

REPORT OF THE DIRECTOR AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1999
FOR
RANIPHARMA LIMITED



RANIPHARMA LIMITED

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for the Year Ended 31 December 1999

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RANIPHARMA LIMITED
COMPANY INFORMATION
for the Year Ended 31 December 1999

DIRECTOR: J R Toogood

SECRETARY: H Ramos

REGISTERED OFFICE: 10 London Mews
London
W2 1HY

REGISTERED NUMBER: 3165707 (England and Wales)

ACCOUNTANTS: Stein Richards
Chartered Accountants
6 Albemarle Street
London
W1X 3HF

RANIPHARMA LIMITED

REPORT OF THE DIRECTOR
for the Year Ended 31 December 1999

The director presents his report with the financial statements of the company for the year ended 31 December 1999.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of providing administration services to pharmaceutical companies.

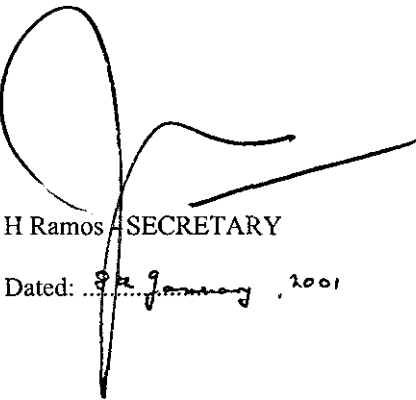
DIRECTOR

J R Toogood was the sole director during the year under review.

The director holding office at 31 December 1999 did not hold any beneficial interest in the issued share capital of the company at 1 January 1999 or 31 December 1999.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



H Ramos SECRETARY

Dated: 31 January, 2001

RANIPHARMA LIMITED
PROFIT AND LOSS ACCOUNT
for the Year Ended 31 December 1999

		<u>31.12.99</u>	<u>Restated 31.12.98</u>
	Notes	US \$	US \$
TURNOVER	2	81,763	80,354
Administrative expenses		<u>26,811</u>	<u>8,451</u>
		54,952	71,903
Other operating income		<u>3,054</u>	<u>3,060</u>
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	58,006	74,963
Tax on profit on ordinary activities	4	<u>11,744</u>	<u>15,742</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		46,262	59,221
Retained profit brought forward		<u>95,848</u>	<u>36,627</u>
RETAINED PROFIT CARRIED FORWARD		US \$<u>142,110</u>	US \$ <u>95,848</u>

The notes form part of these financial statements

RANIPHARMA LIMITED

BALANCE SHEET

31 December 1999

		<u>31.12.99</u>	Restated <u>31.12.98</u>
	Notes	US\$	US\$
CURRENT ASSETS:			
Debtors	5	429,753	304,467
Cash at bank		<u>190,389</u>	<u>95,438</u>
		620,142	399,905
CREDITORS: Amounts falling due within one year	6	<u>476,386</u>	<u>302,411</u>
NET CURRENT ASSETS:		<u>143,756</u>	<u>97,494</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:		<u>US\$143,756</u>	<u>US\$97,494</u>
CAPITAL AND RESERVES:			
Called up share capital	7	1,646	1,646
Profit and loss account		<u>142,110</u>	<u>95,848</u>
SHAREHOLDERS' FUNDS:		<u>US\$143,756</u>	<u>US\$97,494</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 1999.

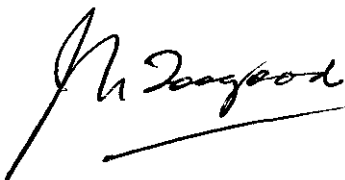
No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

ON BEHALF OF THE BOARD:



J R Toogood - DIRECTOR

Approved by the Board on 20 January, 2001

The notes form part of these financial statements

RANIPHARMA LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 December 1999

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Foreign currencies

Transactions in foreign currencies have been converted to US \$ at the rate ruling on the date of the transaction. Foreign currency assets and liabilities at the balance sheet date have been converted to US \$ at the rate ruling on that date. Transactions in the accounting period have arisen in US \$ with the exception of the Share Capital which has been converted at the rate of exchange of 1.646 US \$ to the £1. The Share Capital is therefore a sterling debt of the company.

Transactions in the prior year, which were converted to Sterling, have now been restated in US Dollars, being the operating currency of the company.

2. TURNOVER

Under an agreement dated 16 December 1997 Ranipharma Limited was entitled to receive a profit share at the rate of 5% on all transactions administered by them on behalf of GLP Generics Licencing Programme Limited after deduction of all expenses for the period under review. The total value of transactions managed in the year ended 31st December 1999 amounted to US\$ 1,450,450 from which has been deducted net expenses of US\$ 290,336 resulting in an amount attributable of US\$ 1,160,114. Under the said agreement Ranipharma Limited is entitled to 5% being the net profit of US\$ 58,006. Turnover is therefore net profit plus expenses being US\$ 81,763.

3. OPERATING PROFIT

The operating profit is stated after charging:

	31.12.99	Restated
	US \$	31.12.98
		US \$
Director's emoluments and other benefits etc	<u>-</u>	<u>-</u>

4. TAXATION

The tax charge on the profit on ordinary activities for the year was as follows:

	31.12.99	Restated
	US \$	31.12.98
		US \$
UK corporation tax	<u>11,744</u>	<u>15,742</u>

UK corporation tax has been charged at 20.25% (1998 - 21%).

**5. DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.12.99	Restated
	US \$	31.12.98
		US \$
Trade debtors	<u>429,753</u>	<u>304,467</u>

RANIPHARMA LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 December 1999

**6. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.12.99	Restated 31.12.98
	US\$	US\$
Trade creditors	63,227	83,024
Other creditors	385,673	203,645
Social security & other taxes	<u>27,486</u>	<u>15,742</u>
	<u>476,386</u>	<u>302,411</u>

7. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.99	Restated 31.12.98
			US\$	US\$
1,000	Ordinary	US\$1.64	<u>1,646</u>	<u>1,646</u>

8. ULTIMATE CONTROLLING PARTY

The ultimate controlling party of the company is not known.