

Parent company accounts of
3941870-Pharmog Initiative 2b

**GROUP STRATEGIC REPORT,
REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2014
FOR
WAREMOSS LIMITED**

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WAREMOSS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 AUGUST 2014**

DIRECTORS:

B K Chota
P K Chota

SECRETARY:

Mrs A P Chota

REGISTERED OFFICE:

6 Bolton Close
Bellbrook Industrial Park
Uckfield
East Sussex
TN22 1PH

REGISTERED NUMBER:

01434575 (England and Wales)

AUDITORS:

Watson Associates (Audit Services) Ltd
Statutory Auditor
30 - 34 North Street
Hailsham
East Sussex
BN27 1DW

WAREMOSS LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 31 AUGUST 2014

The directors present their strategic report of the company and the group for the year ended 31 August 2014

REVIEW OF BUSINESS

At the year end Waremass Group operated fifty three pharmacies and one opticians. The company has been established for more than thirty years and has continued with its steady growth. Since the year end, two more pharmacies have been acquired. Most of the pharmacies together with the headquarters are based in South East of England with a cluster of five pharmacies and one opticians around Manchester. In line with the trend within the industry, the turnover and profitability continues to be very stable and show a small growth.

PRINCIPAL RISKS AND UNCERTAINTIES

The company operates in regulated markets and is subject to significant governmental regulation. This relates to virtually every aspect of our business, from labels and dispensing process to reimbursement for NHS prescriptions.

Our business is also subject to stringent laws relating to pollution, health and safety, waste disposal and protection of the environment.

Like every business, our management team is regularly monitoring our risk profile and provides clear guidelines and assurances that all social, legal and health and safety responsibilities are adhered to.

FUTURE DEVELOPMENTS

The company continues to achieve growth by seeking and acquiring more pharmacies. Since 31 August 2014 an additional two pharmacies have been purchased bringing the total number of pharmacies and opticians to fifty six.

EMPLOYEE INVOLVEMENT

The company's policy is to consult and discuss the interests of employees through staff meetings and discussions. An operation of a collective agreement between pharmacies and staff is in place.

Information of matters of concern to employees is given through information bulletins and reports which seek to achieve a common awareness on the part of all employees of the financial and economic factors affecting the group's performance.

There is no employee share scheme at present, but the directors are considering the introduction of such a scheme as a means of further encouraging the involvement of employees in the company's performance.

DISABLED PERSONS

The company's policy is to recruit disabled workers for those vacancies that they are able to fill. All necessary assistance with initial training courses is given. Once employed, a career plan is developed so as to ensure suitable opportunities for each disabled person. Arrangements are made, wherever possible, for retraining employees who have become disabled, to enable them to perform work identified as appropriate to their aptitudes and abilities.

ON BEHALF OF THE BOARD:



P K Chotal - Director

20 May 2015

WAREMOSS LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 AUGUST 2014

The directors present their report with the financial statements of the company and the group for the year ended 31 August 2014

Company Registration No. 01434575 (England and Wales)

DIVIDENDS

No dividends will be distributed for the year ended 31 August 2014

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements

DIRECTORS

The directors shown below have held office during the whole of the period from 1 September 2013 to the date of this report

B K Chotal
P K Chotal

POLITICAL DONATIONS AND EXPENDITURE

During the year the company made charitable donations of £55,938 (2013 £41,297) The recipients, amounts and purpose of the charitable donations over £2,000 were as follows

DEC Philippines Typhoon Appeal - £2,000 appeal to raise money to help those impacted by disaster, making sure that funds reach those that need them most

A New Beginning - £3,150 a project to give the widows and orphans of Rwanda a brighter future

The Raghuvanshi Association - £40,000 a charity to advance the Hindu religion by promoting the study of its philosophy, beliefs and morality and to act as an Hindu charitable foundation in assisting people of Hindu and other faiths who are in need Donation was specifically made towards the Lohana Community Building Fund

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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 adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006 They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

WAREMOSS LIMITED

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 AUGUST 2014**

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information

AUDITORS

The auditors, Watson Associates (Audit Services) Ltd, are deemed to be reappointed under section 487(2) of the Companies Act 2006

ON BEHALF OF THE BOARD:



P K Chotal - Director

20 May 2015

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF WAREMOSS LIMITED

We have audited the financial statements of WaremoSS Limited for the year ended 31 August 2014 on pages six to twenty nine. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Group Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 August 2014 and of the group's profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

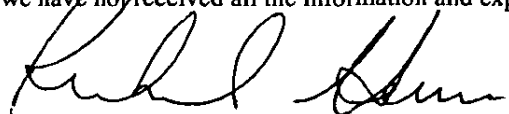
Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit.



