

FMY CHEMISTS LIMITED

REPORT AND FINANCIAL STATEMENTS FOR THE YEAR  
ENDED 31ST MARCH, 1998

DUNGARWALLA & CO.  
Chartered Certified Accountants  
12 Casson Street  
London E1 5LA



**FMY CHEMISTS LIMITED**

**COMPANY INFORMATION:**

**DIRECTORS**                      **I.T KHANBHAI**  
   **B.I KHANBHAI**

**SECRETARY:**                      **B.I KHANBHAI**

**COMPANY NO:**                      **1787595**

**REGISTERED ADDRESS:**        **36 HIGH STREET**  
   **CHESHAM**  
   **BUCKS**  
   **HP5 1EP**

**AUDITORS:**                      **DUNGARWALLA & CO**  
   **12 CASSON STREET**  
   **LONDON**  
   **E1 5LA**

## FMY CHEMISTS LIMITED

### DIRECTORS' REPORT

The Directors present their report and the Financial Statements for the year ended 31st March, 1998.

#### Result and Dividends:

The profit and loss account is set out on page 5 and shows the result for the year ended 31st March, 1998

#### Principal Activities and Trading Review:

The company's principal activities are that of Dispensing Medicine and Sale of Pharmaceutical Products.

#### Fixed Assets:

The movement in Fixed Assets during the year are shown in Note 4 to the Financial Statements.

#### Directors and their Interests:

The Directors of the company and their interest in the Share Capital of the company at the beginning and the end of year were:

Names	Ordinary Shares of £1 each fully paid
I.T KHANBHAI	90
B.I KHANBHAI	<u>10</u>
	<u>100</u>

#### Directors Responsibilities:

Company Law requires the directors to prepare Financial Statements for each year which 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 year. In preparing those Financial Statements the directors are required to:

Select suitable accounting policies 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;

Prepare the Financial Statements on a 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.

They 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.

Small Company Exemptions:

In preparing the above report the directors have taken advantage of special exemption applicable to small companies.

Auditors:

The auditors, Messrs. Dungarwalla & Co. have expressed willingness to continue in office and offer themselves for re-appointment at the annual general meeting.

ON BEHALF OF THE BOARD

I. Khanbhai

SECRETARY

28TH JANUARY, 1999

**REPORT OF THE AUDITORS TO THE MEMBERS**  
**OF**  
**FMY CHEMISTS LIMITED**

We have audited the Financial Statements on pages 5 to 10 which have been prepared under the historical cost convention and the accounting policies set out on pages 7 and 8.

**RESPECTIVE RESPONSABILITIES OF DIRECTORS AND AUDITORS:**

As described in the Report of the Directors, 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 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 irregularities 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 state of the company's affairs as at 31st March, 1998 and of its result for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

  
**DUNGARWALLA & CO.**  
Registered Auditors.

28TH JANUARY, 1999

FMY CHEMISTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR  
ENDED 31ST MARCH, 1998

	NOTES	1998 £	1997 £
TURNOVER	2	582321	554860
Cost of Sales		441653	469862
GROSS PROFIT		£ 140668	£ 84998
Administrative Expenses		(93016)	(96411)
<u>OPERATING PROFIT/(LOSS)</u>		47652	(11413)
Other Operative Income		11790	10000
Interest Payable and similar charges		( 4396 )	(7731)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES before Taxation		55046	(9144)
Tax for Financial year		-	-
PROFIT/(LOSS) ON ORDINARY ACTIVITIES after Taxation		55046	(9144)
Retained Loss brought forward		(99321)	(90177)
Retained Loss carried forward		£ (44275)	£ (99321)

All the above amounts relate to the continuing activities.

There are no recognised gains or losses other than as disclosed above.

The notes on pages 7 to 10 form part of the Financial Statements.

# FMY CHEMISTS LIMITED

## BALANCE SHEET AS AT 31ST MARCH, 1998

	NOTES	1998	1997
	£	£	£
<b><u>FIXED ASSETS:</u></b>			
Tangible Assets	3	24241	22680
Goodwill	4	<u>12750</u>	<u>13500</u>
		36991	36180
<b><u>CURRENT ASSETS:</u></b>			
Stock	2	113840	106685
Debtors and Prepayments	5	32921	67114
Cash at Bank and in Hand		<u>54945</u>	<u>5415</u>
		201706	179214
<b><u>CREDITORS:</u></b>			
Amount falling due within one year	6	<u>140498</u>	<u>172241</u>
<b>NET CURRENT ASSETS</b>		<u>61208</u>	<u>6973</u>
<b>TOTAL ASSETS: LESS CURRENT LIABILITIES:</b>		98199	43153
<b><u>CREDITORS:</u></b>			
Amount falling due after more than one year	7	<u>(142374)</u>	<u>(142374)</u>
<b>NET LIABILITIES</b>		£ (44175)	£ (99221)
<b><u>CAPITAL AND RESERVES:</u></b>			
Called up Share Capital	8	100	100
Profit and Loss Account		<u>(44275)</u>	<u>(99321)</u>
<b>SHAREHOLDERS FUNDS</b>		£ (44175)	£ (99221)

