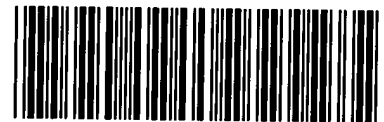


COMPANY REGISTRATION NUMBER 01768840

**PCT HEALTHCARE LIMITED**  
**FINANCIAL STATEMENTS**  
**30 NOVEMBER 2015**

SATURDAY



A08 \*A5DRUA8P\* #132  
20/08/2016  
COMPANIES HOUSE

**ABRAMS ASHTON**  
Chartered Accountants & Statutory Auditor  
77 Corporation Street  
St Helens  
Merseyside  
WA10 1SX

**PCT HEALTHCARE LIMITED**  
**FINANCIAL STATEMENTS**  
**YEAR ENDED 30 NOVEMBER 2015**

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# **PCT HEALTHCARE LIMITED**

## **COMPANY INFORMATION**

**The board of directors**

Mr G A Tims  
Mr J Cattee  
Mrs A J Cattee  
Mr P Cattee

**Company secretary**

Mrs A J Cattee

**Registered office**

11 Manchester Road  
Walkden  
Manchester  
M28 3NS

**Auditor**

Abrams Ashton  
Chartered Accountants  
& Statutory Auditor  
77 Corporation Street  
St Helens  
Merseyside  
WA10 1SX

**PCT HEALTHCARE LIMITED**  
**STRATEGIC REPORT**  
**YEAR ENDED 30 NOVEMBER 2015**

The directors present their strategic report for the year ended 30 November 2015.

The principal activity of the company during the year was that of retail pharmacy.

During the current year the company has expanded organically with consideration to the communities in which it operates. Expansion of the company by acquisitions during 2014/15 resulted in the branch network increasing from 53 to 57 branches in the South Yorkshire, Derbyshire, Lancashire, Greater Manchester and Merseyside areas.

The company is committed to actively work in partnership with local clinical commissioning groups in the promotion of additional healthcare services.

Qualitative measures relating to "improvements in service" are important measures of performance to the company and the community, however these are difficult to measure. Quantitative measures in terms of business performance and profitability are important to shareholders and provide assurances as to the continuing stability of the organisation.

Basic KPI's (Key Performance Indicators) which the company bases financial evaluations upon are gross profit, net profit and staff cost based. There is a direct link between profitability and branch staffing levels, which is reflected in the budgeting process.

Gross profit percentage has been maintained at 33.3% in 2014 and 2015.

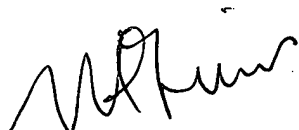
Staff remain the greatest asset, but also the largest cost to the company, amounting to £11.9m in 2015 and £10.4m in 2014. Staff costs as a percentage of turnover were 19% in 2014 and 2015.

Other costs are not significant to the profitability of the company and so are not deemed sufficient KPI's.

Net profit before tax is a KPI. In 2015 PBIT cover, (being Profit before interest, depreciation, exceptional items and tax over net interest costs) was 12 compared to 36 in 2014. Company shareholders will note that the company made a profit after tax of £1.2m. In the forthcoming year the company expects profitability to increase slightly due to the acquisition of further pharmacy branches.

During the year there has been an increase in the company's liquidity position and at the year end the company had a net bank surplus of £1.2m and net assets of £9.5m.

Signed on behalf of the directors



G A Tims

Director

Approved by the directors on 18 August 2016

# **PCT HEALTHCARE LIMITED**

## **DIRECTORS' REPORT**

### **YEAR ENDED 30 NOVEMBER 2015**

The directors present their report and the financial statements of the company for the year ended 30 November 2015.

#### **RESULTS AND DIVIDENDS**

The profit for the year, after taxation, amounted to £1,177,151. The directors have not recommended a dividend.

#### **DIRECTORS**

The directors who served the company during the year were as follows:

Mr G A Tims  
Mrs A J Cattee  
Mr P Cattee

#### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Strategic Report, Directors' Report 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 of the profit or loss of the company for that year.

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 UK 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 transactions and disclose with reasonable accuracy at any time the financial position of the company 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

#### **POST BALANCE SHEET EVENT**

Since the year end the trade and net assets of a wholly owned subsidiary, Medex Health Limited, have been hived up in to this company.

