

THE SOCIETY OF HOMŒOPATHS LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 1999



THE SOCIETY OF HOMŒOPATHS LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 1999

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THE SOCIETY OF HOMŒOPATHS LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31ST DECEMBER 1999

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31st December 1999.

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 homœopathy
- b. to develop and maintain for public use a Register of Homœopaths 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 homœopathic treatment now and in the future
- d. to promote public awareness of homœopathy and to encourage its responsible use in the home
- e. to promote and encourage the establishment of education and training in homœopathy

The Society has had a difficult and challenging year, with less income than originally forecast and much increased expenditure - a combination of unforeseen burdens and unexpected opportunities which the board decided it would be sensible to seize as an investment for the future.

The Board has agreed a surplus budget for 2000 and is confident that this will be achieved.

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:

Christopher Gethin	
Stephen Gordon	
Susan Crump	
Susan Asquith	
Zofia Dymitr	(Appointed 27 Mar 99)
Helen Campbell	(Appointed 27 Mar 99)
Patricia Haggie	(Appointed 27 Mar 99)
Andy Kirk	(Appointed 20 May 99)
Vivienne Thompson	(Appointed 27 Mar 99)
Felicity Lee	(Retired 30 Apr 99)
Grazyna Baran	(Retired 18 Mar 99)
Lesley Carlisle	(Retired 27 Mar 99)
Madeleine Van Zwanenberg	(Retired 27 Mar 99)

THE SOCIETY OF HOMŒOPATHS LIMITED**THE DIRECTORS' REPORT (*continued*)****YEAR ENDED 31ST DECEMBER 1999**

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.

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:
4a Artizan Road
Northampton
NN1 4HU

Signed by order of the directors

Helen M. Campbell

Helen Campbell
Company Secretary

Approved by the directors on *21st Feb 2000*

THE SOCIETY OF HOMŒOPATHS LIMITED

AUDITORS' REPORT TO THE MEMBERS

YEAR ENDED 31ST DECEMBER 1999

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.

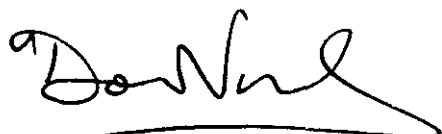
BASIS OF OPINION

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 1999 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

24 February 2000

THE SOCIETY OF HOMŒOPATHS LIMITED

INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31ST DECEMBER 1999

	Note	1999 £	1998 £
TURNOVER	2	504,185	455,630
Administrative expenses		547,429	454,385
OPERATING (DEFICIENCY)/SURPLUS	3	(43,244)	1,245
Tax on (deficit)/surplus on ordinary activities		-	1,401
DEFICIENCY FOR THE FINANCIAL YEAR		(43,244)	(156)
Balance brought forward		66,480	66,636
Balance carried forward		23,236	66,480

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 notes on pages 6 to 10 form part of these financial statements.

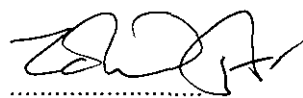
THE SOCIETY OF HOMŒOPATHS LIMITED

BALANCE SHEET

31ST DECEMBER 1999

		1999		1998	
	Note	£	£	£	£
FIXED ASSETS					
Tangible assets	6		10,963		13,217
Investments	7		10		10
			<u>10,973</u>		<u>13,227</u>
CURRENT ASSETS					
Debtors	8	61,585		51,966	
Cash at bank and in hand		30,775		63,267	
		<u>72,300</u>		<u>115,233</u>	
CREDITORS: Amounts falling due within one year	9	<u>(80,097)</u>		<u>(61,980)</u>	
NET CURRENT ASSETS			<u>12,263</u>		<u>53,253</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>23,236</u>		<u>66,480</u>
RESERVES	12				
Income and expenditure account			<u>23,236</u>		<u>66,480</u>
MEMBERS' FUNDS			<u>23,236</u>		<u>66,480</u>

These financial statements were approved by the directors on the 26th February 2000 and are signed on their behalf by:



ZOFIA DYMITR

The notes on pages 6 to 10 form part of these financial statements.

THE SOCIETY OF HOMŒOPATHS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 1999

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 loss before tax are attributable to the one principal activity of the company.

An analysis of turnover is given below:

	1999 £	1998 £
United Kingdom	504,185	455,630

THE SOCIETY OF HOMŒOPATHS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 1999

3. OPERATING DEFICIT/SURPLUS

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

	1999	1998
	£	£
Staff pension contributions	1,225	2,100
Depreciation	8,181	8,322
Profit on disposal of fixed assets	-	(200)
Auditors' remuneration		
- as auditors	1,400	1,400
Exceptional items-subsidary loan written off	-	5,733
	<u> </u>	<u> </u>

4. PARTICULARS OF EMPLOYEES

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

	1999	1998
	No.	No.
Number of administrative staff	10	10
Number of management staff	11	9
	<u> </u>	<u> </u>
	21	19
	<u> </u>	<u> </u>

The aggregate payroll costs of the above were:

	1999	1998
	£	£
Wages and salaries	127,531	96,434
Social security costs	9,787	6,915
Other pension costs	1,225	2,100
	<u> </u>	<u> </u>
	138,543	105,449
	<u> </u>	<u> </u>

5. DIRECTORS' EMOLUMENTS

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

	1999	1998
	£	£
Emoluments receivable	17,322	15,501
	<u> </u>	<u> </u>

THE SOCIETY OF HOMŒOPATHS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 1999

6. TANGIBLE FIXED ASSETS

	Fixtures & Fittings £
COST	
At 1st January 1999	77,045
Additions	5,927
At 31st December 1999	<u>82,972</u>
DEPRECIATION	
At 1st January 1999	63,828
Charge for the year	8,181
At 31st December 1999	<u>72,009</u>
NET BOOK VALUE	
At 31st December 1999	<u>10,963</u>
At 31st December 1998	<u>13,217</u>

7. INVESTMENTS

	Shares in Group Undertakings £
COST	
At 1st January 1999 and 31st December 1999	<u>10</u>
NET BOOK VALUE	
At 31st December 1999	<u>10</u>
At 31st December 1998	<u>10</u>

THE SOCIETY OF HOMŒOPATHS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 1999

7. INVESTMENTS (continued)

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

Name of Company	The Society of Homœopaths Trading Company Limited	Homœopathic 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

	1999 £	1998 £
Trade debtors	3,887	3,519
Amounts owed by group undertakings	56,658	46,671
Prepayments and accrued income	1,040	1,776
	<u>61,585</u>	<u>51,966</u>

9. CREDITORS: Amounts falling due within one year

	1999 £	1998 £
Trade creditors	13,479	9,856
Amounts owed to group undertakings	3,223	-
Corporation tax	-	1,401
PAYE and social security	5,216	2,754
Other creditors	12,143	848
Member subscriptions prepaid	43,309	44,073
Accruals and deferred income	2,727	3,048
	<u>80,097</u>	<u>61,980</u>

THE SOCIETY OF HOMŒOPATHS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 1999

10. COMMITMENTS UNDER OPERATING LEASES

At 31st December 1999 the company had annual commitments under non-cancellable operating leases as set out below.

	Land & Buildings	
	£	£
Operating leases which expire:		
Within 2 to 5 years	7,850	-

11. 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:

	Trading Company	HETRA
Sale of facilities	1,624	14,000
Leaflet subsidy paid	(2,650)	-
Write off loan	nil	-
Balance owed to /(from) subsidiary at 31st December 1999	45,757	7,688

12. COMPANY LIMITED BY GUARANTEE

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