Richard Christopher Harris (Senior Statutory Auditor)
for and on behalf of Watson Associates (Audit Services) Ltd
Statutory Auditor
30 - 34 North Street
Hailsham
East Sussex
BN27 1DW

20 May 2015

WAREMOSS LIMITED

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2014**

	Notes	2014 £	2013 £
TURNOVER		61,452,454	55,633,078
Continuing operations		60,734,168	54,335,519
Acquisitions		718,286	1,297,559
		<u>61,452,454</u>	<u>55,633,078</u>
Cost of sales	2	39,318,646	35,699,232
GROSS PROFIT	2	22,133,808	19,933,846
Net operating expenses	2	18,982,140	16,577,295
OPERATING PROFIT	4	3,151,668	3,356,551
Continuing operations		2,929,846	3,245,323
Acquisitions		221,822	111,228
		<u>3,151,668</u>	<u>3,356,551</u>
Income from fixed asset investments		23,732	12,209
Interest receivable and similar income		144,123	102,699
		<u>167,855</u>	<u>114,908</u>
		3,319,523	3,471,459
Amounts written off investments	5	29,667	(35,085)
		<u>3,289,856</u>	<u>3,506,544</u>
Interest payable and similar charges	6	341,551	274,533
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		2,948,305	3,232,011
Tax on profit on ordinary activities	7	1,141,810	1,125,973
PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP		<u>1,806,495</u>	<u>2,106,038</u>
TOTAL RECOGNISED GAINS AND LOSSES			
The group has no recognised gains or losses other than the profits for the current year or previous year			

The notes form part of these financial statements

WAREMOSS LIMITED (REGISTERED NUMBER: 01434575)

**CONSOLIDATED BALANCE SHEET
31 AUGUST 2014**

	Notes	2014 £	2013 £
FIXED ASSETS			
Intangible assets	9	17,409,858	14,925,490
Tangible assets	10	4,837,881	4,284,433
Investments	11	100	100
		<u>22,247,839</u>	<u>19,210,023</u>
CURRENT ASSETS			
Stocks	12	5,928,869	4,191,078
Debtors	13	10,276,527	7,417,036
Investments	14	1,282,028	564,637
Cash at bank and in hand		3,093,186	9,211,009
		<u>20,580,610</u>	<u>21,383,760</u>
CREDITORS			
Amounts falling due within one year	15	10,033,438	11,846,596
NET CURRENT ASSETS		<u>10,547,172</u>	<u>9,537,164</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>32,795,011</u>	<u>28,747,187</u>
CREDITORS			
Amounts falling due after more than one year	16	(11,207,827)	(8,961,705)
PROVISIONS FOR LIABILITIES	20	(101,384)	(106,177)
NET ASSETS		<u>21,485,800</u>	<u>19,679,305</u>
CAPITAL AND RESERVES			
Called up share capital	21	30,000	30,000
Profit and loss account	22	21,455,800	19,649,305
SHAREHOLDERS' FUNDS	27	<u>21,485,800</u>	<u>19,679,305</u>

The financial statements were approved by the Board of Directors on 20 May 2015 and were signed on its behalf by



P K Chotali - Director

The notes form part of these financial statements

WAREMOSS LIMITED (REGISTERED NUMBER: 01434575)

**COMPANY BALANCE SHEET
31 AUGUST 2014**

	Notes	2014 £	2013 £
FIXED ASSETS			
Intangible assets	9	11,168,056	12,630,801
Tangible assets	10	4,570,146	4,007,592
Investments	11	9,426,645	3,644,255
		<u>25,164,847</u>	<u>20,282,648</u>
CURRENT ASSETS			
Stocks	12	5,681,435	4,127,037
Debtors	13	9,922,844	7,220,248
Investments	14	1,282,028	564,637
Cash at bank and in hand		2,455,496	8,792,927
		<u>19,341,803</u>	<u>20,704,849</u>
CREDITORS			
Amounts falling due within one year	15	<u>11,138,996</u>	<u>12,155,055</u>
NET CURRENT ASSETS		<u>8,202,807</u>	<u>8,549,794</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>33,367,654</u>	<u>28,832,442</u>
CREDITORS			
Amounts falling due after more than one year	16	(11,207,827)	(8,961,705)
PROVISIONS FOR LIABILITIES	20	<u>(98,282)</u>	<u>(98,565)</u>
NET ASSETS		<u><u>22,061,545</u></u>	<u><u>19,772,172</u></u>
CAPITAL AND RESERVES			
Called up share capital	21	30,000	30,000
Profit and loss account	22	<u>22,031,545</u>	<u>19,742,172</u>
SHAREHOLDERS' FUNDS	27	<u><u>22,061,545</u></u>	<u><u>19,772,172</u></u>

The financial statements were approved by the Board of Directors on its behalf by