**PCT HEALTHCARE LIMITED**

**DIRECTORS' REPORT** *(continued)*

**YEAR ENDED 30 NOVEMBER 2015**

**DISABLED EMPLOYEES**

The company's employment policies are fair and equitable and consistent with the skills and abilities of the employees and the needs of the company's business. If any employee becomes disabled, the objective is the continued provision of suitable employment either in the same or an alternative position with appropriate training if necessary.

**EMPLOYEE INVOLVEMENT**

Information on matters of concern to employees is given through internal bulletins and a website which seek to achieve a common awareness on the part of all employees of the financial and economic factors affecting the company's performance. Arrangements exist to consult and discuss with employees on matters likely to affect their interests.

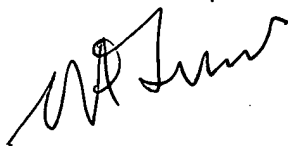
**AUDITOR**

Abrams Ashton are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Signed on behalf of the directors



G A Tims

Director

Approved by the directors on 18 August 2016

**PCT HEALTHCARE LIMITED**  
**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF**  
**PCT HEALTHCARE LIMITED**

**YEAR ENDED 30 NOVEMBER 2015**

We have audited the financial statements of PCT Healthcare Limited for the year ended 30 November 2015 which comprise the Profit and Loss Account, Balance Sheet, Cash Flow Statement and the related notes. 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 shareholders, 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 shareholders those matters we are required to state to them in an auditor's 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 DIRECTORS AND AUDITOR**

As explained more fully in the Statement of Directors' Responsibilities set out on page 3, 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 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 annual report 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 company's affairs as at 30 November 2015 and of its 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 Strategic Report and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

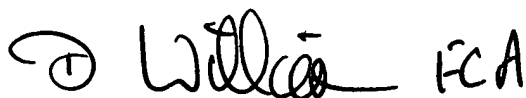
**PCT HEALTHCARE LIMITED**  
**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF**  
**PCT HEALTHCARE LIMITED** *(continued)*

**YEAR ENDED 30 NOVEMBER 2015**

**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, or returns adequate for our audit have not been received from branches not visited by us; or
- the 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.



DAVID WILLIAMS FCA (Senior Statutory Auditor)  
For and on behalf of  
ABRAMS ASHTON  
Chartered Accountants & Statutory Auditor

77 Corporation Street  
St Helens  
Merseyside  
WA10 1SX

18 August 2016



**PCT HEALTHCARE LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 30 NOVEMBER 2015**

	Note	2015 £	2014 £
<b>TURNOVER</b>	2	<b>63,849,733</b>	55,202,832
Cost of sales		<u>(42,582,554)</u>	<u>(36,793,499)</u>
<b>GROSS PROFIT</b>		<b>21,267,179</b>	18,409,333
Administrative expenses		<u>(19,082,874)</u>	<u>(17,094,303)</u>
Other operating income		<u>116,880</u>	<u>113,440</u>
<b>OPERATING PROFIT</b>	3	<b>2,301,185</b>	1,428,470
Income from shares in group undertakings	6	<b>130,000</b>	295,000
Interest receivable	7	<b>13,084</b>	8,506
Interest payable and similar charges	8	<u>(453,604)</u>	<u>(124,697)</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>1,990,665</b>	1,607,279
Tax on profit on ordinary activities	9	<u>(813,514)</u>	<u>(643,900)</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<b><u>1,177,151</u></b>	<b><u>963,379</u></b>

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 10 to 23 form part of these financial statements.

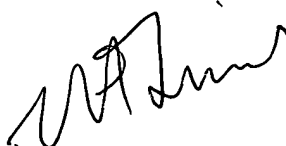
**PCT HEALTHCARE LIMITED**

**BALANCE SHEET**

**30 NOVEMBER 2015**

	Note	2015		2014	
		£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	10		12,232,114		9,489,749
Tangible assets	11		4,488,454		4,405,882
Investments	12		5,276,956		397,096
			<u>21,997,524</u>		<u>14,292,727</u>
<b>CURRENT ASSETS</b>					
Stocks	13	3,908,472		3,585,978	
Debtors	14	33,377,214		33,877,613	
Cash at bank and in hand		5,591,320		3,221,610	
		<u>42,877,006</u>		<u>40,685,201</u>	
<b>CREDITORS: Amounts falling due within one year</b>	15	<u>(36,875,349)</u>		<u>(29,723,045)</u>	
<b>NET CURRENT ASSETS</b>			<u>6,001,657</u>		<u>10,962,156</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>27,999,181</u>		<u>25,254,883</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	16		<u>(18,283,971)</u>		<u>(16,784,181)</u>
<b>PROVISIONS FOR LIABILITIES</b>					
Deferred taxation	17		<u>(231,455)</u>		<u>(164,098)</u>
			<u>9,483,755</u>		<u>8,306,604</u>
<b>CAPITAL AND RESERVES</b>					
Called up equity share capital	20		263,006		263,006
Profit and loss account	21		9,220,749		8,043,598
<b>SHAREHOLDERS' FUNDS</b>	22		<u>9,483,755</u>		<u>8,306,604</u>