The Director has taken advantage in the preparation of these Financial Statements of special exemptions provided by part III of schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

The Financial Statements were approved by the Board on:

27/1/99.....DATE

1. Khanbani.....DIRECTOR

## FMY CHEMISTS LIMITED

### NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 1998

#### 1. ACCOUNTING POLICIES:

##### **Basis of Accounting:**

The Financial Statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

The Company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standards on the grounds that it is entitled to the exemptions available in Section 246 to 247 of the companies Act 1985 for small companies.

##### **Cash flow Statements:**

The company has taken advantage of the exemption from preparing a cash flow statements conferred by Financial Reporting Standards on the grounds that it is entitled to the exemptions available in section 246 to 247 of the companies Act 1985 for small companies.

##### **Depreciation:**

Depreciation is provided to write off the cost or valuation less estimated residual values, of all fixed assets over their expected useful lives.

It is calculated at the following rates:

Goodwill	5% on Cost
Freehold Building	2% on Cost
Fixtures and Fittings	25% on reducing Cost
Motor Vehicle	25% on reducing Cost

##### **Leasing and hire purchase:**

Assets held under hire purchase contracts are included as tangible fixed assets and depreciated over their expected useful economic lives. The net obligations related to such transactions are included as a liability.

Costs in respect of operating leases are charged in arriving at the operating profit.

#### 2. STOCK:

Stocks are valued at the lower of cost and net realisable value. Cost is calculated at the cost of purchase on a first in first out basis. Net realisable value is based estimated selling price less further costs to disposals.

Provision is made where necessary for obsolescent, slow moving and defective stock.



FMY CHEMISTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31ST MARCH, 1998

3. TANGIBLE FIXED ASSETS:

	<u>Leasehold Property</u> <u>£</u>	<u>Fixtures &amp; Fittings</u> <u>£</u>	<u>Motor Vehicle</u> <u>£</u>	<u>TOTAL</u> <u>£</u>
Cost:				
At 1st April, 1997	15034	79365	16472	110871
Additions	-	7929	-	7929
At 31 <sup>st</sup> March, 1998	15034	87294	16472	118800

Depreciation:

At 1st April, 1997	8696	63719	15776	88191
Charge for the year	300	5894	174	6368
At 31st March, 1998	8996	69613	15950	94559

NET BOOK VALUE:

As at 31.3.98	6038	17681	522	24241
As at 31.3.97	6338	15646	696	22680

4. INTANGIBLE ASSETS:

At 1st April, 1997 and At 31st March, 1998	15000
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Amortisation:

At 1st April, 1997	1500
Charge for the year	750
At 31st March, 1998	2250

NET BOOK VALUE:

At 31st March, 1998	12750
At 31st March, 1997	13500

# FMY CHEMISTS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 1998

<b>5. <u>DEBTORS:</u></b>		<b><u>1998</u></b>	<b><u>1997</u></b>
Amount falling due within one year			
Other Debtors included VAT		32921	66498
Prepayments		-	616
		<u>32921</u>	<u>67114</u>
<b>6. <u>CREDITORS:</u></b>			
Amount falling due within one year		<b><u>1998</u></b> <b><u>£</u></b>	<b><u>1997</u></b> <b><u>£</u></b>
Bank Overdraft		-	26098
Trade Creditors		89458	85744
Other Creditors		7000	10000
PAYE and Other Taxes		41527	47864
Accruals		<u>2513</u>	<u>2535</u>
		<u>140498</u>	<u>172241</u>
<b>7. <u>CREDITORS</u></b>		<b><u>1998</u></b> <b><u>£</u></b>	<b><u>1997</u></b> <b><u>£</u></b>
Amounts falling due after more than one year			
Directors Current Account		<u>142374</u>	<u>142374</u>

FMY CHEMISTS LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED  
31ST MARCH, 1998

8 SHARE CAPITAL:

	<u>1998</u>	<u>1997</u>
	£	£
Authorised:		
100 Ordinary Shares of £1 each	<u>100</u>	<u>100</u>
Issued:		
100 Ordinary Shares of £1 each fully paid	<u>100</u>	<u>100</u>

9. SHAREHOLDERS FUNDS

	<u>1998</u>	<u>1997</u>
At 1st April, 1997	(99221)	(90077)
PROFIT/(LOSS) for the year	<u>55046</u>	<u>(9144)</u>
At 31st March, 1998	<u>(44175)</u>	<u>(99221)</u>