

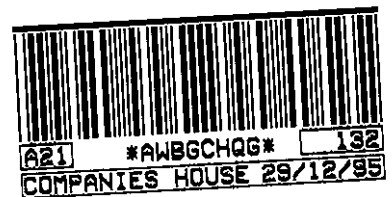
23 39432

PIRMO CHEMISTS LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 1995



WHITING & PARTNERS

CHARTERED ACCOUNTANTS

31 PRIESTGATE

PETERBOROUGH

PE1 1JL

PIRMO CHEMISTS LIMITED

REPORT AND FINANCIAL STATEMENTS

31 MARCH 1995

CONTENTS

	<u>PAGE</u>
Company Information	1
Report of the Directors	2-3
Statement of the Directors' Responsibility	4
Auditors' Report to Shareholders	5
Profit and Loss Account	6
Balance Sheet	7
Notes to the Financial Statements	8 - 13
Trading, Profit and Loss Account	14

PIRMO CHEMISTS LIMITED

COMPANY INFORMATION

Company Registration Number:	02339432
Directors:	M Pirmohamed A G Pirmohamed
Secretary:	A G Pirmohamed
Registered Office:	21 High Street Eye Peterborough PE6 7UP
Auditors:	Whiting & Partners Chartered Accountants 31 Priestgate Peterborough PE1 1JL
Bankers:	Barclays Bank plc Old Fletton 114/116 High Street Old Fletton Peterborough PE2 8DP
Solicitors:	Greenwoods 30 Priestgate Peterborough PE1 1JE

PIRMO CHEMISTS LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 1995

FINANCIAL STATEMENTS

The Directors present their report and Financial Statements for the year ended 31 March 1995.

PRINCIPAL ACTIVITIES AND REVIEW OF THE BUSINESS

The Company's principal activities are Dispensing Pharmacist and Retail Chemist.

The Directors are pleased to note that the Company has again made a small profit during the year.

RESULTS AND DIVIDENDS

The Profit for the Year after Taxation amounted to £10227. The Directors recommend that no Dividend be declared and the full amount be carried forward in reserves.

FIXED ASSETS

Details of movements in Fixed Assets during the year are set out in Note 7 to the Financial Statements.

PIRMO CHEMISTS LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 1995
(CONTINUED)

DIRECTORS AND INTERESTS IN SHARES

The Directors who held office at 31 March 1995 had the following interests in the shares of the Company at the beginning and end of the Financial Period:

	<u>£1 Ordinary Shares</u> <u>Fully Paid</u>
	<u>1995</u>
M Pirmohamed	50
A G Pirmohamed	50

AUDITORS

A resolution under Section 384 of the Companies Act 1985 will be proposed at the Annual General Meeting that Messrs Whiting & Partners be re-appointed as Auditors.

This report was approved by the Board on 15th December 1995


.....
AMIR PIRMOHAMED
Director

DIRECTORS RESPONSIBILITY FOR FINANCIAL STATEMENTS

- (a) Company law requires Directors to prepare Financial Statements for each Financial Year which give a true and fair view of the Company's state of affairs at the end of the Year and Profit or Loss for the year then ended.

- (b) In preparing those Financial Statements, the Directors are required to:-

Select suitable accounting policies and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable;

State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Financial Statements;

Prepare the Financial Statements on the going concern basis unless it is not appropriate to presume that the Company will continue in business.

- (c) The Directors are responsible for keeping proper Accounting records, for safeguarding the assets of the Company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS' REPORT
TO THE SHAREHOLDERS OF FIRMO CHEMISTS LIMITED

We have audited the Financial Statements on pages 6 to 13 which have been prepared under the Historical Cost Conventions and the Accounting Policies set out on page 8.

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 of 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.

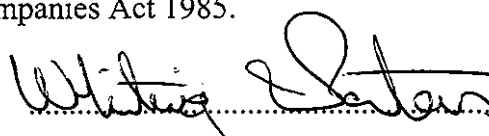
We planned and performed our Audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Financial Statements are free from material misstatement, whether caused by fraud or other irregularity 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 at the 31 March 1995 and of its Profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Date18.....December 1995.....

