

REGISTERED NUMBER: 04077832 (England and Wales)

Pharmore Limited

Report of the Directors and

Financial Statements for the year ended 29 February 2012

Gleek Cadman Ross LLP
Chartered Accountants
96 Marsh Lane
Leeds
West Yorkshire
LS9 8SR



Pharmore Limited

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for the year ended 29 February 2012**

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Pharmore Limited
Company Information
for the year ended 29 February 2012

DIRECTORS:

D S Harris
A B Harris
R Harris
N Delaneroile
E Bishop
J Thomas
A Evitt

SECRETARY

D S Harris

REGISTERED OFFICE:

96 Marsh Lane
Leeds
LS9 8SR

REGISTERED NUMBER

04077832 (England and Wales)

ACCOUNTANTS:

Gleek Cadman Ross LLP
Chartered Accountants
96 Marsh Lane
Leeds
West Yorkshire
LS9 8SR

Pharmore Limited

**Report of the Directors
for the year ended 29 February 2012**

The directors present their report with the financial statements of the company for the year ended 29 February 2012

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of import and wholesale of furniture and household products and mobility equipment

DIRECTORS

The directors shown below have held office during the whole of the period from 1 March 2011 to the date of this report

D S Harris
A B Harris
R Harris
N Delanerolle
E Bishop
J Thomas
A Evitt

Other changes in directors holding office are as follows

D J Harris - resigned 31 December 2011

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

ON BEHALF OF THE BOARD:

Director

31 July 2012

**Chartered Accountants' Report to the Board of Directors
on the Unaudited Financial Statements of
Pharmore Limited**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Pharmore Limited for the year ended 29 February 2012 which comprise the Profit and Loss Account, the Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given us

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook

This report is made solely to the Board of Directors of Pharmore Limited, as a body, in accordance with our terms of engagement. Our work has been undertaken solely to prepare for your approval the financial statements of Pharmore Limited and state those matters that we have agreed to state to the Board of Directors of Pharmore Limited, as a body, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and its Board of Directors, as a body, for our work or for this report.

It is your duty to ensure that Pharmore Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit of Pharmore Limited. You consider that Pharmore Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Pharmore Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Gleek Cadman Ross LLP
Chartered Accountants
96 Marsh Lane
Leeds
West Yorkshire
LS9 8SR

Date

Pharmore Limited
Profit and Loss Account
for the year ended 29 February 2012

	Notes	2012 £	£	2011 £	£
TURNOVER			4,839,305		5,373,313
Cost of sales			3,283,983		4,142,249
GROSS PROFIT			1,555,322		1,231,064
Distribution costs		99,029		139,800	
Administrative expenses		1,291,078		1,049,429	
			1,390,107		1,189,229
			165,215		41,835
Other operating income			848		-
OPERATING PROFIT	2		166,063		41,835
Interest payable and similar charges			64,933		58,403
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION			101,130		(16,568)
Tax on profit/(loss) on ordinary activities	3		17,779		1,836
PROFIT/(LOSS) FOR THE FINANCIAL YEAR			83,351		(18,404)

The notes form part of these financial statements

Pharmore Limited

**Balance Sheet
29 February 2012**

	Notes	2012 £	2011 £
FIXED ASSETS			
Tangible assets	4	31,246	25,516
Investments	5	92,103	92,103
		<u>123,349</u>	<u>117,619</u>
CURRENT ASSETS			
Stocks		1,329,260	1,010,084
Debtors	6	1,151,820	967,389
Cash at bank and in hand		51,213	87,607
		<u>2,532,293</u>	<u>2,065,080</u>
CREDITORS			
Amounts falling due within one year	7	1,157,904	961,914
		<u>1,157,904</u>	<u>961,914</u>
NET CURRENT ASSETS		<u>1,374,389</u>	<u>1,103,166</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,497,738</u>	<u>1,220,785</u>
CREDITORS			
Amounts falling due after more than one year	8	(1,436,000)	(1,243,500)
PROVISIONS FOR LIABILITIES	11	(5,578)	(4,476)
NET ASSETS/(LIABILITIES)		<u><u>56,160</u></u>	<u><u>(27,191)</u></u>
CAPITAL AND RESERVES			
Called up share capital	12	600	600
Profit and loss account	13	55,560	(27,791)
SHAREHOLDERS' FUNDS		<u><u>56,160</u></u>	<u><u>(27,191)</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 29 February 2012

The members have not required the company to obtain an audit of its financial statements for the year ended 29 February 2012 in accordance with Section 476 of the Companies Act 2006

The directors acknowledge their responsibilities for

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company

The notes form part of these financial statements

Pharmore Limited

**Balance Sheet - continued
29 February 2012**

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the Board of Directors on 31 July 2012 and were signed on its behalf by

A handwritten signature in black ink, appearing to read 'Neelan Delanerolle', with a large, loopy initial 'N'.

Director

NEELAN DELANEROLLE

The notes form part of these financial statements

Pharmore Limited

**Notes to the Financial Statements
for the year ended 29 February 2012**

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Turnover

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

Tangible fixed assets

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

Plant and machinery	- 20% on cost
Fixtures and fittings	- 20% on cost
Computer equipment	- 25% 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 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2012 £	2011 £
Depreciation - owned assets	11,779	9,702
Foreign exchange differences	(848)	-
	<u> </u>	<u> </u>
Directors' remuneration and other benefits etc	412,458	360,000
	<u> </u>	<u> </u>

3 TAXATION

Analysis of the tax charge

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

	2012 £	2011 £
Current tax		
UK corporation tax	16,677	-
Corporation tax repayable	-	(24)
	<u> </u>	<u> </u>
Total current tax	16,677	(24)
Deferred tax	1,102	1,860
	<u> </u>	<u> </u>
Tax on profit/(loss) on ordinary activities	17,779	1,836
	<u> </u>	<u> </u>

