

REGISTERED NUMBER: 04893226

CROFT MEDICAL CENTRE LIMITED
ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 30 NOVEMBER 2011

Lancaster Haskins LLP Statutory Auditor
Granville House
2 Tettenhall Road
Wolverhampton
West Midlands
WV1 4SB

FRIDAY



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COMPANIES HOUSE

CROFT MEDICAL CENTRE LIMITED

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for the Year Ended 30 November 2011

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CROFT MEDICAL CENTRE LIMITED

COMPANY INFORMATION
for the Year Ended 30 November 2011

DIRECTOR: M Aggarwal

SECRETARY:

REGISTERED OFFICE: 61 Wolverhampton Street
Willenhall
Wolverhampton
West Midlands
WV13 2NF

REGISTERED NUMBER: 04893226

AUDITORS Lancaster Haskins LLP Statutory Auditor
Granville House
2 Tettenhall Road
Wolverhampton
West Midlands
WV1 4SB

CROFT MEDICAL CENTRE LIMITED

REPORT OF THE DIRECTOR for the Year Ended 30 November 2011

The director presents his report with the accounts of the company for the year ended 30 November 2011

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of a dispensing chemist

REVIEW OF BUSINESS

The business, in common with all pharmacies, is reliant on NHS funding and the performance of the local and national economy

The directors consider the key performance indicators of the company to be, turnover, operating profit and gross profit margin

The turnover for the period has fallen by 5% or £415,000 compared to last year, mainly due to a reduction in its wholesale operations

The operating profit has decreased this period by £42,000 from £228,000 last year to £186,000

The gross profit margin has increased this period to 8.8% (last year 8.2%) This is due to a change in the sales mix of the company, namely the reduction in wholesale turnover which generates lower margins

Overall, the directors are pleased with the results for the period

DIVIDENDS

No dividends will be distributed for the year ended 30 November 2011

DIRECTORS

The directors during the year under review were

M Aggarwal

V Aggarwal

- resigned 31.1.11

The director holding office at 30 November 2011 did not hold any beneficial interest in the issued share capital of the company at 1 December 2010 or 30 November 2011

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Report of the Director and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the director is required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The director is responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable him to ensure that the financial statements comply with the Companies Act 2006. He is 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

CROFT MEDICAL CENTRE LIMITED

REPORT OF THE DIRECTOR
for the Year Ended 30 November 2011

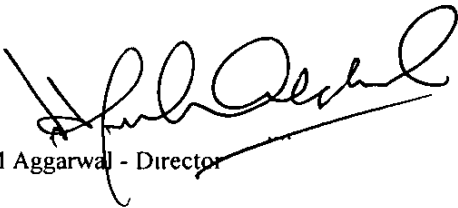
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

AUDITORS

The auditors, Lancaster Haskins LLP Statutory Auditor, will be proposed for re-appointment at the forthcoming Annual General Meeting

ON BEHALF OF THE BOARD

A handwritten signature in black ink, appearing to read 'M Aggarwal', is written over a horizontal line.

M Aggarwal - Director

Date 21/08/2012

**REPORT OF THE INDEPENDENT AUDITORS TO
CROFT MEDICAL CENTRE LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages five to fourteen, together with the full financial statements of Croft Medical Centre Limited for the year ended 30 November 2011 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

The director is responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.



Mr E G M Thompson A C A (Senior Statutory Auditor)
for and on behalf of Lancaster Haskins LLP Statutory Auditor
Granville House
2 Tettenhall Road
Wolverhampton
West Midlands
WV1 4SB

Date 22nd August 2012

CROFT MEDICAL CENTRE LIMITED**ABBREVIATED PROFIT AND LOSS ACCOUNT**
for the Year Ended 30 November 2011