Whiting and Partners
Chartered Accountants
31 Priestgate
Peterborough
PE1 1JL


.....
Registered Auditors

PIRMO CHEMISTS LIMITED**PROFIT AND LOSS ACCOUNT**
FOR THE YEAR ENDED 31 MARCH 1995

	<u>NOTE</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
<u>TURNOVER</u> continuing operation	2	457189	290671
Cost of Sales		(357139)	(229702)
		<hr/>	<hr/>
<u>GROSS PROFIT</u> continuing operation		100050	60969
Administrative Expenses	3	(82665)	(55145)
		<hr/>	<hr/>
<u>OPERATING PROFIT</u>	4	17385	5824
Interest payable	5	(2218)	(1338)
		<hr/>	<hr/>
<u>PROFIT ON ORDINARY</u> <u>ACTIVITIES BEFORE TAXATION</u>		15167	4486
Taxation	6	(4940)	(2746)
		<hr/>	<hr/>
<u>RETAINED PROFIT FOR THE YEAR</u> <u>STATEMENT OF MOVEMENT ON RESERVES</u> <u>APPEARS IN NOTE 15 TO THE FINANCIAL</u> <u>STATEMENTS</u>		10227	1740
		<hr/>	<hr/>
<u>EARNINGS PER SHARE</u>		£102.27	£17.40
		<hr/>	<hr/>

- NOTES**
- 1 Apart from the Profit for the Financial Year there are no other recognised gains or losses.
 - 2 Apart from the Profit for the Financial Year there are no other historical cost profits or losses.

The notes on pages 8 to 13 form part of these Financial Statements

PIRMO CHEMISTS LIMITED**BALANCE SHEET AS AT 31 MARCH 1995**

	<u>NOTE</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
<u>FIXED ASSETS</u>			
Tangible Assets	7	20501	29184
<u>CURRENT ASSETS</u>			
Stocks	8	31420	29120
Debtors	9	85805	57400
Investments	10	2764	1129
Cash in Hand		2062	3248
		<hr/>	<hr/>
		122051	90897
<u>CREDITORS: Amounts falling due within one year</u>	11	123714	(110570)
		<hr/>	<hr/>
<u>NET CURRENT (LIABILITIES)</u>		(1663)	(19673)
		<hr/>	<hr/>
		18838	9511
<u>CREDITORS: Amounts falling due after more than one year</u>	11	(7050)	(7950)
		<hr/>	<hr/>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		11788	1561
		<hr/>	<hr/>
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	14	100	100
Profit and Loss Account		11688	1461
		<hr/>	<hr/>
		11788	1561
		<hr/>	<hr/>

Approved by the Board of Directors on: 15th December 1995



 AMIR PIRMOHAMED
 DIRECTOR

The notes on pages 8 to 13 form part of these Financial Statements

PIRMO CHEMISTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1995

1 ACCOUNTING POLICIES

(a) Accounting Convention

The Financial Statements are prepared under the Historical Cost Convention.

(b) Turnover

Turnover represents amounts receivable for goods and services provided, net of discounts and VAT.

(c) Tangible Fixed Assets and Depreciation

Tangible Fixed Assets are stated at cost or valuation, less depreciation. Depreciation is provided on all tangible Fixed Assets at rates calculated to write off the cost or valuation, less estimated residual value, of each asset on a straight-line basis over its expected useful life, as follows:

Fixtures and Fittings	-	over 5 years
Equipment	-	over 5 years
Motor Vehicles	-	over 4 years
Building alterations	-	over 5 years

(d) Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is arrived at as follows:

Goods for resale - purchase cost on a first-in, first-out basis.

Net realisable value is based on estimated selling price less further costs expected to be incurred before sale.

(e) Pension Costs

The costs of providing retirement pensions and other benefits are charged to the Profit and Loss Account when the contributions become payable.

(f) Deferred Taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of Income and Expenditure for Taxation and Accountancy purposes except to the extent that the Directors consider that a liability to Taxation is unlikely to crystallize.

PIRMO CHEMISTS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 1995
(CONTINUED)

(g) **Compliance with Accounting Standards**

The Financial Statements have been prepared in accordance with applicable Accounting standards. However, 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.

2 **TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION**

As the Company is engaged substantially in one class of business in the United Kingdom, no analysis of Turnover or Profit has been provided.

3	<u>ADMINISTRATIVE EXPENSES</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
	Staff costs	12146	10468
	Other operating charges	70519	44677
		<u>82665</u>	<u>55145</u>
4	<u>OPERATING PROFIT</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
	Operating profit is stated after charging:		
	Depreciation: owned fixed assets	10138	12250
	Auditors' remuneration	350	350
		<u>2218</u>	<u>1338</u>
5	<u>INTEREST PAYABLE</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
	Interest payable to bank on overdraft repayable within 5 years, not by instalments	1680	1250
	Interest payable on bank loan over 5 years by instalments.	538	88
		<u>2218</u>	<u>1338</u>
6	<u>TAXATION</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
	Corporation Tax at 25% on profit adjusted for tax purposes	5132	2746
	Adjustment in Respect of previous Years	(192)	-
		<u>4940</u>	<u>2746</u>