UK corporation tax has been charged at 21 80%

Pharmore Limited

**Notes to the Financial Statements - continued
for the year ended 29 February 2012**

4 TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 March 2011	14,551	29,022	9,549	53,122
Additions	1,556	12,389	3,564	17,509
At 29 February 2012	16,107	41,411	13,113	70,631
DEPRECIATION				
At 1 March 2011	2,990	18,008	6,608	27,606
Charge for year	3,266	6,871	1,642	11,779
At 29 February 2012	6,256	24,879	8,250	39,385
NET BOOK VALUE				
At 29 February 2012	9,851	16,532	4,863	31,246
At 28 February 2011	11,561	11,014	2,941	25,516

5 FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST	
At 1 March 2011 and 29 February 2012	92,103
NET BOOK VALUE	
At 29 February 2012	92,103
At 28 February 2011	92,103

The company's investments at the balance sheet date in the share capital of companies include the following

Pharmore Mobility Limited

Nature of business distribution of mobility equipment

	% holding
Class of shares	100.00
Ordinary A	

6 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012 £	2011 £
Trade debtors	1,008,598	876,161
Other debtors	2,620	-
S419 tax repayable	1,471	1,471
Prepayments and accrued income	139,131	89,757
	1,151,820	967,389

Pharmore Limited

**Notes to the Financial Statements - continued
for the year ended 29 February 2012**

7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Bank loans and overdrafts	667,361	475,950
Other loans	-	147,380
Trade creditors	93,031	166,924
Tax	16,677	-
VAT	62,016	1,209
Accruals and deferred income	318,819	170,451
	<u>1,157,904</u>	<u>961,914</u>

8 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2012	2011
	£	£
Bank loans - 1-2 years	30,000	-
Bank loans - 2-5 years	212,500	-
Other loans - 1-2 years	1,193,500	1,243,500
	<u>1,436,000</u>	<u>1,243,500</u>

9 OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year

	2012	2011
	£	£
Expiring		
In more than five years	<u>35,000</u>	<u>35,000</u>

10 SECURED DEBTS

The following secured debts are included within creditors

	2012	2011
	£	£
Bank overdrafts	<u>637,361</u>	<u>475,950</u>

The bank overdraft is secured by a first legal charge over the assets of the company

11 PROVISIONS FOR LIABILITIES

	2012	2011
	£	£
Deferred tax	<u>5,578</u>	<u>4,476</u>
		Deferred tax
		£
Balance at 1 March 2011		4,476
Charge to profit and loss account during year		<u>1,102</u>
Balance at 29 February 2012		<u>5,578</u>

Pharmore Limited

**Notes to the Financial Statements - continued
for the year ended 29 February 2012**

12 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid Number	Class	Nominal value	2012 £	2011 £
300	Ordinary 'A'	£1	300	300
300	Ordinary 'B'	£1	300	300
			<u>600</u>	<u>600</u>

13 RESERVES

	Profit and loss account £
At 1 March 2011	(27,791)
Profit for the year	<u>83,351</u>
At 29 February 2012	<u>55,560</u>

14 RELATED PARTY DISCLOSURES

The company has loans from connected parties. The amount outstanding at the balance sheet date is £1,193,500 (2011 £1,243,500) and interest is charged at a normal commercial rate. During the year the company paid rent of £35,000 (2011 £35,000) in respect of the company's premises which are part owned by the director.

Pharmore Limited

**Trading and Profit and Loss Account
for the year ended 29 February 2012**

	2012		2011	
	£	£	£	£
Sales		4,839,305		5,373,313
Cost of sales				
Opening stock	1,010,084		795,220	
Purchases	3,603,159		4,357,113	
	<u>4,613,243</u>		<u>5,152,333</u>	
Closing stock	(1,329,260)		(1,010,084)	
		<u>3,283,983</u>		<u>4,142,249</u>
GROSS PROFIT		<u>1,555,322</u>		<u>1,231,064</u>
Other income				
Exchange gains		848		-
		<u>1,556,170</u>		<u>1,231,064</u>
Expenditure				
Carriage	99,029		139,800	
Directors' salaries	412,458		360,000	
Wages	281,838		251,006	
Hire of equipment	3,606		4,066	
Rent and rates	199,268		73,979	
Relocation costs	-		1,267	
Insurance	54,607		33,791	
Light and heat	16,684		9,765	
Telephone	13,549		13,403	
Post and stationery	26,991		6,946	
Advertising	97,799		89,521	
Motor and travel expenses	81,080		87,852	
Licences	-		(15,933)	
Repairs and renewals	3,541		2,501	
Royalties	-		2,117	
Sundry expenses	12,346		11,452	
Bad debts	303		2,982	
Compensation	-		24,775	
Accountancy	5,150		2,265	
Legal and professional fees	8,949		7,672	
Depreciation of tangible fixed assets				
Plant and machinery	3,266		1,714	
Fixtures and fittings	6,871		5,933	
Computer equipment	1,642		2,055	
	<u></u>	<u>1,328,977</u>	<u></u>	<u>1,118,929</u>
Carried forward		<u>227,193</u>		<u>112,135</u>

This page does not form part of the statutory financial statements

Pharmore Limited

**Trading and Profit and Loss Account
for the year ended 29 February 2012**

	2012		2011	
	£	£	£	£
Brought forward		227,193		112,135
Finance costs				
Bank charges	17,924		5,534	
Credit card	1,788		3,595	
Factoring charges	41,418		61,171	
Bank loan interest	64,933		58,403	
	<u>126,063</u>		<u>128,703</u>	
NET PROFIT/(LOSS)		<u><u>101,130</u></u>		<u><u>(16,568)</u></u>

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