These accounts were approved by the directors and authorised for issue on 18 August 2016, and are signed on their behalf by:



G A Tims  
Director

Company Registration Number: 01768840

The notes on pages 10 to 23 form part of these financial statements.

**PCT HEALTHCARE LIMITED**  
**CASH FLOW STATEMENT**  
**YEAR ENDED 30 NOVEMBER 2015**

	Note	2015		2014	
		£	£	£	£
<b>NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES</b>	23		<b>14,158,391</b>		<b>(13,636,982)</b>
<b>RETURNS ON INVESTMENTS AND SERVICING OF FINANCE</b>	23		<b>(310,520)</b>		<b>178,809</b>
<b>TAXATION</b>	23		<b>(730,935)</b>		<b>(895,873)</b>
<b>CAPITAL EXPENDITURE AND FINANCIAL INVESTMENT</b>	23		<b>(760,847)</b>		<b>(1,492,581)</b>
<b>ACQUISITIONS AND DISPOSALS</b>	23		<b>(10,268,101)</b>		<b>(1,935,602)</b>
<b>CASH INFLOW/(OUTFLOW) BEFORE FINANCING</b>			<b>2,087,988</b>		<b>(17,782,229)</b>
<b>FINANCING</b>	23		<b>770,553</b>		<b>15,795,576</b>
<b>INCREASE/(DECREASE) IN CASH</b>	23		<b><u>2,858,541</u></b>		<b><u>(1,986,653)</u></b>

The notes on pages 10 to 23 form part of these financial statements.

**PCT HEALTHCARE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 30 NOVEMBER 2015**

**1. ACCOUNTING POLICIES**

**1.1 Basis of accounting**

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

**1.2 Consolidation**

The company was, at the end of the year, a wholly-owned subsidiary of another company incorporated in the EEA and in accordance with Section 400 of the Companies Act 2006, is not required to produce, and has not published, consolidated accounts.

**1.3 Turnover**

Revenue comprises the fair value of the sale of goods and services net of value added tax, rebates and discounts. Sales of goods are recognised either at point of sale or when the company has delivered the goods to the customer.

**1.4 Goodwill**

Positive purchased goodwill arising on acquisitions is capitalised, classified as an asset on the Balance Sheet and amortised over its estimated useful life up to a maximum of 20 years. This length of time is presumed to be the maximum useful life of purchased goodwill because it is difficult to make projections beyond this period. Goodwill is reviewed for impairment at the end of the first full financial year following each acquisition and subsequently as and when necessary if circumstances emerge that indicate that the carrying value may not be recoverable.

**1.5 Amortisation**

Amortisation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Goodwill - 10 years straight line

**1.6 Fixed assets**

All fixed assets are initially recorded at cost.

**1.7 Depreciation**

Depreciation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Fixtures, fittings & equipment	- 10% and 25% straight line
Motor vehicles	- 25% reducing balance
Short leasehold property	- Straight line over the life of the lease
Improvements to property	- 10% straight line

**PCT HEALTHCARE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 30 NOVEMBER 2015**

**1. ACCOUNTING POLICIES** *(continued)*

**1.8 Investment properties**

No depreciation is provided on the company's investment properties. In accordance with SSAP 19: 'Accounting for Investment Properties', they are included in the balance sheet at their open market value at the year end as valued annually by the directors and professionally every five years. Increases in the value of the properties are taken to the investment property revaluation reserve. Permanent decreases in the values of properties are taken to the profit and loss account.

Depreciation is not provided on the properties. This treatment may be a requirement of the Companies Act 2006 concerning depreciation of fixed assets. However, the properties are not held for consumption but for investment and the directors consider that systematic annual depreciation would be inappropriate. The accounting policy is therefore necessary to give a true and fair view.