20 May '15

and were signed on



P K Chotai - Director

WAREMOSS LIMITED

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2014**

	Notes	2014 £	2013 £
Net cash inflow from operating activities	1	4,886,245	8,278,411
Returns on investments and servicing of finance	2	(209,032)	(206,155)
Taxation	2	(1,324,679)	(1,602,988)
Capital expenditure and financial investment	2	<u>(7,507,681)</u>	<u>(6,424,098)</u>
		(4,155,147)	45,170
Management of liquid resources	2	(742,542)	218,698
Financing	2	<u>1,757,699</u>	<u>1,109,176</u>
(Decrease)/increase in cash in the period		<u><u>(3,139,990)</u></u>	<u><u>1,373,044</u></u>
Reconciliation of net cash flow to movement in net debt	3		
(Decrease)/increase in cash in the period		(3,139,990)	1,373,044
Cash outflow/(inflow) from increase/(decrease) in liquid resources		742,542	(218,698)
Cash inflow from increase in debt and lease financing		<u>(2,997,352)</u>	<u>(1,758,964)</u>
Change in net debt resulting from cash flows		(5,394,800)	(604,618)
Non-cash change in current asset investments		<u>(25,151)</u>	<u>40,126</u>
Movement in net debt in the period		<u>(5,419,951)</u>	<u>(564,492)</u>
Net debt at 1 September		<u>(5,562,832)</u>	<u>(4,998,340)</u>
Net debt at 31 August		<u><u>(10,982,783)</u></u>	<u><u>(5,562,832)</u></u>

The notes form part of these financial statements

WAREMOSS LIMITED

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2014**

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2014 £	2013 £
Operating profit	3,151,668	3,356,551
Depreciation charges	4,303,926	3,835,836
(Profit)/loss on disposal of fixed assets	(2,153)	89
Increase in stocks	(1,532,198)	(40,812)
(Increase)/decrease in debtors	(645,650)	750,573
(Decrease)/increase in creditors	(389,348)	376,174
Net cash inflow from operating activities	4,886,245	8,278,411

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2014 £	2013 £
Returns on investments and servicing of finance		
Interest received	94,123	55,553
Interest paid	(322,157)	(268,632)
Interest element of hire purchase payments	(214)	(244)
Dividends received	19,216	7,168
Net cash outflow for returns on investments and servicing of finance	(209,032)	(206,155)
Taxation		
Taxation paid	(1,500,833)	(1,602,988)
Taxation refund	176,154	-
Net cash outflow for taxation	(1,324,679)	(1,602,988)
Capital expenditure and financial investment		
Purchase of intangible fixed assets	(206,816)	(1,764,513)
Purchase of tangible fixed assets	(893,451)	(352,791)
Purchase of fixed asset investments	(6,746,357)	(5,298,401)
Sale of tangible fixed assets	-	1,600
Cash at bank acquired with subsidiaries	338,943	990,007
Net cash outflow for capital expenditure and financial investment	(7,507,681)	(6,424,098)
Management of liquid resources		
Payments to acquire investments	(2,356,729)	(374,242)
Receipts on sale of investments	1,614,187	592,940
Net cash (outflow)/inflow from management of liquid resources	(742,542)	218,698

The notes form part of these financial statements

WAREMOSS LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2014

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT - continued

	2014 £	2013 £
Financing		
New loans in year	6,350,000	5,050,000
Loan repayments in year	(3,349,973)	(3,252,788)
Loan received from connected companies	210,000	100,000
Capital repayments in year	(2,675)	(1,421)
Amount introduced by directors	-	2,754
Amount withdrawn by directors	(951,772)	(515,723)
Amount introduced by shareholders	-	1,377
Amount withdrawn by shareholders	(497,881)	(275,023)
Net cash inflow from financing	1,757,699	1,109,176

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1 9 13 £	Cash flow £	Acquisition £	Other non-cash changes £	At 31 8 14 £
Net cash					
Cash at bank and in hand	9,211,009	(6,117,823)	-		3,093,186
Bank overdraft	(3,385,478)	2,977,833	-		(407,645)
	<u>5,825,531</u>	<u>(3,139,990)</u>	<u>-</u>		<u>2,685,541</u>
Liquid resources					
Current asset investments	564,637	742,542	-	(25,151)	1,282,028
	<u>564,637</u>	<u>742,542</u>	<u>-</u>	<u>(25,151)</u>	<u>1,282,028</u>
Debt					
Hire purchase	(1,679)	2,675	(1,575)	-	(579)
Debts falling due within one year	(2,989,745)	(753,776)	-	-	(3,743,521)
Debts falling due after one year	(8,961,576)	(2,246,251)	-	-	(11,207,827)
	<u>(11,953,000)</u>	<u>(2,997,352)</u>	<u>(1,575)</u>	<u>-</u>	<u>(14,951,927)</u>
Total	(5,562,832)	(5,394,800)	(1,575)	(25,151)	(10,984,358)

The notes form part of these financial statements

WAREMOSS LIMITED**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 AUGUST 2014****4 PURCHASE OF SUBSIDIARY UNDERTAKINGS**

	2014 £	2013 £
Net assets acquired		
Intangible fixed assets	417,951	746,667
Tangible fixed assets	218,943	508,628
Stocks	205,593	109,831
Debtors	688,945	402,300
Cash at bank and in hand	338,943	990,007
Creditors	(633,062)	(265,624)
Taxation	(77,010)	(149,428)
Hire purchase	(1,575)	-
Deferred taxation	2,130	(12,759)
	<hr/>	<hr/>
	1,160,858	2,329,622
Goodwill	5,585,499	2,968,779
	<hr/>	<hr/>
	6,746,357	5,298,401
	<hr/>	<hr/>
Satisfied by		
Cash	6,746,357	5,298,401
	<hr/>	<hr/>

The subsidiary undertakings acquired during the year contributed £89,228 to the group's net operating cash flows, paid £413 in respect of net returns on investments and servicing of finance, paid £800 in respect of capital expenditure and paid £1,525 in respect of financing

WAREMOSS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2014

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards

Basis of consolidation

The group financial statements consolidate the financial statements of the company and its subsidiary undertakings, all of which are made up to 31 August 2014. All intra-group profits and transactions are eliminated on consolidation.

