

ALKEND LTD

Director's report and financial statements
for the year ended 30 September 2003



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ALKEND LTD

Company information

Director	J Shah A Swali
Secretary	J Shah
Company number	1922427
Registered office	3 Parkside Parade North End Road Dartford Kent DA1 4RA
Accountants	Robinson Sterling 277 Ilford Lane Ilford Essex IG1 SD
Business address	3 Parkside Parade North End Road Dartford Kent DA1 4RA
Bankers	National Westminster Bank Northumberland Heath 235 Bexley Road Erith Kent DA8 3EX



ALKEND LTD

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ALKEND LTD

**Director's report
for the year ended 30 September 2003**

The director presents report and the financial statements for the year ended 30 September 2003.

Principal activity

The principal activity of the company is pharmaceutical chemists and related activities.

Director and interest

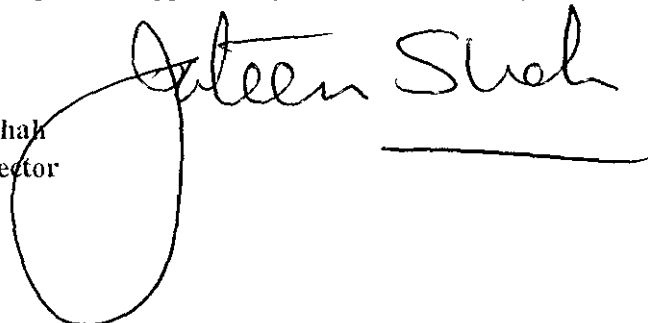
The director who served during the year and interest in the company are as stated below:

	Ordinary shares	
	30/09/03	01/10/02
J Shah	33	33
A Swali	33	33

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

This report was approved by the Board on 19 July 2004 and signed on its behalf by

J Shah
Director



A handwritten signature in cursive script, appearing to read 'J Shah', is written over a horizontal line. To the left of the signature, the text 'J Shah' and 'Director' is printed vertically.

ALKEND LTD

**Accountants' report on the unaudited financial statements to the director of
ALKEND LTD**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30 September 2003 set out on pages 3 to 11 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.



**Robinson Sterling
Chartered Accountants
277 Ilford Lane
Ilford
Essex
IG1 SD**

Date: 19 July 2004

ALKEND LTD

Profit and loss account for the year ended 30 September 2003

		Continuing operations	
		2003	2002
	Notes	£	£
Turnover	2	693,805	651,651
Cost of sales		(498,394)	(478,865)
Gross profit		195,411	172,786
Administrative expenses		(163,138)	(157,531)
Other operating income		16,577	14,342
Investment income	4	-	2,130
Other interest receivable and similar income		1,151	321
Profit on ordinary activities before taxation		50,001	32,048
Tax on profit on ordinary activities	7	(10,637)	(5,054)
Profit on ordinary activities after taxation		39,364	26,994
Dividends	8	(9,000)	(6,000)
Retained profit for the year		30,364	20,994
Retained profit brought forward		222,177	201,183
Retained profit carried forward		252,541	222,177
Statement of total recognised gains and losses			
Total recognised gains relating to the year		39,364	26,994
Prior year adjustment		-	(2,595)
Total recognised gains since last annual report		39,364	24,399

The notes on pages 6 to 11 form an integral part of these financial statements.

ALKEND LTD

Balance sheet as at 30 September 2003

		2003		2002	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	10		129,875		133,431
Current assets					
Stocks		61,600		63,366	
Debtors	11	96,523		96,942	
Cash at bank and in hand		107,061		72,635	
		<u>265,184</u>		<u>232,943</u>	
Creditors: amounts falling due within one year	12	<u>(138,897)</u>		<u>(141,443)</u>	
Net current assets			<u>126,287</u>		<u>91,500</u>
Total assets less current liabilities			256,162		224,931
Provisions for liabilities and charges	13		<u>(3,522)</u>		<u>(2,655)</u>
Net assets			<u>252,640</u>		<u>222,276</u>
Capital and reserves					
Called up share capital	15		99		99
Profit and loss account			252,541		222,177
Equity shareholders' funds	16		<u>252,640</u>		<u>222,276</u>

The director's statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 11 form an integral part of these financial statements.

ALKEND LTD

Balance sheet (continued)

Director's statements required by Section 249B(4)
for the year ended 30 September 2003

In approving these financial statements as director of the company I hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 30 September 2003 and

(c) that I acknowledge my responsibilities for:

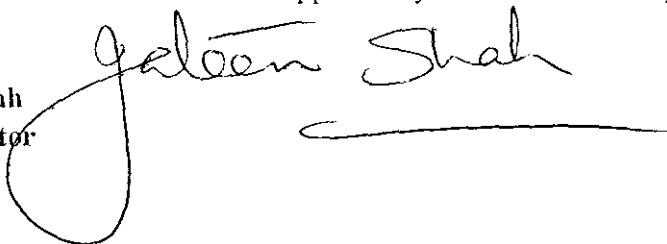
(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The financial statements were approved by the Board on 19 July 2004 and signed on its behalf by

J Shah
Director

A handwritten signature in black ink, appearing to read 'Jaldeen Shah', with a long horizontal flourish extending to the right.

The notes on pages 6 to 11 form an integral part of these financial statements.

ALKEND LTD

Notes to the financial statements for the year ended 30 September 2003

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention .

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Straight line over 50 years
Fixtures, fittings and equipment	-	10% written down value

1.4. Stock

Stock is valued at the lower of cost and net realisable value.

1.5. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

The regular cost of providing retirement pensions and related benefits is charged to the profit and loss account over the employees' service lives on the basis of a constant percentage of earnings.