PIRMO CHEMISTS LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 MARCH 1995****(CONTINUED)****7 TANGIBLE FIXED ASSETS****(a) Summary**

	<u>Fixtures and Fittings</u>	<u>Equipment and Alarm Systems</u>	<u>Motor Vehicles ations</u>	<u>Building Alter-</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
COST OR VALUATION					
At 1 April 1994	26296	6860	825	27066	61047
Additions	128	890		437	1455
Disposals	—	—	—	—	—
At 31 March 1995	26424	7750	825	27503	62502
DEPRECIATION					
At 1 April 1994	15297	4530	206	11830	31863
Charge for the Year	5285	760	206	3887	10138
Disposals	—	—	—	—	—
At 31 March 1995	20582	5290	412	15717	42001
NET BOOK VALUE					
At 31 March 1995	<u>5842</u>	<u>2460</u>	<u>413</u>	<u>11786</u>	<u>20501</u>
At 31 March 1994	<u>10999</u>	<u>2330</u>	<u>619</u>	<u>15236</u>	<u>29184</u>

8 STOCKS

	<u>1995 £</u>	<u>1994 £</u>
Goods for Resale and Dispensing	<u>31420</u>	<u>29120</u>

PIRMO CHEMISTS LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 MARCH 1995****(CONTINUED)**

9	<u>DEBTORS</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
	Trade debtors	74818	50769
	Other debtors and Prepayments	10987	6631
		<hr/>	<hr/>
		85805	57400
		<hr/>	<hr/>
10	<u>CURRENT ASSET INVESTMENTS</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
	Listed in the U.K.,cost	2764	1129
		<hr/>	<hr/>
	Market Value	12570	11285
		<hr/>	<hr/>
	Tax on Potential Capital Gain if Sold at Market Value	2451	2539
		<hr/>	<hr/>
11(a)	<u>CREDITORS: Amounts falling due within one year</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
	Bank Overdraft	100976	65387
	Trade Creditors	-	25145
	Other Creditors	15636	15636
	Accruals and Deferred Income	1070	756
	Corporation Tax	5132	2746
	Bank Loan	900	900
		<hr/>	<hr/>
		123714	110570
		<hr/>	<hr/>

The Bank Overdraft is secured by Personal Assets and Guarantees given by the two Directors.

11(b)	<u>CREDITORS: Amounts falling due after more than one year</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
	Bank Loan repayable by instalment		
	Falling due between one and five years	3600	3600
	Falling due after more than five years	3450	4350
		<hr/>	<hr/>
		7050	7950
		<hr/>	<hr/>

PIRMO CHEMISTS LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 MARCH 1995****(CONTINUED)****12 DEFERRED TAXATION**

There is no provision for Deferred Taxation, as the Tax written down value of assets exceeds their balance sheet value.

13 PENSION COSTS

The Company operates a defined contribution scheme in respect of the Directors. The Pension cost charge represents contributions payable by the Company to the scheme and amounted to £1200 (1994 £1200). There were no contributions outstanding at 31 March 1995.

14 SHARE CAPITAL

(a) Authorised and allotted share capital:

At 31 March 1995 and 31 March 1994

	<u>Authorised</u>	<u>Allotted, called up and fully paid</u>
	<u>Number</u>	<u>£</u>
£1 ordinary shares	<u>1000</u>	<u>100</u>

15 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS

	<u>1995</u>	<u>1994</u>
	<u>£</u>	<u>£</u>
Profit for the financial year	10227	1740
Shareholders funds at 31 March 1994	<u>1561</u>	<u>(179)</u>
Shareholders funds at 31 March 1995	<u>11788</u>	<u>1561</u>

PIRMO CHEMISTS LIMITEDNOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED 31 MARCH 1995(CONTINUED)16 EMPLOYEES AND DIRECTORS

(a) <u>Employees</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
----------------------	-------------------------	-------------------------

The average weekly number of persons
(including directors) employed by the
company during the period was:

5	3
<u>5</u>	<u>3</u>

Costs in respect of these employees:

Wages and Salaries	10946	9268
Social Security Costs	-	-
Other Pension Costs	<u>1200</u>	<u>1200</u>
	<u>12146</u>	<u>10468</u>

(b) <u>Directors</u>	<u>1995</u> <u>£</u>	<u>1994</u> <u>£</u>
----------------------	-------------------------	-------------------------

Emoluments:

Management Remuneration	2880	2870
Pension Costs	<u>1200</u>	<u>1200</u>
	<u>4080</u>	<u>4070</u>

(c) Interest in Transaction

The properties occupied by the Company are owned by the Director who is paid rent of £16800 (1994: £12156).

These transactions will be reflected in the appropriate Directors Annual Tax Return in due course.