As permitted by Section 405 of the Companies Act 2006, Concept 2000 Design Ltd has not been included within these consolidated financial statements as its inclusion is not material for the purpose of giving a true and fair view. Concept 2000 Design Limited has no material assets or liabilities.

✓ ✓ Allied Pharmacy Ltd (reg no 04809807) is exempt from the requirements of CA2006 relating to the audit of accounts under section 479A of the Companies Act 2006.

Pharmacy Initiative 2 Ltd (reg no 03941870) is exempt from the requirements of CA2006 relating to the audit of accounts under section 479A of the Companies Act 2006.

Lotus Chemist Ltd (reg no 03759252) is exempt from the requirements of CA2006 relating to the audit of accounts under section 479A of the Companies Act 2006.

Sussex Apothecary Ltd (reg no 03893750) is exempt from the requirements of CA2006 relating to the audit of accounts under section 479A of the Companies Act 2006.

Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

Goodwill

Goodwill, being the amount paid in connection with the acquisition of businesses, is being amortised evenly over its estimated useful life of ten years. The accounting policy of WaremoSS Limited is to provide a full year's amortisation in the year of acquisition and none in the year of disposal.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost and not provided
Short leasehold	- 4% per annum and over term of lease
Long leasehold	- over term of lease
Plant and machinery	- 33% on cost
Fixtures, fittings & equipment	- 20% on cost, 15% on reducing balance and 10% on cost
Motor vehicles	- 33% on cost and 25% on reducing balance

No provision for depreciation is made in respect of the freehold properties as the directors consider such a charge to be immaterial. Annual impairment reviews are conducted to support the carrying value with any diminution in value being recognised in the period in which it occurs. The accounting policy of WaremoSS Limited is to provide a full year's depreciation in the year of acquisition and none in the year of disposal.

Stocks

Stock is professionally valued at the lower of cost or net realisable value. Cost incurred in bringing each product to its present location and condition is based on purchase cost on a first-in, first-out basis including transport.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

WAREMOSS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2014

1 ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to the profit and loss account in the period to which they relate.

2 ANALYSIS OF OPERATIONS

	Continuing £	2014 Acquisitions £	Total £
Cost of sales	39,091,051	227,595	39,318,646
Gross profit	21,643,117	490,691	22,133,808
Net operating expenses			
Administrative expenses	18,881,150	268,869	19,150,019
Other operating income	(167,879)	-	(167,879)
	18,713,271	268,869	18,982,140
	Continuing £	2013 Acquisitions £	Total £
Cost of sales	34,816,319	882,913	35,699,232
Gross profit	19,519,200	414,646	19,933,846
Net operating expenses			
Administrative expenses	16,452,263	303,418	16,755,681
Other operating income	(178,386)	-	(178,386)
	16,273,877	303,418	16,577,295

WAREMOSS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2014**

3 STAFF COSTS

	2014	2013
	£	£
Wages and salaries	10,737,465	9,574,775
Other pension costs	305,497	179,318
	<u>11,042,962</u>	<u>9,754,093</u>

The average monthly number of employees during the year was as follows

	2014	2013
Management and administration	88	97
Retail	523	449
	<u>611</u>	<u>546</u>

4 OPERATING PROFIT

The operating profit is stated after charging/(crediting)

	2014	2013
	£	£
Rent	1,185,357	1,017,597
Depreciation - owned assets	571,769	525,678
Depreciation - assets on hire purchase contracts	6,259	8,345
(Profit)/loss on disposal of fixed assets	(2,153)	89
Goodwill amortisation	3,725,898	3,301,813
Audit fees	26,739	23,025
Foreign exchange differences	9,814	(2,965)
	<u>60,000</u>	<u>60,000</u>

The number of directors to whom retirement benefits were accruing was as follows

	2014	2013
Money purchase schemes	<u>2</u>	<u>2</u>

5 AMOUNTS WRITTEN OFF INVESTMENTS

	2014	2013
	£	£
Amount written off investments	<u>29,667</u>	<u>(35,085)</u>

6 INTEREST PAYABLE AND SIMILAR CHARGES

	2014	2013
	£	£
Bank interest	340,672	274,098
Interest on overdue tax paid	665	191
Hire purchase	214	244
	<u>341,551</u>	<u>274,533</u>

WAREMOSS LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2014****7 TAXATION****Analysis of the tax charge**