	Notes	30 11 11 £	30 11 10 £
TURNOVER		7,327,731	7,742,203
Cost of sales and other operating income		(6,685,564)	(7,104,098)
		<u>642,167</u>	<u>638,105</u>
Administrative expenses		<u>456,079</u>	<u>409,751</u>
OPERATING PROFIT	3	<u>186,088</u>	<u>228,354</u>
Interest receivable and similar income		<u>27</u>	<u>50</u>
		<u>186,115</u>	<u>228,404</u>
Interest payable and similar charges	4	<u>39,082</u>	<u>10,444</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>147,033</u>	<u>217,960</u>
Tax on profit on ordinary activities	5	<u>37,828</u>	<u>61,249</u>
PROFIT FOR THE FINANCIAL YEAR		<u>109,205</u>	<u>156,711</u>
Retained profit brought forward		<u>613,940</u>	<u>457,229</u>
		<u>723,145</u>	<u>613,940</u>
RETAINED PROFIT CARRIED FORWARD		<u><u>723,145</u></u>	<u><u>613,940</u></u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year

The notes form part of these abbreviated accounts

CROFT MEDICAL CENTRE LIMITED

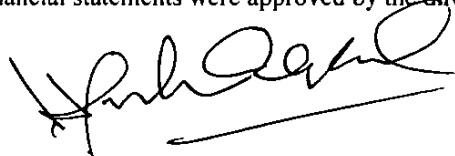
ABBREVIATED BALANCE SHEET

30 November 2011

	Notes	30 11 11 £	£	30 11 10 £	£
FIXED ASSETS					
Intangible assets	6		24,000		26,000
Tangible assets	7		15,000		16,250
			<u>39,000</u>		<u>42,250</u>
CURRENT ASSETS					
Stocks	8	96,796		75,996	
Debtors	9	3,203,036		3,447,803	
Cash at bank and in hand		312		386	
		<u>3,300,144</u>		<u>3,524,185</u>	
CREDITORS					
Amounts falling due within one year	10	1,445,999		1,642,495	
NET CURRENT ASSETS			<u>1,854,145</u>		<u>1,881,690</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,893,145</u>		<u>1,923,940</u>
CREDITORS					
Amounts falling due after more than one year	11		1,085,000		1,225,000
NET ASSETS			<u>808,145</u>		<u>698,940</u>
CAPITAL AND RESERVES					
Called up share capital	14		100		100
Share premium	15		84,900		84,900
Profit and loss account			723,145		613,940
SHAREHOLDERS' FUNDS	19		<u>808,145</u>		<u>698,940</u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies

The financial statements were approved by the director on 21/08/2012 and were signed by



M Aggarwal - Director

The notes form part of these abbreviated accounts

CROFT MEDICAL CENTRE LIMITED**CASH FLOW STATEMENT
for the Year Ended 30 November 2011**

	Notes	30 11 11 £	£	30 11 10 £	£
Net cash outflow from operating activities	1		(97,853)		(1,521,000)
Returns on investments and servicing of finance	2		(39,055)		(10,394)
Taxation			(61,249)		(30,709)
			(198,157)		(1,562,103)
Financing	2		(140,000)		1,365,000
Decrease in cash in the period			(338,157)		(197,103)
<hr/>					
Reconciliation of net cash flow to movement in net debt	3				
Decrease in cash in the period		(338,157)		(197,103)	
Cash outflow/(inflow) from decrease/(increase) in debt		140,000		(1,365,000)	
Change in net debt resulting from cash flows			(198,157)		(1,562,103)
Movement in net debt in the period			(198,157)		(1,562,103)
Net (debt)/funds at 1 December			(1,366,148)		195,955
Net debt at 30 November			(1,564,305)		(1,366,148)

The notes form part of these abbreviated accounts

CROFT MEDICAL CENTRE LIMITED

NOTES TO THE CASH FLOW STATEMENT
for the Year Ended 30 November 2011

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH OUTFLOW FROM OPERATING ACTIVITIES

	30 11 11	30 11 10
	£	£
Operating profit	186,088	228,354
Depreciation charges	3,250	5,250
Increase in stocks	(20,800)	(25,996)
Decrease/(increase) in debtors	244,767	(2,545,619)
(Decrease)/increase in creditors	(511,158)	817,011
Net cash outflow from operating activities	(97,853)	(1,521,000)

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	30 11 11	30 11 10
	£	£
Returns on investments and servicing of finance		
Interest received	27	50
Interest paid	(39,082)	(10,444)
Net cash outflow for returns on investments and servicing of finance	(39,055)	(10,394)
Financing		
New loans in year	-	1,400,000
Loan repayments in year	(140,000)	(35,000)
Net cash (outflow)/inflow from financing	(140,000)	1,365,000

