

3888792

GLAXOSMITHKLINE plc

INTERIM ACCOUNTS
under Section 270 of the Companies Act 1985

Three months ended 31st March 2007



GLAXOSMITHKLINE plc

INTERIM ACCOUNTS
for the three months ended 31st March 2007

Company Profit and Loss Account	1
Company Balance Sheet	2
Reconciliation of Movements in Equity Shareholders' Funds	3
Notes on the Accounts	4-5

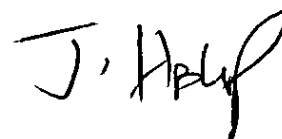
The Accounts have been prepared in accordance with the Company's accounting policies as set out in the Annual Report for the year ended 31st December 2006

COMPANY PROFIT AND LOSS ACCOUNT

	Notes	Three months to 31.03.07 £m	Year ended 31 12 06 £m
Income from shares in Group undertakings	1	5,000	3,300
Administration expenses		(3)	(13)
PROFIT BEFORE INTEREST		4,997	3,287
Net interest		(128)	(479)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAX		4,869	2,808
Taxation		39	145
PROFIT FOR THE PERIOD	5	4,908	2,953

COMPANY BALANCE SHEET

	<u>Notes</u>	<u>31.03.07</u> <u>£m</u>	<u>31 12 06</u> <u>£m</u>
FIXED ASSETS	2	<u>19,477</u>	<u>19,466</u>
CURRENT ASSETS			
Debtors	3	311	273
Cash at bank		<u>3</u>	<u>7</u>
		<u>314</u>	<u>280</u>
CREDITORS Amounts falling due within one year	4	<u>(6,619)</u>	<u>(10,210)</u>
NET CURRENT LIABILITIES		<u>(6,305)</u>	<u>(9,930)</u>
NET ASSETS		<u>13,172</u>	<u>9,536</u>
CAPITAL AND RESERVES			
Called up share capital	5	1,503	1,498
Share premium account	5	1,067	858
Other reserves	5	1,021	1,008
Profit and loss account	5	<u>9,581</u>	<u>6,172</u>
EQUITY SHAREHOLDERS' FUNDS		<u>13,172</u>	<u>9,536</u>



JS Heslop
Chief Financial Officer
25th April 2007

RECONCILIATION OF MOVEMENTS IN EQUITY SHAREHOLDERS' FUNDS

	Three months to 31.03.07 £m	Year ended 31 12 06 £m
Equity shareholders' funds at the beginning of the period	9,536	10,107
Profit attributable to shareholders for the period	4,908	2,953
Dividends paid	(671)	(2,598)
Ordinary shares issued under share option schemes	214	316
Ordinary shares purchased and held as Treasury shares	(828)	(1,348)
Capital contribution relating to share based payments	13	106
Equity shareholders' funds at the end of the period	<u>13,172</u>	<u>9,536</u>

NOTES ON THE ACCOUNTS

	Three months to 31.03.07 £m	Year ended 31 12 06 £m
	<u> </u>	<u> </u>
1. Income from shares in Group undertakings		
The Company has received the following dividends from its subsidiaries		
GlaxoSmithKline Holdings Limited	5,000	3,300
	<u>5,000</u>	<u>3,300</u>
	<u> </u>	<u> </u>
	At 31.03.07 £m	At 31 12 06 £m
	<u> </u>	<u> </u>
2. Fixed assets		
Shares in GlaxoSmithKline Services Unlimited (formerly GlaxoSmithKline Services plc) - at cost	613	613
Shares in GlaxoSmithKline Holdings (one) Limited - at cost	18	18
Shares in GlaxoSmithKline Holdings Limited	17,888	17,888
	<u>18,519</u>	<u>18,519</u>
	<u> </u>	<u> </u>
Capital contribution relating to share based payments and financial guarantees	958	947
	<u>19,477</u>	<u>19,466</u>
	<u> </u>	<u> </u>
3. Debtors		
Corporation tax	310	271
Amounts owed by Group undertakings	1	2
	<u>311</u>	<u>273</u>
	<u> </u>	<u> </u>
Amounts due within one year	311	273
	<u> </u>	<u> </u>

NOTES ON THE ACCOUNTS

	At 31.03.07 £m	At 31 12 06 £m
4. CREDITORS: Amounts falling due within one year		
Dividends payable	5	4
Other payables	273	21
Amounts owed to Group undertakings	6,341	10,185
	<u>6,619</u>	<u>10,210</u>

5. Capital and Reserves

	Share capital £m	Share premium £m	Other reserves £m	Profit and loss account £m
At 1st January 2007	1,498	858	1,008	6,172
Ordinary shares issued under share option schemes	5	209	-	-
Ordinary shares purchased and held as Treasury shares	-	-	-	(828)
Profit attributable to shareholders	-	-	-	4,908
Dividends paid	-	-	-	(671)
Capital contribution relating to Share based payments	-	-	13	-
At 31st March 2007	<u>1,503</u>	<u>1,067</u>	<u>1,021</u>	<u>9,581</u>

The share premium and the other reserves are not distributable. At 31st March 2007, £4,096 million (31st December 2006 - £4,096 million) of the profit and loss account reserve was also undistributable following the recognition of an unrealised profit on a capital reduction in 2002.

At 31st March 2007, the Company held 281.4 million Treasury shares at a cost of £3,796 million. In addition an accrual of £179 million has also been made to reflect the maximum potential commitment under an irrevocable purchase agreement to acquire Treasury shares during the period from 1st April to 25th April 2007.