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

	2014 £	2013 £
Current tax		
UK corporation tax	1,155,694	1,134,022
Adjustment for prior years	(11,222)	(776)
Total current tax	1,144,472	1,133,246
Deferred tax	(2,662)	(7,273)
Tax on profit on ordinary activities	<u>1,141,810</u>	<u>1,125,973</u>

Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below

	2014 £	2013 £
Profit on ordinary activities before tax	<u>2,948,305</u>	<u>3,232,011</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21% (2013 - 23%)	619,144	743,363
Effects of		
Expenses not deductible for tax purposes	36,604	(1,682)
Income not taxable for tax purposes	(4,984)	(2,808)
Adjustments to tax charge in respect of previous periods	(11,221)	(776)
Depreciation charge for year	584,826	436,456
Loss on disposal of fixed assets	(452)	20
Capital allowances for year	(135,018)	(114,061)
Short lease premiums	(3,246)	(3,276)
Other tax adjustments	58,719	35,594
Consolidation adjustments	-	40,416
Losses c/fwd	100	-
Current tax charge	<u>1,144,472</u>	<u>1,133,246</u>

8 PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the Profit and Loss Account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £2,289,373 (2013 - £2,198,905)

WAREMOSS LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2014****9 INTANGIBLE FIXED ASSETS****Group**

	Goodwill £
COST	
At 1 September 2013	35,141,425
Additions	6,210,266
	<hr/>
At 31 August 2014	41,351,691
	<hr/>
AMORTISATION	
At 1 September 2013	20,215,935
Amortisation for year	3,725,898
	<hr/>
At 31 August 2014	23,941,833
	<hr/>
NET BOOK VALUE	
At 31 August 2014	17,409,858
	<hr/>
At 31 August 2013	14,925,490
	<hr/>

Company

	Goodwill £
COST	
At 1 September 2013	32,642,327
Additions	599,668
Reclassification/transfer	926,571
	<hr/>
At 31 August 2014	34,168,566
	<hr/>
AMORTISATION	
At 1 September 2013	20,011,526
Amortisation for year	2,988,984
	<hr/>
At 31 August 2014	23,000,510
	<hr/>
NET BOOK VALUE	
At 31 August 2014	11,168,056
	<hr/>
At 31 August 2013	12,630,801
	<hr/>

WAREMOSS LIMITED
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2014**
10 TANGIBLE FIXED ASSETS
Group

	Freehold property £	Short leasehold £	Long leasehold £
COST			
At 1 September 2013	948,066	1,059,892	265,777
Additions	383,966	1,016	180,573
Disposals	-	(2,368)	-
Reclassification/transfer	-	180,573	(180,573)
At 31 August 2014	1,332,032	1,239,113	265,777
DEPRECIATION			
At 1 September 2013	-	195,919	13,216
Charge for year	-	54,105	6,625
Eliminated on disposal	-	(1,352)	-
At 31 August 2014	-	248,672	19,841
NET BOOK VALUE			
At 31 August 2014	1,332,032	990,441	245,936
At 31 August 2013	948,066	863,973	252,561

	Plant and machinery £	Fixtures, fittings & equipment £	Motor vehicles £	Totals £
COST				
At 1 September 2013	132,938	4,466,462	692,481	7,565,616
Additions	147,121	377,959	49,397	1,140,032
Disposals	-	-	(25,866)	(28,234)
At 31 August 2014	280,059	4,844,421	716,012	8,677,414
DEPRECIATION				
At 1 September 2013	52,547	2,678,464	341,037	3,281,183
Charge for year	93,353	325,978	97,967	578,028
Eliminated on disposal	-	-	(18,326)	(19,678)
At 31 August 2014	145,900	3,004,442	420,678	3,839,533
NET BOOK VALUE				
At 31 August 2014	134,159	1,839,979	295,334	4,837,881
At 31 August 2013	80,391	1,787,998	351,444	4,284,433

WAREMOSS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2014**

10 TANGIBLE FIXED ASSETS - continued

Group

Fixed assets, included in the above, which are held under hire purchase contracts are as follows

	Motor vehicles £
COST	
At 1 September 2013	
and 31 August 2014	33,380
DEPRECIATION	
At 1 September 2013	8,345
Charge for year	6,259
At 31 August 2014	14,604
NET BOOK VALUE	
At 31 August 2014	18,776
At 31 August 2013	25,035

Company

	Freehold property £	Short leasehold £	Long leasehold £
COST			
At 1 September 2013	948,066	1,056,715	40,692
Additions	383,966	176,510	-
At 31 August 2014	1,332,032	1,233,225	40,692
DEPRECIATION			
At 1 September 2013	-	192,742	10,674
Charge for year	-	50,042	520
Eliminated on disposal	-	-	-
At 31 August 2014	-	242,784	11,194
NET BOOK VALUE			
At 31 August 2014	1,332,032	990,441	29,498
At 31 August 2013	948,066	863,973	30,018

