

COMPANY REGISTRATION NUMBER 1206594

LORDVINE LIMITED
FINANCIAL STATEMENTS
FOR
30 JUNE 2003



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

LORDVINE LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2003

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LORDVINE LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

P D Barker
C E Barker

MRPharmS
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 2003

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 30 June 2003.

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 2003	1 July 2002
P D Barker	MRPharmS	849	849
C E Barker	MRPharmS	—	—
		=====	=====

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 8, 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 2003

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 24.2.04

LORDVINE LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS

YEAR ENDED 30 JUNE 2003

We have audited the financial statements on pages 6 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

This report is made solely to the company's shareholders, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable United Kingdom law and 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.

LORDVINE LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS *(continued)*

YEAR ENDED 30 JUNE 2003

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 2003 and of its loss 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

20/2/04

Chadwick
CHADWICK
Chartered Accountants
& Registered Auditors

LORDVINE LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 30 JUNE 2003

	Note	2003 £	2002 £
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

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

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

The notes on pages 8 to 10 form part of these financial statements.

LORDVINE LIMITED

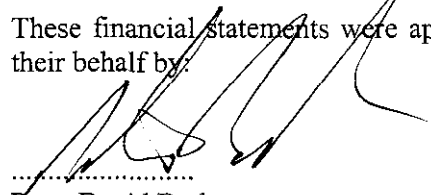
BALANCE SHEET

30 JUNE 2003

	Note	2003 £	2002 £
FIXED ASSETS			
Investments	4	305,498	305,498
CURRENT ASSETS			
Cash at bank		44	44
NET CURRENT ASSETS		44	44
TOTAL ASSETS LESS CURRENT LIABILITIES		305,542	305,542
CREDITORS: Amounts falling due after more than one year	5	303,611	303,611
		<u>1,931</u>	<u>1,931</u>
CAPITAL AND RESERVES			
Called-up equity share capital	7	849	849
Other reserves		151	151
Profit and loss account		931	931
SHAREHOLDERS' FUNDS	8	<u>1,931</u>	<u>1,931</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 24/1/04..... and are signed on their behalf by:


.....
Peter David Barker
Director

The notes on pages 8 to 10 form part of these financial statements.

LORDVINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2003

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;

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:

	2003	2002
	£	£
Directors' emoluments	—	—

3. INCOME FROM SHARES IN GROUP UNDERTAKINGS

	2003	2002
	£	£
Income from shares in group undertakings	—	83,000

LORDVINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2003

4. INVESTMENTS

Subsidiary undertakings

	£
COST	
At 1 July 2002 and 30 June 2003	<u>305,498</u>
NET BOOK VALUE	
At 30 June 2003	<u>305,498</u>
At 30 June 2002	<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 2003 David Kingsley Limited had Capital and Reserves totalling £1,513,545 (2002: £2,176,645) and made a pre-tax loss in the year then ended of £477,100 (2002: loss of £102,991).

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

	2003	2002
	£	£
Amounts owed to group undertakings	<u>303,611</u>	<u>303,611</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:

	2003	2002
	£	£
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid:

	2003		2002	
	No	£	No	£
Ordinary shares of £1 each	<u>849</u>	<u>849</u>	<u>849</u>	<u>849</u>

LORDVINE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2003

8. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2003	2002
	£	£
Profit for the financial year	—	83,000
Purchase of own equity shares	—	(151)
Premium on purchase of own equity shares	—	(119,849)
	<u>—</u>	<u>(120,000)</u>
Net reduction to funds	—	(37,000)
Opening shareholders' equity funds	1,931	38,931
Closing shareholders' equity funds	<u>1,931</u>	<u>1,931</u>