

**THE SOCIETY OF HOMOEOPATHS LIMITED**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 31ST DECEMBER 1998**



**THE SOCIETY OF HOMOEOPATHS LIMITED**

**FINANCIAL STATEMENTS**

**YEAR ENDED 31ST DECEMBER 1998**

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# THE SOCIETY OF HOMOEOPATHS LIMITED

## THE DIRECTORS' REPORT

YEAR ENDED 31ST DECEMBER 1998

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The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31st December 1998.

### PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activities of the Society continue to be:

- a. to develop and maintain high standards for the practice of homoeopathy.
- b. to develop and maintain for public use a Register of Homoeopaths who practice to the standards required by the Society and abide by the Society's Code of Ethics and Rules of Practice.
- c. to protect the public's freedom to have homoeopathic treatment now and in the future.
- d. to promote public awareness of homoeopathy and to encourage its responsible use in the home.
- e. to promote and encourage the establishment of education and training in homoeopathy.

The directors are satisfied with the result for the year and consider the position at the balance sheet date to be satisfactory.

### RESULTS

The trading results for the year, and the company's financial position at the end of the year are shown in the attached financial statements.

### DIRECTORS

The directors who served the company during the period were as follows:

Felicity Lee	
Grazyna Baran	
Lesley Carlisle	
Christopher Gethin	
Stephen Gordon	
Richard Kenchington	(Retired 8.10.98)
Madeleine Van Zwanenberg	
Susan Crump	(Appointed 21 Mar 98)
Susan Asquith	(Appointed 21 Mar 98)
Zofia Dymitr	(Retired 21 Mar 98)
Julian Carlyon	(Retired 21 Mar 98)

### DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the end of the year and of the surplus or deficiency for the year then ended.

**THE SOCIETY OF HOMOEOPATHS LIMITED**

**THE DIRECTORS' REPORT *(continued)***

**YEAR ENDED 31ST DECEMBER 1998**

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**DIRECTORS' RESPONSIBILITIES *(continued)***

In preparing those financial statements, the directors are required to:

select suitable accounting policies, as described on page 6, and then apply them consistently;

make judgements and estimates that are reasonable and prudent;

state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**AUDITORS**

A resolution to re-appoint Dove Naish as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

Registered office:  
2 Artizan Road  
Northampton  
NN1 4HU

Signed by order of the directors



Lesley Carlisle  
Company Secretary

Approved by the directors on 10.2.99  
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**THE SOCIETY OF HOMOEOPATHS LIMITED****AUDITORS' REPORT TO THE MEMBERS****YEAR ENDED 31ST DECEMBER 1998**

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We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

**RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS**

As described on pages 1 to 2, the company's directors are responsible for the preparation of the 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.

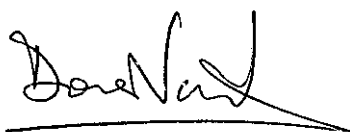
**BASIS OF OPINION**

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 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 company's state of affairs as at 31st December 1998 and of its deficit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

**DOVE NAISH**

Chartered Accountants and Registered Auditors

Eagle House  
28 Billing Road  
Northampton  
NN1 5AJ

**Date: 23 February 1999**

**THE SOCIETY OF HOMOEOPATHS LIMITED**  
**INCOME AND EXPENDITURE ACCOUNT**  
**YEAR ENDED 31ST DECEMBER 1998**

		1998	1997
	Note	£	£
<b>TURNOVER</b>	<b>2</b>	455,630	390,814
Administrative expenses		454,385	392,046
<b>OPERATING SURPLUS/(DEFICIENCY)</b>	<b>3</b>	1,245	(1,232)
Tax on surplus/(deficit) on ordinary activities		1,401	1,340
<b>DEFICIENCY FOR THE FINANCIAL YEAR</b>		(156)	(2,572)
Balance brought forward		66,636	69,208
Balance carried forward		66,480	66,636

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

## THE SOCIETY OF HOMOEOPATHS LIMITED

## BALANCE SHEET

31ST DECEMBER 1998

		1998	1997
	Note	£	£
<b>FIXED ASSETS</b>			
Tangible assets	6	13,217	8,790
Investments	7	10	10
		<u>13,227</u>	<u>8,800</u>
<b>CURRENT ASSETS</b>			
Debtors	8	51,966	32,002
Cash at bank and in hand		63,267	83,443
		<u>115,233</u>	<u>115,445</u>
<b>CREDITORS: Amounts falling due within one year</b>	9	<u>(61,980)</u>	<u>(57,609)</u>
<b>NET CURRENT ASSETS</b>		<u>53,253</u>	<u>57,836</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>66,480</u>	<u>66,636</u>
<b>RESERVES</b>	11		
Income and expenditure account		66,480	66,636
<b>MEMBERS' FUNDS</b>		<u>66,480</u>	<u>66,636</u>

These financial statements were approved by the directors on the 10/2/99 and are signed on their behalf by:

  
 Director

**THE SOCIETY OF HOMOEOPATHS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31ST DECEMBER 1998**

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**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with applicable accounting standards.