1.6. Deferred taxation

The company adopted Financial Reporting Standard 19 "Deferred Taxation" (FRS 19) during the financial year.

Full provision is made for deferred taxation on all timing differences which have arisen but have not reversed at the balance sheet date.

Prior to the adoption of FRS 19, the company provided for deferred taxation only to the extent that timing differences were expected to materialise in the foreseeable future. The adoption of the new policy has been made by way of a prior year adjustment as though the revised policy had always been applied.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

ALKEND LTD

Notes to the financial statements for the year ended 30 September 2003

..... continued

3. Operating profit	2003	2002
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	<u>5,677</u>	<u>5,767</u>
4. Income from investments	2003	2002
	£	£
Profit on disposal of investments	<u>-</u>	<u>2,130</u>
5. Director's emoluments		
	2003	2002
	£	£
Remuneration and other benefits	<u>70,222</u>	<u>66,582</u>
	Number	Number
Number of directors to whom retirement benefits are accruing under a money purchase scheme	2	2
6. Pension costs		
The company operates a defined contribution pension scheme in respect of the director. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £5,279 (2002 - £5,279).		

ALKEND LTD

Notes to the financial statements for the year ended 30 September 2003

..... continued

7. Tax on profit on ordinary activities

Analysis of charge in period	2003 £	2002 £
Current tax		
UK corporation tax at 19.00% (2002 - 19.00%)	9,672	4,994
Adjustments in respect of previous periods	98	-
	<u>9,770</u>	<u>4,994</u>
Total current tax charge	<u>9,770</u>	<u>4,994</u>
Deferred tax		
Timing differences, origination and reversal	867	60
Total deferred tax	<u>867</u>	<u>60</u>
Tax on profit on ordinary activities	<u>10,637</u>	<u>5,054</u>

Factors affecting tax charge for period

The tax assessed for the period is higher than the standard rate of corporation tax in the UK (19 per cent). The differences are explained below:

	2003 £	2002 £
Profit on ordinary activities before taxation	<u>50,001</u>	<u>32,048</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 19% (30 September 2002 : 19%)	9,500	6,089
Effects of:		
Expenses not deductible for tax purposes	519	(382)
Capital allowances for period in excess of depreciation	(347)	(189)
Utilisation of tax losses	98	-
Marginal Tax relief	-	(747)
Change in Standard tax rate	-	147
Tax on chargeable gains	-	76
Current tax charge for period	<u>9,770</u>	<u>4,994</u>

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Notes to the financial statements for the year ended 30 September 2003

..... continued

8. Dividends	2003 £	2002 £
Dividends on equity shares:		
Ordinary shares - interim paid	<u>9,000</u>	<u>6,000</u>

An interim dividend of £90.91(2002-£60.61) per ordinary share was paid on 30 June 2003 (2002-30 June 2002).

9. Intangible fixed assets	Goodwill £	Total £
Cost		
At 1 October 2002	<u>13,597</u>	<u>13,597</u>
At 30 September 2003	<u>13,597</u>	<u>13,597</u>
Provision for diminution in value		
At 1 October 2002	13,597	13,597
At 30 September 2003	<u>13,597</u>	<u>13,597</u>

10. Tangible fixed assets	Land and buildings freehold £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 October 2002	141,197	68,329	209,526
Additions	-	2,121	2,121
At 30 September 2003	<u>141,197</u>	<u>70,450</u>	<u>211,647</u>
Depreciation			
At 1 October 2002	35,081	41,014	76,095
Charge for the year	2,733	2,944	5,677
At 30 September 2003	<u>37,814</u>	<u>43,958</u>	<u>81,772</u>
Net book values			
At 30 September 2003	<u>103,383</u>	<u>26,492</u>	<u>129,875</u>
At 30 September 2002	<u>106,116</u>	<u>27,315</u>	<u>133,431</u>

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Notes to the financial statements for the year ended 30 September 2003

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11. Debtors	2003	2002
	£	£
Trade debtors	92,103	90,933
Other debtors	4,235	5,828
Prepayments and accrued income	185	181
	<u>96,523</u>	<u>96,942</u>
 12. Creditors: amounts falling due within one year	 2003	 2002
	£	£
Bank overdraft	9,870	-
Trade creditors	101,270	108,848
Corporation tax	9,672	4,896
Other taxes and social security costs	6,913	2,251
Director's accounts	2,928	3,279
Accruals and deferred income	8,244	22,169
	<u>138,897</u>	<u>141,443</u>
 13. Provisions for liabilities and charges	 Deferred	
	taxation	
	(Note 14)	Total
	£	£
At 1 October 2002	2,655	2,655
Movements in the year	867	867
At 30 September 2003	<u>3,522</u>	<u>3,522</u>

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Notes to the financial statements for the year ended 30 September 2003

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14. Provision for deferred taxation	2003	2002
	£	£
Accelerated capital allowances	<u>3,522</u>	<u>2,655</u>
Provision at 1 October 2002	2,655	
Deferred tax charge in profit and loss account	<u>867</u>	
Provision at 30 September 2003	<u>3,522</u>	
 15. Share capital	 2003	 2002
	£	£
Authorised equity		
100 Ordinary shares of 1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid equity		
99 Ordinary shares of 1 each	<u>99</u>	<u>99</u>
 16. Reconciliation of movements in shareholders' funds	 2003	 2002
	£	£
Profit for the year	39,364	26,994
Dividends	<u>(9,000)</u>	<u>(6,000)</u>
	30,364	20,994
Opening shareholders' funds	<u>222,276</u>	<u>201,282</u>
Closing shareholders' funds	<u>252,640</u>	<u>222,276</u>