**1.9 Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**1.10 Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

**1.11 Pension costs**

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the profit and loss account.

**1.12 Deferred taxation**

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes.

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.

**PCT HEALTHCARE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 30 NOVEMBER 2015**

**1. ACCOUNTING POLICIES** *(continued)*

**1.13 Investments**

Fixed asset investments are stated at cost less provision for permanent diminution in value.

As part of the rationalisation of the group, the trades and net assets of subsidiary undertakings were transferred into the company in this and previous years. The consideration for this was based upon the book values and took no account of the goodwill inherent in those businesses. This has resulted in an apparent overvaluation of investment's held in the company's books, though there has been no loss to the company and group. Schedule 4 to the Companies Act 2006 requires that, where such an an overvaluation is expected to be permanent the investments should be written down accordingly. The directors consider that as the substance of the transaction was merely to reorganise the company's and group's operations, such a treatment would fail to give a true and fair view and the value of investments has instead been allocated to goodwill. The effect on the company's balance sheet of this departure has been to recognise goodwill of £5,204,643 (2014 £1,802,051).

**2. TURNOVER**

The turnover and profit before tax are attributable to the one principal activity of the company.

An analysis of turnover is given below:

	2015 £	2014 £
United Kingdom	<u>63,849,733</u>	<u>55,202,832</u>

**3. OPERATING PROFIT**

Operating profit is stated after charging/(crediting):

	2015 £	2014 £
Amortisation of intangible assets	2,873,432	2,669,119
Depreciation of owned fixed assets	451,328	462,614
(Profit)/Loss on disposal of fixed assets	(609)	3,868
Operating lease rentals - land and buildings	1,038,433	882,855
Auditor's remuneration - audit of the financial statements	24,000	23,000
Auditor's remuneration - other fees	<u>12,000</u>	<u>12,500</u>

**PCT HEALTHCARE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 30 NOVEMBER 2015**

	2015 £	2014 £
Auditor's remuneration - audit of the financial statements	<u>24,000</u>	<u>23,000</u>
Auditor's remuneration - other fees:		
- Accountancy and other related services	<u>12,000</u>	<u>12,500</u>

**4. PARTICULARS OF EMPLOYEES**

The average number of staff employed by the company during the financial year amounted to:

	2015 No.	2014 No.
Administrative staff	28	25
Management staff	3	4
Pharmacists, counter staff and drivers	<u>579</u>	<u>508</u>
	<u>610</u>	<u>537</u>

The aggregate payroll costs of the above were:

	2015 £	2014 £
Wages and salaries	10,883,726	9,497,504
Social security costs	873,826	787,353
Other pension costs	<u>171,455</u>	<u>147,209</u>
	<u>11,929,007</u>	<u>10,432,066</u>

**5. DIRECTORS' REMUNERATION**

The directors' aggregate remuneration in respect of qualifying services were:

	2015 £	2014 £
Aggregate remuneration	<u>432,912</u>	<u>470,216</u>

**Remuneration of highest paid director:**

	2015 £	2014 £
Total remuneration (excluding pension contributions)	<u>151,467</u>	<u>176,571</u>

**PCT HEALTHCARE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 30 NOVEMBER 2015**

**6. INCOME FROM SHARES IN GROUP UNDERTAKINGS**

	2015 £	2014 £
Income from group undertakings	<u>130,000</u>	<u>295,000</u>

**7. INTEREST RECEIVABLE**

	2015 £	2014 £
Bank interest receivable	11,417	6,343
Other interest receivable	<u>1,667</u>	<u>2,163</u>
	<u>13,084</u>	<u>8,506</u>

**8. INTEREST PAYABLE AND SIMILAR CHARGES**

	2015 £	2014 £
Interest payable on bank borrowing	6,109	14,733
Interest on bank loans	<u>447,495</u>	<u>109,964</u>
	<u>453,604</u>	<u>124,697</u>

**9. TAXATION ON ORDINARY ACTIVITIES**

**(a) Analysis of charge in the year**

	2015 £	2014 £
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year	746,157	580,950
Other adjustments	-	(10,597)
Total current tax	<u>746,157</u>	570,353
Deferred tax:		
Origination and reversal of timing differences (note 17)		
Capital allowances	<u>67,357</u>	<u>73,547</u>
Tax on profit on ordinary activities	<u>813,514</u>	<u>643,900</u>



**PCT HEALTHCARE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 30 NOVEMBER 2015**

**9. TAXATION ON ORDINARY ACTIVITIES** *(continued)*

**(b) Factors affecting current tax charge**

The tax assessed on the profit on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 20.33% (2014 - 21.66%).