WAREMOSS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2014**

10 TANGIBLE FIXED ASSETS - continued

Company

	Plant and machinery £	Fixtures, fittings & equipment £	Motor vehicles £	Totals £
COST				
At 1 September 2013	132,938	4,402,748	692,481	7,273,640
Additions	147,121	372,343	46,937	1,126,877
Disposals	-	-	(25,866)	(25,866)
At 31 August 2014	280,059	4,775,091	713,552	8,374,651
DEPRECIATION				
At 1 September 2013	52,547	2,669,048	341,037	3,266,048
Charge for year	93,353	315,157	97,711	556,783
Eliminated on disposal	-	-	(18,326)	(18,326)
At 31 August 2014	145,900	2,984,205	420,422	3,804,505
NET BOOK VALUE				
At 31 August 2014	134,159	1,790,886	293,130	4,570,146
At 31 August 2013	80,391	1,733,700	351,444	4,007,592

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
At 1 September 2013 and 31 August 2014	33,380
DEPRECIATION	
At 1 September 2013	8,345
Charge for year	6,259
At 31 August 2014	14,604
NET BOOK VALUE	
At 31 August 2014	18,776
At 31 August 2013	25,035

WAREMOSS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2014

11 FIXED ASSET INVESTMENTS

Group

	Shares in group undertakings £
COST	
At 1 September 2013 and 31 August 2014	100
NET BOOK VALUE	
At 31 August 2014	100
At 31 August 2013	100

Company

	Shares in group undertakings £
COST	
At 1 September 2013	3,644,255
Additions	6,373,565
Reversal of impairments	335,396
Reclassification/transfer	(926,571)
At 31 August 2014	9,426,645
NET BOOK VALUE	
At 31 August 2014	9,426,645
At 31 August 2013	3,644,255

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following

Subsidiaries

Concept 2000 Design Limited

Nature of business Marketing & advisory services

	% holding	28 2 14 £	28 2 13 £
Class of shares:			
Ordinary shares of £1 each	100 00	(170,040)	(169,857)
Aggregate capital and reserves		(180)	(379)
Loss for the year			

WAREMOSS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2014

11 FIXED ASSET INVESTMENTS - continued

Allied Pharmacy Ltd

Nature of business Pharmacy

	% holding	2014 £	2013 £
Class of shares			
Ordinary shares of £1 each	100 00		
Aggregate capital and reserves		2,026,416	1,964,128
Profit for the year		<u>62,288</u>	<u>49,591</u>

Pharmacy Initiative 2 Limited

Nature of business Pharmacy

	% holding	2014 £
Class of shares:		
Ordinary shares of £1 each	100 00	
Profit for the year		<u>302,887</u>

✓ On the 4 December 2013, Waremass Ltd purchased 100% of the issued share capital of Pharmacy Initiative 2 Ltd. On 31 May 2014, the business was hived up into Waremass Ltd. The value of the investment has been revalued by the value of the net liabilities transferred on hive up (£335,396) and the excess of purchase consideration over and above the net liabilities of the business has been reclassified as goodwill. This amounts to £926,571.

Lotus Chemist Ltd

Nature of business Pharmacy

	% holding	2014 £
Class of shares		
Ordinary shares of £1 each	100.00	
Aggregate capital and reserves		793,783
Profit for the year		<u>32,248</u>

On 1 March 2014 Waremass Ltd purchased 100% of the issued share capital of Lotus Chemist Ltd, this company has continued to trade as a subsidiary of Waremass Ltd.

Sussex Apothecary Ltd

Nature of business Pharmacy

	% holding	2014 £
Class of shares		
Ordinary shares of £1 each	100 00	
Aggregate capital and reserves		45,828
Profit for the year		<u>95,656</u>

On 1 April 2014 Waremass Ltd purchased 100% of the issued share capital of Sussex Apothecary Ltd, this company has continued to trade as a subsidiary of Waremass Ltd.

WAREMOSS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2014

11 FIXED ASSET INVESTMENTS - continued

Dormant subsidiaries

	Year end 31 08 14 (unless stated)	% holding	Aggregate capital and reserves	
			2014 £	2013 £
G F Bevis & Co		100 00	500	500
A Pickles Limited	30 09.13	100 00	500	500
E H Lloyd (Hove) Limited	31 10.13	100.00	4,000	4,000
Preston Park Chemists Limited	31 03.14	100 00	100	100
Tannachem Limited	31 12.13	100 00	100	100
Shankam Limited (dissolved 03/09/2013)			-	1
Leslie Robertson Limited	30 11.13	100 00	100	100
Shoreen Limited	31 03 14	100 00	170	170
W E Coles Limited	31 05.14	100.00	2,500	2,500
Theaker Pharmacy Limited	31 05 14	100.00	2	2
Zaza Ltd	31 01.14	100.00	1,000	1,000
Eccleshill Healthcare Pharmacy Ltd		100.00	1,000	1,000

Eccleshill Healthcare Pharmacy Ltd, was hived up into Waremoos Ltd on 31 July 2013, for comparative purposes the profit for this period was £32,785

12 STOCKS

	Group		Company	
	2014 £	2013 £	2014 £	2013 £
Finished goods	5,928,869	4,191,078	5,681,435	4,127,037

Stock is professionally valued at the lower of cost or net realisable value. Cost incurred in bringing each product to its present location and condition is based on purchase cost on a first-in, first-out basis including transport.

