

REGISTERED NUMBER
3315708

GREENS CHEMIST (UK) LIMITED
ABBREVIATED ACCOUNTS
YEAR ENDED 31 MAY 2003



GREENS CHEMIST (UK) LIMITED
ANNUAL REPORT AND ACCOUNTS
YEAR ENDED 31 MAY 2003

CONTENTS	PAGE
Officers and advisors.	1
Directors report.	2-3
Auditors' report.	4
Profit and loss account.	5
Balance sheet.	6
Cash flow statement	7
Accounting Policies.	8
Notes to the accounts.	9-15

GREENS CHEMIST (UK) LIMITED
OFFICERS AND ADVISORS
YEAR ENDED 31 MAY 2003

DIRECTORS

M H Chauhan Esq

SECRETARY

Mrs D Chauhan

REGISTERED OFFICE

1-3 St Mary's Road
Shoreham By Sea
West Sussex BN43 5ZA

REGISTERED NUMBER

3315708

AUDITORS

R K Raja & Co.
Registered Auditors
Chartered Accountants
21 Whitehouse Way
London N14 7LX

GREENS CHEMIST (UK) LIMITED

DIRECTORS' REPORT

YEAR ENDED 31 MAY 2003

The director presents his annual report, together with the audited accounts of the company for the year ended 31 May 2003.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The company's principal activities during the year consisted of retail chemists and wholesale of pharmaceutical goods.

The director is hopeful of achieving a profit in the ensuing year.

RESULTS AND DIVIDENDS

The trading results of the year are shown in the attached accounts.

Interim dividend of £20,000 was paid during the year for the year ended 31 May 2003 (2002: £20,000).

DIRECTOR AND HIS INTERESTS

The director who served during the year and his interests including family interests in the share capital of the company were as follows:

	At 31 May 2003 Ordinary shares of £1 each.	At 31 May 2002 Ordinary shares of £1 each.
M H Chauhan Esq	100	100

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare accounts for each financial 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 period. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts 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 accounts 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.

GREENS CHEMIST (UK) LIMITED

DIRECTORS' REPORT

YEAR ENDED 31 MAY 2003

SIGNIFICANT CHANGES IN FIXED ASSETS

Details of changes in fixed assets of the company are shown in note 5 to the accounts.

AUDITORS

In accordance with Section 385 of the Companies Act 1985, a resolution proposing the re-appointment of Messrs R K Raja & Co as auditors of the company will be put to the annual general meeting.

Signed on behalf of the board of directors

REGISTERED OFFICE:

1-3 ST MARY'S ROAD
SHOREHAM BY SEA
WEST SUSSEX BN43 5ZA

DATED: **28 APR 2004**

BY ORDER OF THE BOARD



MRS D CHAUHAN
SECRETARY

INDEPENDENT AUDITORS' REPORT TO
GREENS CHEMIST (UK) LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985
YEAR ENDED 31 MAY 2003

We have examined the abbreviated accounts set out on pages 5 to 15, together with the full statutory accounts of the company for the year ended 31 May 2003 prepared under section 226 of the Companies Act 1985.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act of 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we consider necessary to confirm, by reference to the accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full statutory accounts.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 5 to 15 are properly prepared in accordance with that provision.

R K Raja & Co.

R K RAJA & CO
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
21 WHITEHOUSE WAY
LONDON N14 7LX

DATED: 28 APR 2004

GREENS CHEMIST (UK) LIMITED
 PROFIT AND LOSS ACCOUNT
 YEAR ENDED 31 MAY 2003

	NOTE	2003	2002
		£	£
GROSS PROFIT		351057	411180
Distribution costs	3026		3780
Administrative expenses	<u>267935</u>	<u>276806</u>	
		270961	280586
Operating profit/(loss)		80096	130594
Other interest receivable and similar income		<u>3339</u>	<u>4528</u>
		83435	135122
Interest payable and similar charges	2	<u>7809</u>	<u>9760</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	1	75626	125362
Taxation	4	<u>16838</u>	<u>23598</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION		58788	101764
Dividends		<u>20000</u>	<u>20000</u>
Retained profit/(loss) for year		38788	81764
PROFIT/(LOSS) BROUGHT FORWARD		<u>545251</u>	<u>463487</u>
PROFIT/(LOSS) CARRIED FORWARD		<u><u>584039</u></u>	<u><u>545251</u></u>

All amounts relate to continuing activities.

All recognised gains and losses are included in the profit and loss account.

The notes on pages 9 to 15 form part of these accounts.