**Consolidation**

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

**Turnover**

The turnover shown in the income and expenditure account represents amounts invoiced during the year.

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Computer equipment	33.33% on cost
Office equipment	25% on cost
Fixtures, fittings and furniture	15% on net book value

**Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against income as incurred.

**Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the income and expenditure account.

**2. TURNOVER**

The turnover and profit before tax are attributable to the one principal activity of the company.



**THE SOCIETY OF HOMOEOPATHS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31ST DECEMBER 1998**

**3. OPERATING SURPLUS/DEFICIT**

Operating surplus/deficit is stated after charging/(crediting):

	<b>1998</b>	<b>1997</b>
	<b>£</b>	<b>£</b>
Staff pension contributions	2,100	2,100
Depreciation	8,322	29,038
(Profit)/Loss on disposal of fixed assets	(200)	1,659
Auditors' remuneration		
- as auditors	1,645	2,000
Exceptional items-subsidary loan written off	<u>5,733</u>	<u>-</u>

**4. PARTICULARS OF EMPLOYEES**

The average number of staff employed by the company during the financial year amounted to:

	<b>1998</b>	<b>1997</b>
	<b>No.</b>	<b>No.</b>
Number of administrative staff	10	8
Number of management staff	<u>9</u>	<u>9</u>
	<u>19</u>	<u>17</u>

The aggregate payroll costs of the above were:

	<b>1998</b>	<b>1997</b>
	<b>£</b>	<b>£</b>
Wages and salaries	96,434	90,138
Social security costs	6,915	3,996
Other pension costs	<u>2,100</u>	<u>2,100</u>
	<u>105,449</u>	<u>96,234</u>

**5. DIRECTORS' EMOLUMENTS**

The directors' aggregate emoluments in respect of qualifying services were:

	<b>1998</b>	<b>1997</b>
	<b>£</b>	<b>£</b>
Directors' honoraria	<u>15,501</u>	<u>16,000</u>

THE SOCIETY OF HOMOEOPATHS LIMITED  
 NOTES TO THE FINANCIAL STATEMENTS  
 YEAR ENDED 31ST DECEMBER 1998

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6. TANGIBLE FIXED ASSETS

	Fixtures & Fittings
	£
<b>COST</b>	
At 1st January 1998	67,986
Additions	12,749
Disposals	(3,690)
At 31st December 1998	<u>77,045</u>
<b>DEPRECIATION</b>	
At 1st January 1998	59,196
Charge for the year	8,322
On disposals	(3,690)
At 31st December 1998	<u>63,828</u>
<b>NET BOOK VALUE</b>	
At 31st December 1998	<u>13,217</u>
At 31st December 1997	<u>8,790</u>

7. INVESTMENTS

	Shares in Group Undertakings
	£
<b>COST</b>	
At 1st January 1998 and 31st December 1998	<u>10</u>
<b>NET BOOK VALUE</b>	
At 31st December 1998	<u>10</u>
At 31st December 1997	<u>10</u>

## THE SOCIETY OF HOMOEOPATHS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 1998

7. INVESTMENTS *(continued)*

The company owns 100% of the issued share capital of the companies listed below:

Name of Company	The Society of Homoeopaths Trading Company Limited	Homoeopathic Education Training and Research Agency Limited
Nature of Business	Sale of publications and publicity material	Provision of education, training and research facilities
Aggregate capital and reserves as at 31st December 1998	(12,330)	10,146
Profit / (loss) for the year ended 31st December 1998	(1,069)	6,125

Under the provision of section 248 of the Companies Act 1985 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity.

## 8. DEBTORS

	1998	1997
	£	£
Trade debtors	3,519	3,147
Amounts owed by group undertakings	46,671	26,954
Prepayments and accrued income	1,776	1,901
	<u>51,966</u>	<u>32,002</u>

## 9. CREDITORS: Amounts falling due within one year

	1998	1997
	£	£
Trade creditors	9,856	19,092
Amounts owed to group undertakings	-	7,895
Corporation tax	1,401	2,364
PAYE and social security	2,754	1,485
Other creditors	848	-
Member subscriptions prepaid	44,073	23,624
Accruals and deferred income	3,048	3,149
	<u>61,980</u>	<u>57,609</u>

**THE SOCIETY OF HOMOEOPATHS LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 31ST DECEMBER 1998**

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**10. RELATED PARTY TRANSACTIONS**

The company was under the control of its Board of Directors, who are listed in the Directors' Report throughout the current and previous year.

During the year, the company undertook the following transactions with its subsidiary undertakings:

	<b>Trading Company</b>	<b>HETRA</b>
Sale of facilities	3,315	10,200
Leaflet subsidy paid	(7,346)	-
Write off loan	(5,733)	-
Balance owed to /(from) subsidiary at 31st December 1998	40,964	5,717

**11. COMPANY LIMITED BY GUARANTEE**

The company is limited by guarantee and therefore does not have a share capital.