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1 12 10 £	Cash flow £	At 30 11 11 £
Net cash			
Cash at bank and in hand	386	(74)	312
Bank overdraft	(1,534)	(338,083)	(339,617)
	<u>(1,148)</u>	<u>(338,157)</u>	<u>(339,305)</u>
Debt			
Debts falling due within one year	(140,000)	-	(140,000)
Debts falling due after one year	<u>(1,225,000)</u>	<u>140,000</u>	<u>(1,085,000)</u>
	<u>(1,365,000)</u>	<u>140,000</u>	<u>(1,225,000)</u>
Total	<u>(1,366,148)</u>	<u>(198,157)</u>	<u>(1,564,305)</u>

The notes form part of these abbreviated accounts

CROFT MEDICAL CENTRE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS for the Year Ended 30 November 2011

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax

Goodwill

Acquired goodwill is written off in equal annual instalments over its useful economic life of 20 years

Tangible fixed assets

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

Short leasehold	- 20% on cost
Fixtures and fittings	- 15% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

2 STAFF COSTS

	30 11 11	30 11 10
	£	£
Wages and salaries	233,212	172,017
Social security costs	13,661	14,082
	<u>246,873</u>	<u>186,099</u>

The average monthly number of employees during the year was as follows

	30 11 11	30 11 10
Other Staff	<u>11</u>	<u>11</u>

3 OPERATING PROFIT

The operating profit is stated after charging

	30 11 11	30 11 10
	£	£
Depreciation - owned assets	1,250	3,250
Goodwill amortisation	2,000	2,000
Auditors' remuneration	<u>5,000</u>	<u>6,000</u>
Directors' remuneration	<u>-</u>	<u>-</u>

CROFT MEDICAL CENTRE LIMITED**NOTES TO THE ABBREVIATED ACCOUNTS - continued**
for the Year Ended 30 November 2011**4 INTEREST PAYABLE AND SIMILAR CHARGES**

	30 11 11	30 11 10
	£	£
Bank interest	72	137
Loan Interest	39,010	10,307
	<u>39,082</u>	<u>10,444</u>

5 TAXATION**Analysis of the tax charge**

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

	30 11 11	30 11 10
	£	£
Current tax		
UK corporation tax	37,828	61,249
Tax on profit on ordinary activities	<u>37,828</u>	<u>61,249</u>

Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below

	30 11 11	30 11 10
	£	£
Profit on ordinary activities before tax	<u>147,033</u>	<u>217,960</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 26% (2010 - 28%)	38,229	61,029
Effects of		
Expenses not deductible for tax purposes	1,157	1,221
Capital allowances in excess of depreciation	(229)	-
Depreciation in excess of capital allowances	-	337
Marginal Relief	(2,363)	(1,338)
Change in rate of tax	1,034	-
Current tax charge	<u>37,828</u>	<u>61,249</u>

CROFT MEDICAL CENTRE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the Year Ended 30 November 2011

6 INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 December 2010 and 30 November 2011	40,000
AMORTISATION	
At 1 December 2010	14,000
Amortisation for year	2,000
At 30 November 2011	16,000
NET BOOK VALUE	
At 30 November 2011	24,000
At 30 November 2010	26,000

7 TANGIBLE FIXED ASSETS

	Short leasehold £	Fixtures and fittings £	Totals £
COST			
At 1 December 2010 and 30 November 2011	25,000	20,000	45,000
DEPRECIATION			
At 1 December 2010	8,750	20,000	28,750
Charge for year	1,250	-	1,250
At 30 November 2011	10,000	20,000	30,000
NET BOOK VALUE			
At 30 November 2011	15,000	-	15,000
At 30 November 2010	16,250	-	16,250

8 STOCKS

	30 11 11 £	30 11 10 £
Finished goods	96,796	75,996

CROFT MEDICAL CENTRE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
for the Year Ended 30 November 2011

9 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30 11 11	30 11 10
	£	£
Trade debtors	407,908	420,158
Amounts owed by group undertakings	768,585	756,369
Other debtors	205	-
Amounts due from related parties	1,992,236	2,268,307
VAT	29,648	-
Prepayments and accrued income	4,454	2,969
	<u>3,203,036</u>	<u>3,447,803</u>

