance sheet at 30 June 1994

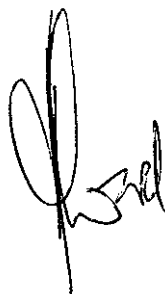
	<i>Note</i>	1994 £'000	1993 £'000
Creditors: amounts falling due within one year	6	(895)	(895)
Capital and reserves			
Called up share capital	7	1,500	1,500
Profit and loss account	8	(2,395)	(2,395)
Total equity shareholders' funds		(895)	(895)

These financial statements were approved by the board of directors on 12 October 1994 and were signed on its behalf by:

AJ Lloyd
Director



MA Ward
Director



Lifecycle Limited

Statement of total recognised gains and losses for the year ended 30 June 1994

During the year ended 30 June 1994 there were no recognised gains or losses (1993: loss of £394,000).

Historical cost profits and losses for the year ended 30 June 1994

	1994 £'000	1993 £'000
Reported loss before taxation	-	(438)
Realisation of revaluation reserve on property disposals	-	13
	<hr/>	<hr/>
Historical cost loss before taxation	-	(425)
	<hr/>	<hr/>
Historical cost loss for the financial year	-	(381)
	<hr/>	<hr/>

Reconciliation of movements in shareholders' funds for the year ended 30 June 1994

	1994 £'000	1993 £'000
Loss for the year after taxation	-	(394)
Shareholders' funds at 1 July 1993	(895)	(501)
	<hr/>	<hr/>
Shareholders' funds at 30 June 1994	(895)	(895)
	<hr/>	<hr/>

Lifecycle Limited

Notes

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements:

Basis of preparation

The financial statements have been prepared in accordance with applicable Accounting Standards and under the historical cost convention.

The company is a wholly owned subsidiary of Lloyds Chemists plc which is established under the law of a member state of the European Community. Lloyds Chemists plc publishes consolidated financial statements including a consolidated cash flow statement which includes the results of Lifecycle Limited and consequently, in accordance with Financial Reporting Standard Number 1, no cash flow statement is included in these financial statements.

Turnover

Turnover represents cash and credit sales excluding value added tax.

Depreciation and amortisation of tangible fixed assets

Depreciation is calculated so as to write off the gross book value less estimated residual value of tangible fixed assets over their estimated useful lives. The principal rates used are as follows:

Short leasehold property	- period of the lease
Fixtures, fittings and equipment	- 10%-20% on a straight line basis
Motor vehicles	- 25% on a straight line basis

Disposals of fixed assets

Profits and losses on the disposal of fixed assets are calculated by reference to carrying value on the date of disposal.

Leased assets

All leases are operating leases and the rental charges are taken to the profit and loss account over the life of the lease.

Stocks

Stocks are valued at the lower of cost and net realisable value.

Taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Provision is made for deferred tax only to the extent that it is probable that an actual liability will crystallise.

Lifecycle Limited

Notes (continued)

1 Accounting policies (continued)

Pensions

Pension costs are charged to the profit and loss account over the expected service lives of participating employees.

2 Staff numbers and costs

The average number of persons employed by the company during the year, analysed by category, was as follows:

	1994 Number	1993 Number
Retailing	-	225

The aggregate payroll costs of these persons were as follows:

	1994 £'000	1993 £'000
Wages and salaries	-	683
Social security costs	-	13
	-	696

3 Interest payable

	1994 £'000	1993 £'000
Bank overdraft interest	-	15

4 Loss on ordinary activities before taxation

The loss on ordinary activities before taxation is stated after charging the following:

	1994 £'000	1993 £'000
Depreciation of tangible fixed assets	-	18
Payments under operating leases:		
Land and buildings	-	883
Directors' emoluments	-	-
Auditors' remuneration	-	7

Lifecycle Limited

Notes (continued)

5 Tax on loss on ordinary activities

Taxation based on the loss for the financial year:

	1994 £'000	1993 £'000
Corporation tax at 33% (1993: 33%)	-	19
Deferred taxation	-	(63)
	<u>-</u>	<u>(44)</u>

6 Creditors: amounts falling due within one year

	1994 £'000	1993 £'000
Amounts owed to fellow subsidiary undertakings	<u>895</u>	<u>895</u>

7 Called up share capital

	1994 £'000	1993 £'000
<i>Authorised:</i>		
80,000 "A" ordinary shares of £1 each	80	80
58,772 "B" ordinary shares of £1 each	59	59
1,462,130 "C" ordinary shares of £1 each	1,462	1,462
20,000 "D" ordinary shares of £1 each	20	20
140,000 "E" ordinary shares of £1 each	140	140
	<u>1,761</u>	<u>1,761</u>
<i>Issued, called up and fully paid:</i>		
80,000 "A" ordinary shares of £1 each	80	80
50,000 "B" ordinary shares of £1 each	50	50
1,210,000 "C" ordinary shares of £1 each	1,210	1,210
20,000 "D" ordinary shares of £1 each	20	20
140,000 "E" ordinary shares of £1 each	140	140
	<u>1,500</u>	<u>1,500</u>

Lifecycle Limited

Notes (continued)

8 Reserves

Profit and
loss account
£'000

At 1 July 1993 and 30 June 1994

(2,395)

9 Commitments under operating leases

Annual commitments under non-cancellable operating leases are as follows:

	Leases of land and buildings	
	1994 £'000	1993 £'000
Commitments which expire:		
Within one year	-	71
Between two and five years	-	25
After five years	-	588
	<hr/>	<hr/>
	-	684
	<hr/>	<hr/>

10 Ultimate holding company

The company is a wholly owned subsidiary of Lloyds Chemists plc, which is registered in England and Wales.

The results of the company are included within the group financial statements of Lloyds Chemists plc but are not included within any other group financial statements.

Copies of the group financial statements may be obtained from Britannia House, Centurion Park, Tamworth, Staffordshire B77 5TZ.