

MEDI-MOVE LIMITED

**REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
31 JANUARY 1998**

REGISTERED NUMBER: 2888708



MEDI-MOVE LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 1998

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MEDI-MOVE LIMITED

COMPANY INFORMATION
AS AT 31 JANUARY 1998

DIRECTORS

L.K. Gupta
S.K. Gupta

SECRETARY

R.P. Gupta

REGISTERED OFFICE

1/3 Blackheath Hill
Greenwich
London
SE10 8PB

AUDITORS

Jolly Singh Partnership
Registered Auditors & Accountants
2 Watling Gate
297-303 Edgware Road
London
NW9 6NB

PRINCIPAL BANKERS

Lloyds Bank Plc
City, North & East London
2nd Floor
34 Moorgate
London
EC2R 6DN

MEDI-MOVE LIMITED

DIRECTORS' REPORT

The directors present their annual report with the financial statements of the company for the year ended 31 January 1998.

PRINCIPAL ACTIVITIES

The company continues to trade as wholesalers of medicines and other items. The directors consider the results for the year to be satisfactory.

REVIEW OF THE BUSINESS

The net profit after providing for taxation amounted to £29,876.

DIRECTORS AND THEIR INTERESTS

The directors in office in the year and their beneficial interests in the company at the balance sheet date and the beginning of the year were as follows:

		Number of Shares	
		1998	1997
L.K. Gupta	Ordinary shares of £1 each	1	1
S.K. Gupta	Ordinary shares of £1 each	1	1

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 as at the end of the financial year and of the profit or loss of the company for that period. 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;
- comply with applicable accounting standards 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 maintaining 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.

MEDI-MOVE LIMITED

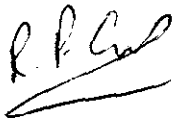
DIRECTORS' REPORT

AUDITORS

The auditors, Jolly Singh Partnership, will be proposed for re-appointment in accordance with section 385 of the Companies Act 1985.

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the board:



R.P. Gupta
Secretary

Date: 30 March 1999

MEDI-MOVE LIMITED

AUDITORS' REPORT TO THE MEMBERS

We have audited the financial statements on pages 5 to 11 which have been prepared under the historical cost convention and on the basis of accounting policies set out on page 8.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

As described in the directors' report, the company's directors are responsible for the preparation of 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 as to whether 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 state of affairs of the company as at 31 January 1998 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**Jolly Singh Partnership
Registered Auditors & Accountants**

**2 Watling Gate
297-303 Edgware Road
London
NW9 6NB**

Date signed: 30 March 1999

MEDI-MOVE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 JANUARY 1998

	Notes	1998 £	1997 £
TURNOVER		1,535,798	1,302,056
Cost of sales		1,468,067	1,239,038
GROSS PROFIT		67,731	63,018
Administrative expenses		27,674	18,615
OPERATING PROFIT	2	40,057	44,403
Interest payable and similar charges	3	(2,213)	(3,203)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		37,844	41,200
Tax on profit on ordinary activities	5	(7,968)	(11,126)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		29,876	30,074

Continuing operations

None of the company's activities were acquired or discontinued during the above two financial years.

Total recognised gains and losses

The company has no recognised gains or losses other than the profit or loss for the above two financial years.

MEDI-MOVE LIMITED

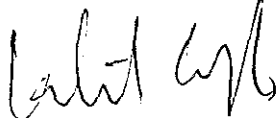
BALANCE SHEET AT 31 JANUARY 1998

	Notes	£	1998 £	£	1997 £
FIXED ASSETS					
Tangible assets	6		4,562		3,689
CURRENT ASSETS					
Stocks	7	155,335		50,102	
Debtors	8	563,688		588,967	
Cash at bank and in hand		1,473		868	
			720,496		639,937
CREDITORS: amounts falling due within one year					
	9	(635,243)		(583,687)	
NET CURRENT ASSETS			85,253		56,250
TOTAL ASSETS LESS CURRENT LIABILITIES					
			89,815		59,939
CAPITAL AND RESERVES					
Called up share capital	11		2		2
Profit and loss account	12		89,813		59,937
TOTAL SHAREHOLDERS' FUNDS	13		89,815		59,939

In preparing these financial statements the directors have taken advantage of special exemptions applicable to small companies on the grounds that, in their opinion, the company is entitled to those exemptions.