10 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30 11 11	30 11 10
	£	£
Bank loans and overdrafts (see note 12)	479,617	141,534
Trade creditors	920,162	1,379,898
Tax	37,828	61,249
Social security and other taxes	3,251	54,815
Accrued expenses	5,141	4,999
	<u>1,445,999</u>	<u>1,642,495</u>

11 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	30 11 11	30 11 10
	£	£
Bank loans (see note 12)	<u>1,085,000</u>	<u>1,225,000</u>

12 LOANS

An analysis of the maturity of loans is given below

	30 11 11	30 11 10
	£	£
Amounts falling due within one year or on demand		
Bank overdrafts	339,617	1,534
Bank loans	140,000	140,000
	<u>479,617</u>	<u>141,534</u>
Amounts falling due between one and two years		
Bank loans - 1-2 years	<u>140,000</u>	<u>140,000</u>
Amounts falling due between two and five years		
Bank loans - 2-5 years	<u>420,000</u>	<u>420,000</u>

Amounts falling due in more than five years

CROFT MEDICAL CENTRE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued for the Year Ended 30 November 2011

12 LOANS - continued

	30 11 11 £	30 11 10 £
Amounts falling due in more than five years		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>525,000</u>	<u>665,000</u>

13 SECURED DEBTS

The following secured debts are included within creditors

	30 11 11 £	30 11 10 £
Bank overdrafts	339,617	1,534
Bank loans	<u>1,225,000</u>	<u>1,365,000</u>
	<u>1,564,617</u>	<u>1,366,534</u>

Securities in place,

The bank overdraft is secured by an intercompany guarantee in favour of the bank for all debts owed to the bank by the Company and by Mukesh Aggarwal Limited

The bank loans are secured by the Company or any member of the mortgagee's group which have given a debenture in favour of Santander UK over the property, assets and undertakings of the company or members of the group as security for the payment or discharge of, inter alia, all liabilities from time to time of the Company to the bank

14 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid			30 11 11	30 11 10
Number	Class	Nominal value	£	£
100	Ordinary	£1	<u>100</u>	<u>100</u>

15 RESERVES

	Share premium £
At 1 December 2010	<u>84,900</u>
At 30 November 2011	<u>84,900</u>

16 ULTIMATE PARENT COMPANY

The Company is 100% owned by Mukesh Aggarwal Limited which is the ultimate parent company

CROFT MEDICAL CENTRE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued for the Year Ended 30 November 2011

17 RELATED PARTY DISCLOSURES

In accordance with FRS 8, transactions and balances with group entities that have been eliminated on consolidation are not reported

During the year under review, the company loaned £700,863 to 8pm Chemist Limited, a related party. The company was, also, charged rent of £25,000. The company received total repayments of £449,722 during the year. The company was invoiced £70,000 from 8PM Chemist Limited for pharmaceutical goods supplied. At the year end the company was owed £462,124 by 8pm Chemist Limited (2010 - £305,983). The director of the company, Mukesh Aggarwal, is a director of 8pm Chemist Limited. The trading with 8pm Chemist Limited is at an arms length basis on normal commercial terms.

During the year under review, the company sold goods for £5,145,000 to On-Time Specials Limited, a related party. The company also loaned £1,339,000 to and received £6,916,212 from On Time Specials Limited during the year. At the year end the company was owed £1,530,112 by On-Time Specials Limited (2010 - £1,962,324). The trading with On-Time Specials Limited is at an arms length basis on normal commercial terms.

During the year, the Company was invoiced £60,440 from Medco Int Limited for the provision of locum services. Sukesh Aggarwal, the brother of Mukesh Aggarwal, is the sole shareholder of Medco Int Limited. At the balance sheet date the Company owed Medco Int Limited £60,440 (2010 - Nil).

18 ULTIMATE CONTROLLING PARTY

Mukesh Aggarwal and his family, shareholders of Mukesh Aggarwal Ltd, the parent company of Croft Medical Centre Ltd, are the ultimate controlling party.

19 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	30 11 11 £	30 11 10 £
Profit for the financial year	109,205	156,711
Net addition to shareholders' funds	109,205	156,711
Opening shareholders' funds	698,940	542,229
Closing shareholders' funds	808,145	698,940