	2015 £	2014 £
Profit on ordinary activities before taxation	<u>1,990,665</u>	<u>1,607,279</u>
Profit on ordinary activities by rate of tax	404,702	348,137
Expenses not deductible for tax purposes (primarily goodwill amortisation)	409,923	306,124
Capital allowances for period in excess of depreciation	(68,468)	(73,311)
Fixed asset acquisitions from subsidiaries	-	<u>(10,597)</u>
Total current tax (note 9(a))	<u>746,157</u>	<u>570,353</u>

**10. INTANGIBLE ASSETS**

	Goodwill £
<b>COST</b>	
At 1 December 2014	41,140,126
Additions	411,154
Transfers	<u>5,204,643</u>
<b>At 30 November 2015</b>	<u>46,755,923</u>
<b>AMORTISATION</b>	
At 1 December 2014	31,650,377
Charge for the year	<u>2,873,432</u>
<b>At 30 November 2015</b>	<u>34,523,809</u>
<b>NET BOOK VALUE</b>	
<b>At 30 November 2015</b>	<u>12,232,114</u>
At 30 November 2014	<u>9,489,749</u>

**PCT HEALTHCARE LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED 30 NOVEMBER 2015**

**11. TANGIBLE ASSETS**

	Investment Property £	Short Leasehold Property £	Fixtures, Fittings & Equipment £	Motor Vehicles £	Improvements to Property £	Total £
<b>COST</b>						
At 1 Dec 2014	891,710	2,063,505	5,398,145	214,837	227,614	8,795,811
Additions	–	–	361,004	22,312	–	383,316
Disposals	(26,976)	–	–	(42,515)	–	(69,491)
Transfers	26,976	–	377,291	9,923	151,644	565,834
<b>At 30 Nov 2015</b>	<u>891,710</u>	<u>2,063,505</u>	<u>6,136,440</u>	<u>204,557</u>	<u>379,258</u>	<u>9,675,470</u>
<b>DEPRECIATION</b>						
At 1 Dec 2014	–	736,188	3,392,239	111,573	149,929	4,389,929
Charge for the year	–	84,039	308,689	29,995	28,605	451,328
On disposals	–	–	–	(36,477)	–	(36,477)
Transfers	–	–	279,553	9,482	93,201	382,236
<b>At 30 Nov 2015</b>	<u>–</u>	<u>820,227</u>	<u>3,980,481</u>	<u>114,573</u>	<u>271,735</u>	<u>5,187,016</u>
<b>NET BOOK VALUE</b>						
<b>At 30 Nov 2015</b>	<u>891,710</u>	<u>1,243,278</u>	<u>2,155,959</u>	<u>89,984</u>	<u>107,523</u>	<u>4,488,454</u>
At 30 Nov 2014	<u>891,710</u>	<u>1,327,317</u>	<u>2,005,906</u>	<u>103,264</u>	<u>77,685</u>	<u>4,405,882</u>

The investment property is a long leasehold property and the directors consider that its value is not significantly different from original cost.

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**12. INVESTMENTS**

	<b>Subsidiary undertaking shares £</b>
<b>COST</b>	
At 1 December 2014	397,096
Additions	10,268,101
Disposals	<u>(5,388,241)</u>
At 30 November 2015	<u>5,276,956</u>
 <b>NET BOOK VALUE</b>	
<b>At 30 November 2015</b>	<b><u>5,276,956</u></b>
At 30 November 2014	<u>397,096</u>

The company owns 100% of the issued share capital of Grasmere Leigh Ltd and Medex Health Ltd, that trade as retail pharmacies.

The company also owns 100% of the issued share capital of the following dormant companies:

C&C Familycare Ltd  
TV Pharmacy Ltd  
Television Pharmacy Ltd  
Telepharm Ltd  
Freephone Pharmacy Ltd  
Staveley Pharmacy Ltd  
Paul Benson Ltd  
Cooper's Chemist Ltd  
Roy Lamb Ltd  
The Concourse Pharmacy Ltd  
Andersons Investments Ltd  
St Pauls (HCC) Ltd  
R H Swinn Ltd  
Richard G Hardy Ltd  
Swift Chemists Ltd

Under the provision of section 400 of the Companies Act 2006 the company is exempt from preparing consolidated accounts and has not done so, therefore the accounts show information about the company as an individual entity.