Approved by the board of directors on 30 March 1999 and signed on its behalf by:

L.K. Gupta



) Directors

S.K. Gupta



)

MEDI-MOVE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 JANUARY 1998

	Notes	1998 £	1997 £
Net cash outflow from operating activities	2	(32,803)	(245)
Returns on investments and servicing of finance		(2,213)	(3,203)
Taxation		(5,342)	(2,525)
Capital expenditure		(2,634)	(5,359)
Cash outflow before use of liquid resources and financing		(42,992)	(11,332)
DECREASE IN CASH IN THE YEAR		(42,992)	(11,332)

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

DECREASE IN CASH IN THE YEAR	(42,992)	(11,332)
Change in net debt resulting from cash flows	(42,992)	(11,332)
Movement in net debt in the year	(42,992)	(11,332)
Net debt at 1 February 1997	(79,091)	(67,759)
Net debt at 31 January 1998	(122,083)	(79,091)

MEDI-MOVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 1998

1. STATEMENT OF ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

Depreciation of tangible fixed assets

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

Office furniture and fittings	33.3% on wdv
Motor vehicles	25% on wdv

Stocks

Stocks are stated at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

2. OPERATING PROFIT

Operating profit	1998 £	1997 £
After charging:		
Depreciation of fixed assets	1,760	1,671
Auditors' remuneration	4,865	1,800

Reconciliation of operating profit to net cash outflow from operating activities

	1998 £	1997 £
Operating profit	40,056	44,402
Depreciation	1,760	1,671
(Increase) / decrease in stocks	(105,233)	34,350
Decrease / (increase) in debtors	25,279	(198,001)
Increase in creditors	5,335	117,333
Net cash outflow from operating activities	(32,803)	(245)

3. INTEREST PAYABLE AND SIMILAR CHARGES

	1998 £	1997 £
On bank loans and overdrafts	2,213	2,816
On overdue tax	-	387
	2,213	3,203

MEDI-MOVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 1998

4. INFORMATION ON DIRECTORS AND EMPLOYEES

	1998 £	1997 £
Staff costs		
Wages and salaries	3,561	5,260

5. TAX ON PROFIT ON ORDINARY ACTIVITIES

	1998 £	1997 £
The taxation charge comprises:		
UK corporation tax at 21% (1997 - 21%)	7,968	11,126

6. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Motor vehicles £	Total £
Cost:			
At 1 February 1997	3,974	1,385	5,359
Additions	639	1,995	2,634
At 31 January 1998	4,613	3,380	7,993
Depreciation:			
At 1 February 1997	1,324	346	1,670
Charge for year	1,003	758	1,761
At 31 January 1998	2,327	1,104	3,431
Net book value:			
At 31 January 1998	2,286	2,276	4,562
At 31 January 1997	2,650	1,039	3,689

7. STOCKS

	1998 £	1997 £
Finished goods and goods for resale	155,335	50,102

MEDI-MOVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 1998

8. DEBTORS

	1998 £	1997 £
Trade debtors	563,330	588,648
Prepayments and accrued income	358	319
	<u>563,688</u>	<u>588,967</u>

9. CREDITORS: amounts falling due within one year

	1998 £	1997 £
Bank loans and overdrafts	123,556	79,959
Trade creditors	458,911	448,544
Corporation tax	21,181	18,555
Other taxes and social security costs	7,681	8,073
Other creditors	17,540	24,383
Accruals and deferred income	6,374	4,173
	<u>635,243</u>	<u>583,687</u>

Bank overdrafts amounting to £123,556 (1997 £79,959) are secured by the directors guarantee.

10. BORROWINGS

	1998 £	1997 £
The company's borrowings are repayable as follows		
Up to one year and on demand	<u>123,556</u>	<u>79,959</u>

11. SHARE CAPITAL

	1998 £	1997 £
Authorised:		
Equity interests:		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid:		
Equity interests:		
100 Ordinary shares of £1 each	<u>2</u>	<u>2</u>

MEDI-MOVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 1998

12. PROFIT AND LOSS ACCOUNT

	1998 £	1997 £
Retained profit at 1 February 1997	59,937	29,863
Profit at 31 January 1998	29,876	30,074
Retained profit at 31 January 1998	<u>89,813</u>	<u>59,937</u>

13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1998 £	1997 £
Profit for the financial year	29,876	30,074
Opening shareholders' funds	59,939	29,865
Closing shareholders' funds	<u>89,815</u>	<u>59,939</u>
Represented by:-		
Equity interests	<u>89,815</u>	<u>59,939</u>

14. CHANGES IN CASH AND CASH EQUIVALENTS

Analysis of balances as shown in the balance sheet and changes during the current and previous years:

	1998 £	1997 £	Change in year £
Current year:			
Cash at bank and in hand	1,473	868	605
Bank overdraft	(123,556)	(79,959)	(43,597)
	<u>(122,083)</u>	<u>(79,091)</u>	<u>(42,992)</u>

	1997 £	1996 £	Change in year £
Previous year:			
Cash at bank and in hand	868	742	126
Bank overdraft	(79,959)	(68,501)	(11,458)
	<u>(79,091)</u>	<u>(67,759)</u>	<u>(11,332)</u>