13 DEBTORS

	Group		Company	
	2014 £	2013 £	2014 £	2013 £
Amounts falling due within one year				
Trade debtors	4,849,225	4,440,666	4,677,122	4,300,254
Amounts owed by group undertakings	19,925	19,925	36,635	19,925
Other debtors	1,018,149	224,235	1,018,149	224,235
Staff loans	5,151	12,286	5,151	12,286
M&W (Brighton) Ltd	-	25,000	-	25,000
Other loans	731,600	233,719	731,600	233,719
Directors' current accounts	1,433,496	481,724	1,433,496	481,724
Tax	178,861	-	178,861	-
VAT	1,302,634	1,099,891	1,197,857	1,046,869
Prepayments	724,323	266,427	630,810	263,073
	10,263,364	6,803,873	9,909,681	6,607,085

WAREMOSS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2014

13 DEBTORS - continued

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Amounts falling due after more than one year				
Other debtors	-	600,000	-	600,000
Rent deposits	13,163	13,163	13,163	13,163
	<u>13,163</u>	<u>613,163</u>	<u>13,163</u>	<u>613,163</u>
Aggregate amounts	<u>10,276,527</u>	<u>7,417,036</u>	<u>9,922,844</u>	<u>7,220,248</u>

Other loans relates to amounts drawn from the company by Bharat Chotai (shareholder)

Included within other debtors is a £697,146 loan made to Birch Restorations Limited Interest is being capitalised on an annual basis at 3% above LIBOR This loan has now been fully repaid since the year end

This loan was secured by a first legal charges against 'Land on the east side of Rowan Avenue, Hove' (ESOTERICA) and '1-2 Victoria Terrace, Hove, East Sussex, BN3 2WB' (ESX320952)

The balance outstanding at the end of year of other loans £731,600 will be fully repaid within 9 months of the year end

14 CURRENT ASSET INVESTMENTS

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Listed investments	210,584	233,054	210,584	233,054
Unlisted investments	1,071,444	331,583	1,071,444	331,583
	<u>1,282,028</u>	<u>564,637</u>	<u>1,282,028</u>	<u>564,637</u>

Market value of listed investments at 31 August 2014 held by the group and the company - £210,584

15 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Bank loans and overdrafts (see note 17)	4,151,166	6,375,223	4,128,339	6,375,223
Hire purchase contracts (see note 18)	579	1,550	129	1,550
Trade creditors	3,987,648	4,069,901	3,739,064	3,953,831
Amounts owed to group undertakings	-	-	1,635,407	511,572
Tax	398,363	322,699	247,937	273,273
Social security and other taxes	195,070	176,692	195,070	172,193
Other creditors	-	753	-	-
M&W (Brighton) Ltd	185,000	-	185,000	-
Accrued expenses	1,115,612	899,778	1,008,050	867,413
	<u>10,033,438</u>	<u>11,846,596</u>	<u>11,138,996</u>	<u>12,155,055</u>

WAREMOSS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2014**

16 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Bank loans (see note 17)	11,207,827	8,961,576	11,207,827	8,961,576
Hire purchase contracts (see note 18)	-	129	-	129
	<u>11,207,827</u>	<u>8,961,705</u>	<u>11,207,827</u>	<u>8,961,705</u>

17 LOANS

An analysis of the maturity of loans is given below:

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Amounts falling due within one year or on demand				
Bank overdrafts	407,645	3,385,478	384,818	3,385,478
Bank loans	3,743,521	2,989,745	3,743,521	2,989,745
	<u>4,151,166</u>	<u>6,375,223</u>	<u>4,128,339</u>	<u>6,375,223</u>
Amounts falling due between one and two years				
Bank loans - 1-2 years	4,207,620	2,931,793	4,207,620	2,931,793
Amounts falling due between two and five years				
Bank loans - 2-5 years	5,695,737	5,728,391	5,695,737	5,728,391
Amounts falling due in more than five years				
Repayable by instalments				
Bank loans more 5 yr by instal	1,304,470	301,392	1,304,470	301,392

18 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

Group	Hire purchase contracts	
	2014	2013
	£	£
Net obligations repayable		
Within one year	579	1,550
Between one and five years	-	129
	<u>579</u>	<u>1,679</u>

WAREMOSS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2014**

18 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES - continued

Company

	Hire purchase contracts	
	2014	2013
	£	£
Net obligations repayable		
Within one year	129	1,550
Between one and five years	-	129
	<u>129</u>	<u>1,679</u>

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

Group

	Land and buildings	
	2014	2013
	£	£
Expiring		
Within one year	25,000	60,750
Between one and five years	160,650	92,000
In more than five years	921,727	882,816
	<u>1,107,377</u>	<u>1,035,566</u>

Company

	Land and buildings	
	2014	2013
	£	£
Expiring		
Within one year	25,000	60,750
Between one and five years	145,750	92,000
In more than five years	842,254	862,697
	<u>1,013,004</u>	<u>1,015,447</u>

19 SECURED DEBTS

The following secured debts are included within creditors.