GREENS CHEMIST (UK) LIMITED
 ABBREVIATED BALANCE SHEET AT
 31 MAY 2003

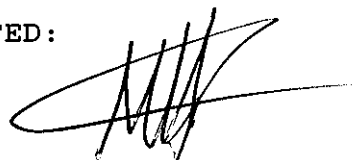
	NOTE	2003	2002
		£	£
FIXED ASSETS			
Tangible assets	5	37777	43459
Intangible assets	5	66000	77000
CURRENT ASSETS			
Stocks	9	621364	600342
Debtors	6	941009	1558500
Cash at bank and in hand		20460	3361
		<u>1582833</u>	<u>2162203</u>
CREDITORS (Amounts falling due within one year)	7	<u>1079654</u>	<u>1706907</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>503179</u>	<u>455296</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		606956	575755
CREDITORS (Amounts falling due after more than one year)	7	<u>22817</u>	<u>30404</u>
TOTAL NET ASSETS/(LIABILITIES)		<u>584139</u>	<u>545351</u>
CAPITAL AND RESERVES			
Called up share capital	8	100	100
Profit and loss account		584039	545251
		<u>584139</u>	<u>545351</u>

These abbreviated accounts have been prepared in accordance with the special provisions relating to medium-sized companies within Part VII of the Companies Act 1985.

Signed on behalf of the board of directors

M H CHAUHAN ESQ
 DIRECTOR

DATED:



28 APR 2004

GREENS CHEMIST (UK) LIMITED

CASH FLOW STATEMENT

YEAR ENDED 31 MAY 2003

	NOTE	2003	2002
		£	£
Net cash inflow from operating activities	10	16489	175827
Returns on investments and servicing of finance			
Interest received		3339	4528
Loan interest paid		(1973)	(3512)
Interest paid		(5836)	(6248)
Capital expenditure	11	(2091)	(4128)
		<u>9928</u>	<u>166467</u>
Corporation tax paid		(94920)	(65688)
Equity dividends paid		(20000)	(20000)
		<u>(104992)</u>	<u>80779</u>
Financing	11	(7587)	(6047)
INCREASE/(DECREASE) IN CASH	12	<u>(112579)</u>	<u>74732</u>
Reconciliation of net cash flow to movement in net debt			
Increase/(Decrease) in cash in the period		(112579)	74732
Net debt at 1.6.2002		(5872)	(80604)
Net funds at 31.5.2003	12	<u>(118451)</u>	<u>(5872)</u>

GREENS CHEMIST (UK) LIMITED

ACCOUNTING POLICIES

YEAR ENDED 31 MAY 2003

The accounts have been prepared in accordance with the applicable accounting standards. The particular policies adopted are described below :

(a) Accounting convention

The accounts have been prepared under the historical cost convention.

(b) Turnover

Turnover represents the invoiced amounts of goods and services provided, net of value added tax. The company recognises revenue from sales on the delivery of goods and services as the services are performed.

(c) Depreciation

Depreciation is provided on all tangible assets at rates calculated to write off the cost or valuation of each asset over its expected useful life as follows:

Fixtures and fittings	- 15% per annum - reducing balance basis
Motor vehicles	- 25% per annum - reducing balance basis
Leasehold premises	- over the term of the lease.

The cost of goodwill is written off at an equal amount each year over a period of ten years from the date of acquisition.

(d) Stock

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

(e) Deferred taxation

Provision is made for deferred taxation using the full provision method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes.

(f) Pension costs

Contributions in respect of the company's money purchase self administered pension scheme are charged to the profit and loss account in the year in which they are paid.

GREENS CHEMIST (UK) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MAY 2003

1. TURNOVER AND PROFIT/(LOSS) ON ORDINARY
ACTIVITIES BEFORE TAXATION

Profit/(Loss) on ordinary activities before
taxation is stated after charging

	2003	2002
	£	£
Depreciation of fixed assets: Charge for the year	18773	19569
Auditors' remuneration	<u>6000</u>	<u>8675</u>

2. INTEREST PAYABLE AND SIMILAR CHARGES

	2003	2002
	£	£
Bank loans, overdrafts and other loans repayable within 5 years:		
By instalments	1973	3512
Not by instalments	<u>5836</u>	<u>6248</u>
	<u>7809</u>	<u>9760</u>

GREENS' CHEMIST (UK) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MAY 2003

3. DIRECTORS AND EMPLOYEES

Staff costs:

	2003	2002
	£	£
Wages and salaries	127597	113818
Social security costs	6465	7281
Pension contributions	2500	25000
	<u>136562</u>	<u>146099</u>

The average number of persons employed by the company was:

	2003	2002
Selling and administration	<u>8</u>	<u>8</u>

Staff costs include the following remuneration in respect of a director:

	2003	2002
	£	£
Emoluments for services as director	<u>24,611</u>	<u>25,000</u>

4. TAXATION

	2003	2002
	£	£
Corporation tax	<u>16838</u>	<u>23598</u>

GREENS CHEMIST (UK) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MAY 2003

5. TANGIBLE ASSETS

	Leasehold premises	Motor vehicle	Fixtures and fittings	Total
	£	£	£	£
Cost or valuation				
At 1 June 2002	14549	7654	44338	66541
Additions	-	-	2091	2091
At 31 May 2003	<u>14549</u>	<u>7654</u>	<u>46429</u>	<u>68632</u>
Depreciation:				
At 1 June 2002	6111	4425	12546	23082
Charge for year	1883	807	5083	7773
At 31 May 2003	<u>7994</u>	<u>5232</u>	<u>17629</u>	<u>30855</u>
Net written down				
At 31 May 2003	<u>6555</u>	<u>2422</u>	<u>28800</u>	<u>37777</u>
At 31 May 2002	<u>8438</u>	<u>3229</u>	<u>31792</u>	<u>43459</u>

GREENS CHEMIST (UK) LIMITED
 NOTES TO THE ACCOUNTS
 YEAR ENDED 31 MAY 2003

5. INTANGIBLE ASSETS

	Goodwill	Total
	2003	2003
	£	£
COST		
At 1.6.2002 and at 31.5.2003	<u>110,000</u>	<u>110,000</u>
AMORTISATION		
At 1.6.2002	33,000	33,000
Charge for year	<u>11,000</u>	<u>11,000</u>
At 31.5.2003	<u>44,000</u>	<u>44,000</u>
NET BOOK VALUE		
At 31.5.2003	<u>66,000</u>	<u>66,000</u>
At 31.5.2002	<u>77,000</u>	<u>77,000</u>

6. DEBTORS

	2003	2002
	£	£
Trade debtors	920720	1546156
Prepayments and accrued income	<u>20289</u>	<u>12344</u>
	<u>941009</u>	<u>1558500</u>

GREENS CHEMIST (UK) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MAY 2003

7. CREDITORS

	2003	2002
	£	£
Amounts falling due within one year		
Bank overdraft	138911	9233
Bank loan	9559	9559
Trade creditors	793583	1439198
Corporation taxation	17153	95235
Other taxes and social security costs	5593	27818
Director's loan account	104222	107036
Accruals and deferred income	10633	18828
	<u>1079654</u>	<u>1706907</u>
	2003	2002
	£	£
Amounts falling due after more than one year		
Bank loan	22817	30404
	<u>22817</u>	<u>30404</u>

The bank loan and overdraft is secured by way of a mortgage debenture dated 17 August 1999, creating a fixed and floating charge over the assets of the company and by a personal guarantee limited to £22,100 by Mr M H Chauhan the director of the company.

8. SHARE CAPITAL

	2003	2002
	£	£
Authorised		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

GREENS CHEMIST (UK) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MAY 2003

9. STOCK

	2003	2002
	£	£
Goods for resale	621364	600342
	<u>621364</u>	<u>600342</u>

10. RECONCILIATION OF OPERATING PROFIT TO
NET CASH INFLOW FROM OPERATING ACTIVITIES

	2003	2002
	£	£
Operating profit	80096	130594
Depreciation charges	18773	14169
Decrease/(Increase) in stock	(21022)	82139
Decrease/(Increase) in debtors	617491	424999
(Decrease)/Increase in creditors	(678849)	(476074)
Net cash inflow from operating activities	<u>16489</u>	<u>175827</u>

11. CAPITAL EXPENDITURE

	2003	2002
	£	£
Payment to acquire tangible fixed assets	(2091)	(17628)
Receipt from sales of tangible fixed assets	-	13500
	<u>(2091)</u>	<u>(4128)</u>

11. FINANCING

Loan repaid	<u>(7587)</u>	<u>(6047)</u>
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12. ANALYSIS OF CHANGES IN NET DEBT

	2003	2002
	£	£
Balance at 1 June 2002	(5872)	(80604)
Net cash inflow/(outflow)	<u>(112579)</u>	<u>74732</u>
Balance at 31 May 2003	<u>(118451)</u>	<u>(5872)</u>

GREENS CHEMIST (UK) LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MAY 2003

13. MOVEMENT OF SHAREHOLDERS FUND STATEMENT

A separate movement of shareholders funds statement is not provided as there are no changes for the current or previous year other than the retained profit in the profit and loss account.

14. RELATED PARTY TRANSACTIONS

Transactions involving directors

During the year the company paid rent of £27,000 (2002: £27,000) to Mr and Mrs Chauhan in respect of leases of warehouse units.

Interests of directors

During the year the company sold goods to the value of £1,150,334 (2002: £1,064,195) and received £68,843 (2002: £35,000) for warehousing and distribution services provided to Genplus Limited, a company in which the director owns 49% of the issued ordinary share capital.

The company purchased goods to the value of £806,010 (2002: £423,211) from Genplus Limited.

The above transactions were made on a normal trading basis.

The amounts receivable and payable to Genplus Limited as at 31 May 2003 amount to £285,224 and £220,624 respectively.

Controlling party

Mr M H Chauhan together with his wife control the company.