**13. STOCKS**

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Finished goods	<u>3,908,472</u>	<u>3,585,978</u>

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**14. DEBTORS**

	2015 £	2014 £
Trade debtors	5,181,820	4,338,433
Amounts owed by group undertakings	26,693,082	25,510,867
Corporation tax repayable	136,663	151,885
Other debtors	903,278	3,492,244
Prepayments and accrued income	462,371	384,184
	<u>33,377,214</u>	<u>33,877,613</u>

**15. CREDITORS: Amounts falling due within one year**

	2015 £	2014 £
Other loans	1,154,661	1,585,473
Other taxes and social security costs	276,023	247,291
Bank loans and overdrafts	6,991,687	8,209,755
Trade creditors	6,266,548	6,357,074
Amounts owed to group undertakings	6,954,492	5,389,143
Other creditors	1,439,316	1,233,594
Directors' loan accounts	13,644,183	6,552,550
Accruals and deferred income	148,439	148,165
	<u>36,875,349</u>	<u>29,723,045</u>

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	2015 £	2014 £
Bank loans and overdrafts	<u>6,991,687</u>	<u>8,209,755</u>

Bank borrowings are secured by fixed charges over the investments and book debts together with a floating charge over the other assets of the company.

**16. CREDITORS: Amounts falling due after more than one year**

	2015 £	2014 £
Bank loans and overdrafts	<u>18,283,971</u>	<u>16,784,181</u>

**PCT HEALTHCARE LIMITED**  
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**16. CREDITORS: Amounts falling due after more than one year** *(continued)*

The following liabilities disclosed under creditors falling due after more than one year are secured by the company:

	2015 £	2014 £
Bank loans and overdrafts	<u>18,283,971</u>	<u>16,784,181</u>

Bank borrowings are secured by fixed charges over the investments and book debts together with a floating charge over the other assets of the company. The company has a number of bank loans ranging from 3 to 10 years with interest being payable at 2.5% above LIBOR or 1% above bank base rate.

**17. DEFERRED TAXATION**

The movement in the deferred taxation provision during the year was:

	2015 £	2014 £
Provision brought forward	164,098	90,551
Profit and loss account movement arising during the year	<u>67,357</u>	<u>73,547</u>
Provision carried forward	<u>231,455</u>	<u>164,098</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2015 £	2014 £
Excess of taxation allowances over depreciation on fixed assets	<u>231,455</u>	<u>164,098</u>
	<u>231,455</u>	<u>164,098</u>

**18. COMMITMENTS UNDER OPERATING LEASES**

At 30 November 2015 the company had annual commitments under non-cancellable operating leases as set out below.

	<b>Land and buildings</b>	
	2015 £	2014 £
Operating leases which expire:		
Within 1 year	8,300	21,554
Within 2 to 5 years	98,823	87,075
After more than 5 years	<u>920,054</u>	<u>712,350</u>
	<u>1,027,177</u>	<u>820,979</u>

**PCT HEALTHCARE LIMITED**  
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**19. RELATED PARTY TRANSACTIONS**

The company is controlled by Mr P Cattee and members of his close family.

The amounts due to the directors at the balance sheet date were as follows:

	2015 £	2014 £
G A Tims	3,151,180	1,585,496
P Cattee	<u>10,493,003</u>	<u>4,967,054</u>
Total	<u>13,644,183</u>	<u>6,552,550</u>

The company occupied premises owned by Mr P and Mrs A J Cattee. Rent paid during the year in respect of these properties amounted to £18,250 (2014 £18,250).

The company does not disclose details of transactions with other group companies on the grounds that consolidated accounts are publicly available.