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Bank overdrafts	407,645	3,385,478	384,818	3,385,478
Bank loans	14,951,348	11,951,321	14,951,348	11,951,321
	<u>15,358,993</u>	<u>15,336,799</u>	<u>15,336,166</u>	<u>15,336,799</u>

The bank loans and overdraft are secured by a first charge over book debts and a fixed and floating charge over all other assets

WAREMOSS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2014**

20 PROVISIONS FOR LIABILITIES

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Deferred tax	<u>101,384</u>	<u>106,177</u>	<u>98,282</u>	<u>98,565</u>
Group				
				Deferred tax
				£
Balance at 1 September 2013				106,177
Credit to Profit and Loss Account during year				(2,662)
Acquisition				<u>(2,131)</u>
Balance at 31 August 2014				<u>101,384</u>
Company				
				Deferred tax
				£
Balance at 1 September 2013				98,565
Credit to Profit and Loss Account during year				<u>(283)</u>
Balance at 31 August 2014				<u>98,282</u>

21 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid.		Nominal value	2014	2013
Number	Class		£	£
30,000	Ordinary	£1	<u>30,000</u>	<u>30,000</u>

22. RESERVES

Group	
	Profit and loss account
	£
At 1 September 2013	19,649,305
Profit for the year	<u>1,806,495</u>
At 31 August 2014	<u>21,455,800</u>

WAREMOSS LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2014****22 RESERVES - continued****Company**

	Profit and loss account £
At 1 September 2013	19,742,172
Profit for the year	2,289,373
At 31 August 2014	<u>22,031,545</u>

23 DIRECTORS' ADVANCES, CREDITS AND GUARANTEES

The following advances and credits to directors subsisted during the years ended 31 August 2014 and 31 August 2013

	2014 £	2013 £
B K Chotai		
Balance outstanding at start of year	266,281	(2,580)
Amounts advanced	502,164	270,238
Amounts repaid	-	(1,377)
Balance outstanding at end of year	<u>768,445</u>	<u>266,281</u>
P K Chotai		
Balance outstanding at start of year	215,443	(28,665)
Amounts advanced	449,608	245,485
Amounts repaid	-	(1,377)
Balance outstanding at end of year	<u>665,051</u>	<u>215,443</u>

The balances outstanding at the end of year of B K Chotai £768,445 and P K Chotai £665,051 will be fully repaid within 9 months of the year end

24 RELATED PARTY DISCLOSURES

The company has, in the normal course of business, sold goods on a commercial basis to its related party undertakings as well as received management fees from these companies as follows:

M&W (Brighton) Limited Net sales for the year £450,481 (2013 £500,433), management fees received £28,800 (2013 £27,000) and gross balance included in trade debtors at the year end £55,922 (2013 £74,605) The following expenses have also been recharged from Waremass Limited to M&W (Brighton) Limited Motor & Delivery £13,200 (2013 £12,750), Security Fees £1,200 (2013 £1,200), and Locums & Wages £68,063 (2013 £56,963) Also transferred from Waremass Ltd to M&W (Brighton) Ltd for the year ended 31st August 2014 were PCT receipts of £65,581 (2013 £51,887), less 1/3rd for costs incurred by Waremass Ltd £21,860 (2013 £17,296)

Included in the rent paid is a sum of £149,575 (2013 £145,200) paid to the Waremass Pension Scheme relating to properties owned by the Scheme and leased to the company The rental payments are made on an arms length basis

Included in the rent paid is a sum of £241,529 (2013 £208,500) paid to the shareholders relating to properties owned by them and leased to the company The rental payments are made on an arms length basis

WAREMOSS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2014

25 POST BALANCE SHEET EVENTS

Since the year end the company has acquired a number of pharmacies, as follows

On 1st March 2015 a pharmacy was purchased in Elm Grove, Brighton for approx £700k, final figures are unknown as they depend on a number of factors still outstanding, but are not expected to materially alter this figure

On 2nd April 2015 a pharmacy was purchased in Wallington, South London for approx £1.8m, final figures are unknown as they depend on a number of factors still outstanding, but are not expected to materially alter this figure

These purchases were financed by a new loan from HSBC for £2.5m

26 ULTIMATE CONTROLLING PARTY

The ultimate controlling party are the shareholders Piyoosh, Bipin and Bharat Chotai who together hold a controlling interest in the company. Piyoosh and Bipin are both directors of the company.

27 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	2014 £	2013 £
Profit for the financial year	1,806,495	2,106,038
Net addition to shareholders' funds	1,806,495	2,106,038
Opening shareholders' funds	19,679,305	17,573,267
Closing shareholders' funds	21,485,800	19,679,305

Company

	2014 £	2013 £
Profit for the financial year	2,289,373	2,198,905
Net addition to shareholders' funds	2,289,373	2,198,905
Opening shareholders' funds	19,772,172	17,573,267
Closing shareholders' funds	22,061,545	19,772,172