

LORDVINE LIMITED
FINANCIAL STATEMENTS
FOR
30 JUNE 2002

Company Registration Number 1206594



CHADWICK
Chartered Accountants & Registered Auditors
Television House
10/12 Mount Street
Manchester
M2 5NT

LORDVINE LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2002

CONTENTS	PAGES
Officers and professional advisers	1
The directors' report	2 to 3
Independent auditors' report to the shareholders	4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 to 9

LORDVINE LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

P D Barker MRPharmS
C E Barker MRPharmS

Company secretary

C E Barker

Registered office

2 Church Road
Bebington
Wirral
Merseyside
L63 7PH

Auditors

Chadwick
Chartered Accountants
& Registered Auditors
Television House
10/12 Mount Street
Manchester
M2 5NT

LORDVINE LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 30 JUNE 2002

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 30 June 2002.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company is that of a holding company for David Kingsley Limited.

The directors consider the state of affairs of the company to be satisfactory.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

			Ordinary Shares of £1 each	
			At	At
			30 June 2002	1 July 2001 or later date of appointment
P D Barker	MRPharmS		849	849
C E Barker	MRPharmS	(Appointed 5 April 2002)	—	151
F G McCaul	MRPharmS	(Retired 5 April 2002)	—	—

The directors have no interest in the shares of any other group companies.

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 at the end of the year and of the profit or loss for the year then ended.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 7, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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 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. The directors 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.

AUDITORS

A resolution to re-appoint Chadwick as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

LORDVINE LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 30 JUNE 2002

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
2 Church Road
Bebington
Wirral
Merseyside
L63 7PH

Signed by order of the directors



C E BARKER
Company Secretary

Approved by the directors on ...11/10/02.....

LORDVINE LIMITED**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS****YEAR ENDED 30 JUNE 2002**

We have audited the financial statements on pages 5 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities on page 2.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it. Our responsibilities do not extend to any other information.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with United Kingdom 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 that 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 the company's affairs as at 30 June 2002 and of the profit of the company for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

Television House
10/12 Mount Street
Manchester
M2 5NT

Chadwick
CHADWICK
Chartered Accountants
& Registered Auditors

25 November 2002

LORDVINE LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 30 JUNE 2002

	Note	2002 £	2001 £
TURNOVER		—	—
Administrative expenses		—	—
OPERATING PROFIT	2	—	—
Income from shares in group undertakings	3	83,000	—
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		83,000	—
Tax on profit on ordinary activities		—	—
RETAINED PROFIT FOR THE FINANCIAL YEAR		83,000	—

The company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the company are classed as continuing.

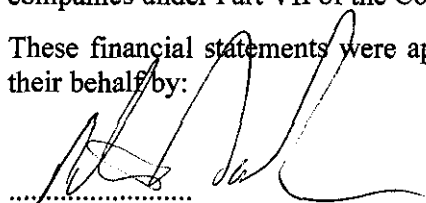
The notes on pages 7 to 9 form part of these financial statements.

LORDVINE LIMITED**BALANCE SHEET****30 JUNE 2002**

	Note	2002 £	2001 £
FIXED ASSETS			
Investments	4	<u>305,498</u>	<u>305,498</u>
CURRENT ASSETS			
Cash at bank		<u>44</u>	<u>44</u>
NET CURRENT ASSETS		<u>305,542</u>	<u>305,542</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>305,542</u>	<u>305,542</u>
CREDITORS: Amounts falling due after more than one year	5	<u>303,611</u>	<u>266,611</u>
		<u>1,931</u>	<u>38,931</u>
CAPITAL AND RESERVES			
Called-up equity share capital	7	849	1,000
Other reserves	8	151	-
Profit and Loss Account		<u>931</u>	<u>37,931</u>
SHAREHOLDERS' FUNDS	10	<u>1,931</u>	<u>38,931</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 1st/10/02..... and are signed on their behalf by:


.....
Peter David Barker
Director

The notes on pages 7 to 9 form part of these financial statements.

LORDVINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2002

1. ACCOUNTING POLICIES

Basis of accounting

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

Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 248 of the Companies Act 1985 not to prepare group accounts.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is small.

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

* provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

* provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;

* deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

2. OPERATING PROFIT

Operating profit is stated after charging:

	2002	2001
	£	£
Directors' emoluments	<u>—</u>	<u>—</u>

3. INCOME FROM SHARES IN GROUP UNDERTAKINGS

	2002	2001
	£	£
Income from shares in group undertakings	<u>83,000</u>	<u>—</u>

LORDVINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2002

4. INVESTMENTS

Subsidiary undertakings

	£
COST:	
At 1 July 2001 and 30 June 2002	<u>305,498</u>
NET BOOK VALUE:	
At 30 June 2002	<u>305,498</u>
At 30 June 2001	<u>305,498</u>

The investment comprises of 100% of the issued share capital of David Kingsley Limited, a company registered in England & Wales. At 30 June 2002 David Kingsley Limited had Capital and Reserves totalling £2,176,645 (2001: £2,361,172) and made a pre-tax loss in the year then ended of £102,991 (2001: profit of £101,941).

5. CREDITORS: Amounts falling due after more than one year

	2002	2001
	£	£
Amounts owed to group undertakings	<u>303,611</u>	<u>266,611</u>

6. RELATED PARTY TRANSACTIONS

The company was under the control of Mr P D Barker throughout the current and previous year.

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

7. SHARE CAPITAL

Authorised share capital:

	2002	2001
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2002	2001
	£	£
Ordinary share capital	1,000	1,000
Purchase of own equity shares	(151)	-
	<u>849</u>	<u>1,000</u>

8. OTHER RESERVES

	2002	2001
	£	£
Capital redemption reserve:		
Purchase of own shares	<u>151</u>	<u>-</u>

LORDVINE LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 30 JUNE 2002**

9. PROFIT AND LOSS ACCOUNT

	2002	2001
	£	£
Balance brought forward	37,931	37,931
Retained profit for the financial year	83,000	-
Purchase of own shares	(120,000)	-
Balance carried forward	<u>931</u>	<u>37,931</u>

10. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2002	2001
	£	£
Profit for the financial year	83,000	-
Purchase of own equity shares	(151)	-
Premium on purchase of own equity shares	(119,849)	-
	<u>(120,000)</u>	<u>-</u>
Net reduction to funds	(37,000)	-
Opening shareholders' equity funds	<u>38,931</u>	<u>38,931</u>
Closing shareholders' equity funds	<u>1,931</u>	<u>38,931</u>