

LORDVINE LIMITED
FINANCIAL STATEMENTS
FOR
30 JUNE 1999

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 1999

CONTENTS	PAGES
Officers and professional advisers	1
The directors' report	2 to 3
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 F G McCaul MRPharmS
-------------------------------	--

Company secretary	F G McCaul
--------------------------	------------

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 1999

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 30 June 1999.

PRINCIPAL ACTIVITIES

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

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 30 June 1999	At 1 July 1998
P D Barker		
MRPharmS	849	849
F G McCaul		
MRPharmS	151	151
	<u> </u>	<u> </u>

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

YEAR 2000 COMPLIANCE

During the year the directors undertook a review of the possible impact of Year 2000 on the company's computer systems and business and where necessary the appropriate work was undertaken to upgrade systems.

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)*

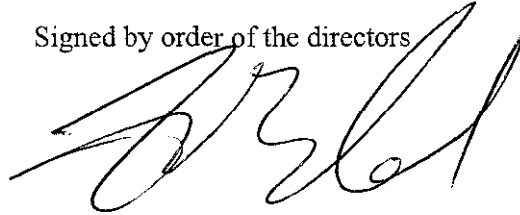
YEAR ENDED 30 JUNE 1999

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



F G McCAUL
Company Secretary

Approved by the directors on 12 April 1999

LORDVINE LIMITED

AUDITORS' REPORT TO THE SHAREHOLDERS

YEAR ENDED 30 JUNE 1999

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

As described on page 2, 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 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.

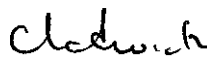
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity 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 1999 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

12 April 2000.


CHADWICK
Chartered Accountants
& Registered Auditors

LORDVINE LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 30 JUNE 1999

	Note	1999 £	1998 £
TURNOVER		-	-
Administrative expenses		-	-
OPERATING PROFIT	2	-	-
Income from shares in group undertakings	3	235,000	-
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		235,000	-
Tax on profit on ordinary activities		-	-
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		235,000	-
Dividends	4	(235,000)	-
RETAINED PROFIT FOR THE FINANCIAL YEAR		-	-
Balance brought forward		37,931	37,931
Balance carried forward		37,931	37,931

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.

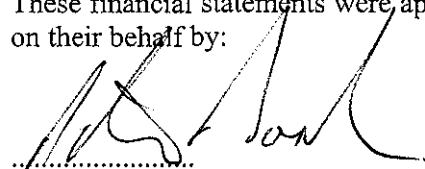
The notes on pages 7 to 9 form part of these financial statements.

LORDVINE LIMITED**BALANCE SHEET****30 JUNE 1999**

	Note	1999 £	1998 £
FIXED ASSETS			
Investments	5	<u>305,498</u>	<u>305,498</u>
CURRENT ASSETS			
Debtors	6	235,000	-
Cash at bank		<u>44</u>	<u>44</u>
		235,044	44
CREDITORS: Amounts falling due within one year	7	<u>(235,000)</u>	<u>-</u>
NET CURRENT ASSETS		<u>44</u>	<u>44</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		305,542	305,542
CREDITORS: Amounts falling due after more than one year	8	<u>(266,611)</u>	<u>(266,611)</u>
		<u>38,931</u>	<u>38,931</u>
CAPITAL AND RESERVES			
Called-up equity share capital	10	1,000	1,000
Profit and loss account		<u>37,931</u>	<u>37,931</u>
SHAREHOLDERS' FUNDS	11	<u>38,931</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 12 April 1999, 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 1999

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.

2. OPERATING PROFIT

Operating profit is stated after charging:

	1999	1998
	£	£
Directors' Emoluments	-	-
Auditors' fees	-	-
	<u>-</u>	<u>-</u>

3. INCOME FROM SHARES IN GROUP UNDERTAKINGS

	1999	1998
	£	£
Income from shares in group undertakings	235,000	-
	<u>235,000</u>	<u>-</u>

4. DIVIDENDS

The following dividends have been proposed in respect of the year:

	1999	1998
	£	£
Proposed dividends on equity shares	235,000	-
	<u>235,000</u>	<u>-</u>

LORDVINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 1999

5. INVESTMENTS

Subsidiary undertaking

	£
COST	
At 1 July 1998 and 30 June 1999	<u>305,498</u>
NET BOOK VALUE	
At 30 June 1999	<u>305,498</u>
At 30 June 1998	<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 1999 David Kingsley Limited had Capital and Reserves totalling £435,456 and made a profit in the year then ended of £108,402.

6. DEBTORS

	1999	1998
	£	£
Amounts owed by group undertakings	<u>235,000</u>	<u>-</u>

7. CREDITORS: Amounts falling due within one year

	1999	1998
	£	£
Other creditors including: Dividends payable	<u>235,000</u>	<u>-</u>

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

	1999	1998
	£	£
Amounts owed to group undertakings	<u>266,611</u>	<u>266,611</u>

9. RELATED PARTY TRANSACTIONS

The company was under the control of Mr P D Barker throughout the current and previous year. Mr P D Barker is the managing director and majority shareholder.

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

LORDVINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 1999

10. SHARE CAPITAL

Authorised share capital:

	1999	1998
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	1999	1998
	£	£
Ordinary share capital	<u>1,000</u>	<u>1,000</u>

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	1999	1998
	£	£
Profit for the financial year	235,000	-
Dividends	<u>(235,000)</u>	<u>-</u>
	-	-
Opening shareholders' equity funds	<u>38,931</u>	<u>38,931</u>
Closing shareholders' equity funds	<u>38,931</u>	<u>38,931</u>