**20. SHARE CAPITAL**

**Authorised share capital:**

	2015 £	2014 £
263,006 Ordinary shares of £1 each	<u>263,006</u>	<u>263,006</u>

**Allotted, called up and fully paid:**

	2015		2014	
	No.	£	No.	£
Ordinary shares of £1 each	<u>263,006</u>	<u>263,006</u>	<u>263,006</u>	<u>263,006</u>

**21. RESERVES**

	Profit and loss account £
Balance brought forward	8,043,598
Profit for the year	<u>1,177,151</u>
Balance carried forward	<u>9,220,749</u>

**22. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2015 £	2014 £
Profit for the financial year	1,177,151	963,379
Opening shareholders' funds	<u>8,306,604</u>	<u>7,343,225</u>
Closing shareholders' funds	<u>9,483,755</u>	<u>8,306,604</u>

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**23. NOTES TO THE CASH FLOW STATEMENT**

**RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW/(OUTFLOW)  
FROM OPERATING ACTIVITIES**

	2015 £	2014 £
Operating profit	2,301,185	1,428,470
Amortisation	2,873,432	2,669,119
Depreciation	451,328	462,614
(Profit)/Loss on disposal of fixed assets	(609)	3,868
Increase in stocks	(322,494)	(292,625)
Decrease/(increase) in debtors	485,177	(3,633,835)
Increase/(decrease) in creditors	8,370,372	(14,357,682)
Transfer of assets to group companies	—	83,089
Net cash inflow/(outflow) from operating activities	<u>14,158,391</u>	<u>(13,636,982)</u>

**RETURNS ON INVESTMENTS AND SERVICING OF FINANCE**

	2015 £	2014 £
Income from group undertakings	130,000	295,000
Interest received	13,084	8,506
Interest paid	<u>(453,604)</u>	<u>(124,697)</u>
Net cash (outflow)/inflow from returns on investments and servicing of finance	<u>(310,520)</u>	<u>178,809</u>

**TAXATION**

	2015 £	2014 £
Taxation	<u>(730,935)</u>	<u>(895,873)</u>

**CAPITAL EXPENDITURE**

	2015 £	2014 £
Payments to acquire intangible fixed assets	(411,154)	—
Payments to acquire tangible fixed assets	(383,316)	(1,494,532)
Receipts from sale of fixed assets	<u>33,623</u>	<u>1,951</u>
Net cash outflow from capital expenditure	<u>(760,847)</u>	<u>(1,492,581)</u>

**PCT HEALTHCARE LIMITED**  
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**23. NOTES TO THE CASH FLOW STATEMENT** *(continued)*

**ACQUISITIONS AND DISPOSALS**

	2015 £	2014 £
Acquisition of shares in group undertakings	<u>(10,268,101)</u>	<u>(1,935,602)</u>
Net cash outflow from acquisitions and disposals	<u>(10,268,101)</u>	<u>(1,935,602)</u>

**FINANCING**

	2015 £	2014 £
New bank loans	4,475,000	18,500,000
Repayment of bank loans	<u>(3,704,447)</u>	<u>(2,704,424)</u>
Net cash inflow from financing	<u>770,553</u>	<u>15,795,576</u>

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT**

	2015		2014	
	£	£	£	£
Increase/(decrease) in cash in the period	2,858,541		(1,986,653)	
Net cash (inflow) from bank loans	<u>(770,553)</u>		<u>(15,795,576)</u>	
		<u>2,087,988</u>		<u>(17,782,229)</u>
Change in net debt		2,087,988		(17,782,229)
Net debt at 1 December 2014		<u>(21,772,326)</u>		<u>(3,990,097)</u>
Net debt at 30 November 2015		<u>(19,684,338)</u>		<u>(21,772,326)</u>



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**23. NOTES TO THE CASH FLOW STATEMENT** *(continued)*

**ANALYSIS OF CHANGES IN NET DEBT**

	At 1 Dec 2014 £	Cash flows £	At 30 Nov 2015 £
Net cash:			
Cash in hand and at bank	3,221,610	2,369,710	5,591,320
Overdrafts	<u>(4,906,166)</u>	<u>488,831</u>	<u>(4,417,335)</u>
	<u>(1,684,556)</u>	<u>2,858,541</u>	<u>1,173,985</u>
Debt:			
Debt due within 1 year	(3,303,589)	729,237	(2,574,352)
Debt due after 1 year	<u>(16,784,181)</u>	<u>(1,499,790)</u>	<u>(18,283,971)</u>
	<u>(20,087,770)</u>	<u>(770,553)</u>	<u>(20,858,323)</u>
Net debt	<u>(21,772,326)</u>	<u>2,087,988</u>	<u>(19,684,338)</u>

**24. POST BALANCE SHEET EVENTS**

Since the year end the trade and net assets of a wholly owned subsidiary, Medex Health Limited, have been hived up in to this company.

**25. ULTIMATE PARENT COMPANY**

The company's ultimate parent company is PCT Healthcare (Holdings) Limited, registered in England and Wales.