

MORNINGSIDE PHARMACEUTICALS LIMITED

ABBREVIATED FINANCIAL STATEMENTS

31 AUGUST 1999

Registered number: 2672877

MODI & MODI

ACCOUNTANTS & REGISTERED AUDITORS



MORNINGSIDE PHARMACEUTICALS LIMITED  
ABBREVIATED FINANCIAL STATEMENTS  
for the year ended 31 August 1999

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**MORNINGSIDE PHARMACEUTICALS LIMITED****Auditors' report to  
Morningside Pharmaceuticals Limited  
under section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements set out on pages 2 to 3, together with the financial statements of the company for the year ended 31 August 1999 prepared under section 226 of the Companies Act 1985.

**Respective responsibilities of directors and auditors**

The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. 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 to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages 2 to 3 are properly prepared in accordance with those provisions.

*Modi & Modi.*

Modi & Modi  
Accountants & Registered Auditors  
216 Melton road  
Leicester  
LE4 7PG

3 February 2000

## MORNINGSIDE PHARMACEUTICALS LIMITED

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## ABBREVIATED BALANCE SHEET

at 31 August 1999

	Note	£	1999 £	£	1998 £
<b>Fixed assets</b>					
Tangible assets	2		27,484		28,017
<b>Current assets</b>					
Stocks		82,211		166,585	
Debtors		221,162		118,616	
Cash at bank and in hand		148,143		238,510	
		451,516		523,711	
<b>Creditors: amounts falling due within one year</b>		(446,120)		(529,969)	
<b>Net current assets/(liabilities)</b>			5,396		(6,258)
<b>Total assets less current liabilities</b>			32,880		21,759
<b>Capital and reserves</b>					
Called up share capital	3		100		100
Profit and loss account			32,780		21,659
<b>Total shareholders' funds</b>			32,880		21,759

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 3 were approved by the board of directors on 3 February 2000 and signed on its behalf by:

  
D V Gadhia  
Director

## MORNINGSIDE PHARMACEUTICALS LIMITED

## NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 August 1999

**1 Accounting policies****Basis of accounting**

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

**Turnover**

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax.

**Depreciation**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Plant and machinery	15% on net value
Motor vehicles	25% on net value
Fixtures and fittings	10% on net value

**Stocks**

Stocks and work in progress are valued at the lower of cost and net realisable value, after making allowance for obsolete and slow moving items. Cost includes all direct expenditure and an appropriate proportion of fixed and variable overheads.

**Deferred taxation**

No provision for deferred tax has been made as the directors are of the opinion that there is no immediate or material liability. The amount not so provided in respect of accelerated capital allowances is £1,393.

**Foreign Currencies**

Assets and liabilities in foreign currencies are translated into sterling at average rates of exchange considered appropriate at the balance sheet date. Transactions in foreign currencies are translated into sterling at the average rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating profit.

**Pensions**

The company operates a defined contribution, externally funded pension scheme. Contributions are normally charged against profits as the contributions are made.

MORNINGSIDE PHARMACEUTICALS LIMITED  
NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31 August 1999

2 Fixed assets

	Tangible fixed assets £
<b>Cost</b>	
1 September 1998	37,344
Additions	5,365
31 August 1999	<u>42,709</u>
<b>Depreciation</b>	
1 September 1998	9,327
Charge for the year	5,898
31 August 1999	<u>15,225</u>
<b>Net book amount</b>	
31 August 1999	<u><u>27,484</u></u>
1 September 1998	<u><u>28,017</u></u>

3 Called up share capital

	1999 £	1998 £
<b>Authorised</b>		
Ordinary shares of £1 each	<u>100</u>	<u>1,000</u>
<b>Allotted called up and fully paid</b>		
Shares of £1 each	<u>100</u>	<u>100</u>