

PHARMACY CARE LIMITED
ABBREVIATED FINANCIAL STATEMENTS

30TH APRIL 2000

Registered number: SC185128

McKERRELL BROWN & GRAY
CHARTERED ACCOUNTANTS



SCT SHNVEYJM 0088
COMPANIES HOUSE 28/02/01

PHARMACY CARE LIMITED

ABBREVIATED FINANCIAL STATEMENTS

for the year ended 30th April 2000

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PHARMACY CARE LIMITED

AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS

Auditors' report to
Pharmacy Care Limited
under section 247B of the Companies Act 1985

We have examined the abbreviated financial statements set out on pages 3 to 5 together with the financial statements of the company for the year ended 30th April 2000 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 did not include examining or dealing with events after the date of our report on the 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 are properly prepared in accordance with those provisions.

Other information

On 28th February 2001 we reported as auditors to the members of the company on the financial statements prepared under section 226 of the Companies Act 1985 and our report was as follows:

'We have audited the financial statements on pages 4 to 10 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 7.

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.

continued

PHARMACY CARE LIMITED

AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS
(continued)

Auditors' report to
Pharmacy Care Limited
under section 247B of the Companies Act 1985

Basis of opinion

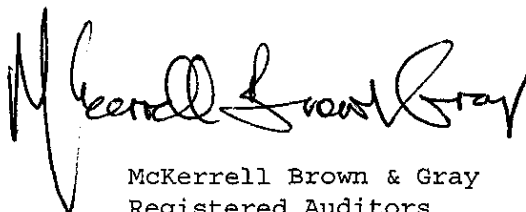
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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 error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Qualified opinion arising from disagreement about accounting treatment

Note 1 to the accounts discloses the effect of the absence of an amortisation provision in accounting for purchased goodwill.

Except for the absence of this provision, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30th April 2000 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.'



McKerrell Brown & Gray
Registered Auditors
Chartered Accountants

28 February 2001

PHARMACY CARE LIMITED

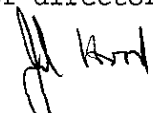
ABBREVIATED BALANCE SHEET

at 30th April 2000

| | Note | 2000 £ | 1999 £ |
|--|------|------------------|------------------|
| Fixed assets | | | |
| Intangible assets | 2 | 893,894 | 935,360 |
| Tangible assets | 2 | 101,442 | 129,710 |
| | | <u>995,336</u> | <u>1,065,070</u> |
| Current assets | | | |
| Stocks | | 138,761 | 192,201 |
| Debtors | 3 | 165,859 | 150,752 |
| Cash at bank and in hand | | 159,210 | 1,372 |
| | | <u>463,830</u> | <u>344,325</u> |
| Creditors: amounts falling due within one year | | <u>(606,442)</u> | <u>(404,135)</u> |
| Net current liabilities | | <u>(142,612)</u> | <u>(59,810)</u> |
| Total assets less current liabilities | | <u>852,724</u> | <u>1,005,260</u> |
| Creditors: amounts falling due after more than one year | 4 | <u>(789,827)</u> | <u>(959,573)</u> |
| | | <u>62,897</u> | <u>45,687</u> |
| Capital and reserves | | | |
| Called up share capital | 5 | 10,000 | 10,000 |
| Profit and loss account | | 52,897 | 35,687 |
| Total shareholders' funds | | <u>62,897</u> | <u>45,687</u> |

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 3 to 5 were approved by the board of directors on 23 February 2001 and signed on its behalf by:


John Hood
Chairman

PHARMACY CARE LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30th April 2000

1 Accounting policies**Basis of accounting**

The financial statements have been prepared under the historical cost convention.

The financial statements have also been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

The company has taken advantage of the exemption from preparing a cash flow statement on the grounds that it qualifies as a small company under the Companies Act 1985.

Going concern

In considering going concern the directors have considered a period of under 12 months from the date of approval of these financial statements.

Turnover

Turnover represents the amount derived from the provision of goods and services after deduction of trade discounts and value added tax.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

| | |
|-----------------------------|----------------------|
| Buildings | 50 years |
| Other tangible fixed assets | 25% reducing balance |
| Goodwill and land | Nil |

Intangible fixed assets

Goodwill represents the difference between the fair value of the consideration paid on acquisition of a business and the fair value of its separable net assets at the date of acquisition. The cost of the purchased goodwill is £893,894 and has been capitalised as an intangible asset on the Balance Sheet. Goodwill is not amortised as the directors are of the opinion that the goodwill has an indefinite economic life. The carrying value of goodwill will be reviewed annually and adjusted to the recoverable amount if impairment has taken place.

The accounts depart from the requirement of the 1985 Companies Act to amortise goodwill over a finite period in order to fulfill the overriding purpose of giving a true and fair view. Should this policy not have been used the goodwill would have been amortised over 20 years at £44,695 per annum and the written down value at 30th April 2000 would be £804,504.

PHARMACY CARE LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30th April 2000

2 Fixed assets

| Cost | Intangible fixed assets £ | Tangible fixed assets £ | Total £ |
|------------------------|---------------------------------|-------------------------------|------------|
| 1st May 1999 | 935,360 | 147,153 | 1,082,513 |
| Additions | 350 | 30,758 | 31,108 |
| Disposals | (41,816) | (41,514) | (83,330) |
| 30th April 2000 | 893,894 | 136,397 | 1,030,291 |
| Depreciation | | | |
| 1st May 1999 | - | 17,443 | 17,443 |
| Charge for the year | - | 18,816 | 18,816 |
| Disposals | - | (1,304) | (1,304) |
| 30th April 2000 | - | 34,955 | 34,955 |
| Net book amount | | | |
| 30th April 2000 | 893,894 | 101,442 | 995,336 |
| 1st May 1999 | 935,360 | 129,710 | 1,065,070 |

3 Creditors:

| | |
|------|------|
| 2000 | 1999 |
| £ | £ |

Creditors include the following amounts:

Amounts falling due
after more than five years:

| | | |
|------------|---------|---------|
| Bank loans | 409,530 | 458,431 |
|------------|---------|---------|

PHARMACY CARE LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

30th April 2000

4 Called up share capital

| | 2000 | | 1999 | |
|--------------------------------------|---------------------|-------------------|---------------------|-------------------|
| | Number of shares | £ | Number of shares | £ |
| Authorised | | | | |
| Ordinary share capital | 10,000 | 10,000 | 10,000 | 10,000 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Allotted called up and fully paid | | | | |
| Ordinary share capital | 10,000 | 10,000 | 10,000 | 10,000 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |

5 Directors' interests and loans

At the 30th April 2000 the company was due the Directors £36,247 (1999 £10,845). This includes a proposed dividend of £30,000. The director's loan is interest free, unsecured and has no set repayment terms.