

Pharmacy 2U Limited
Abbreviated Annual Report and Accounts
for the year ended 31 March 2002

Registered Number 3802593



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Pharmacy 2U Limited
Abbreviated Annual Report and Accounts
for the year ended 31 March 2002
Contents

Independent auditors' report to the directors of Pharmacy 2U Limited under section 247B of the Companies Act 1985	1
Balance sheet as at 31 March 2002	2
Accounting policies.....	3
Notes to the abbreviated financial statements for the year ended 31 March 2002.....	4-5

Independent auditors' report to the directors of Pharmacy 2U Limited under section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages 2 to 5 together with the annual financial statements of Pharmacy 2U Limited for the year ended 31 March 2002.

Respective responsibilities of directors and auditors


The directors are responsible for preparing the abbreviated financial statements in accordance with section 246 and Schedule 8A to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and whether the abbreviated financial statements are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the annual financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements are properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the annual financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated financial statements to be delivered are properly prepared in accordance with those provisions.



Chartered Accountants and Registered Auditors

Leeds

18 December 2002

Pharmacy 2U Limited

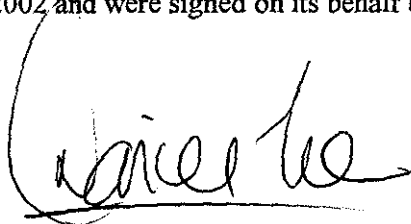
Balance sheet as at 31 March 2002

	Note	2002 £'000	2001 £'000
Fixed assets			
Tangible assets	2	96	95
Current assets			
Stocks		171	51
Debtors		525	97
Cash at bank and in hand		172	1,278
		868	1,426
Creditors: amounts falling due within one year		(674)	(447)
Net current assets		194	979
Total assets less current liabilities		290	1,074
Creditors: amounts falling due after more than one year		-	(4)
Net assets		290	1,070
Capital and reserves			
Called up share capital		518	436
Share premium account		3,445	2,926
Profit and loss account		(3,673)	(2,292)
Total shareholders' funds		290	1,070

The abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The abbreviated financial statements on pages 2 to 5 were approved by the board of directors on 18 December 2002 and were signed on its behalf by:

Director



Pharmacy 2U Limited

Accounting policies

The abbreviated financial statements are prepared using the following accounting policies.

Turnover

Turnover is the invoiced value of goods and services supplied during the year, excluding value added tax.

Tangible fixed assets

Tangible fixed assets are stated at their purchase price, together with any incidental expenses of acquisition, less accumulated depreciation. Provision for depreciation is made so as to write off the cost of tangible fixed assets on a straight line basis over the expected useful economic lives of the assets concerned. The annual rates used are as follows:

Plant and machinery	20 – 33.33%
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Stocks

Stocks are stated at the lower of cost and net realisable value.

Pension costs

The costs of providing retirement pensions and related benefits is charged to the profit and loss account as incurred.

Website development costs

Website development costs are charged to the profit and loss account as incurred.

Finance and operating leases

Where assets are financed by hire purchase agreements which transfer to the company substantially all the benefits and risks of ownership of an asset, the assets are treated as if they had been purchased outright. The amount capitalised is the fair value of the asset. The corresponding lease commitments are shown as obligations to the lessor. Lease payments are split between capital and interest elements using the annuity method. The capital element is applied to reduce the outstanding obligations and the interest element is charged against profit in proportion to the reducing capital element outstanding. Depreciation on the relevant assets is charged to the profit and loss account over the shorter of the lease terms and the useful life of equivalent owned assets.

Costs in respect of operating leases are charged on a straight line basis over the lease term.

Pharmacy 2U Limited

Notes to the abbreviated financial statements for the year ended 31 March 2002

1 Change in accounting policy

In the year ended 31 March 2001, the comparative figures had been restated to reflect a change in accounting policy for website development costs which are charged to the profit and loss account in the period that they are incurred. Previously such costs were capitalised and depreciated over their useful economic lives of 3 years. The accounting policy had been changed because the directors consider the new policy gives a fairer presentation of the company's assets and costs incurred.

The loss for the year ended 31 March 2001 was increased by £141,000 following the change in the website development costs policy.

2 Tangible assets

	Plant and machinery £'000
Cost	
At 1 April 2001	118
Additions	40
At 31 March 2002	158
Depreciation	
At 1 April 2000	23
Charge for the year	39
At 31 March 2002	62
Net book amount	
At 31 March 2002	96
At 31 March 2001	95

Pharmacy 2U Limited

Notes to the financial statements for the year ended 31 March 2002 (continued)

3 Called up share capital

	2002 £'000	2001 £'000
Authorised		
47,396,124 (2001: 47,500,000) ordinary shares of 10p each	4,740	4,750
2,603,876 (2001: 2,500,000) preferred ordinary shares of 10p each	260	250
	5,000	5,000
Allotted and fully paid		
2,571,495 (2001: 2,071,495) ordinary shares of 10p each	257	207
2,603,876 (2001: 2,291,376) preferred ordinary shares of 10p each	261	229
	518	436

Preferred ordinary shares have preferential rights to the assets of the company in the event of the company being wound up. In all other respects the preferred ordinary shares rank pari passu with the ordinary shares.