

COMPANY NUMBER 03025072

PRESTIGE CARE LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

28 FEBRUARY 2003



*P M Cook & Co
Chartered Accountants
Management Consultants
273 Linthorpe Road
Middlesbrough
TS1 3QS*

Prestige Care Limited

Company Information

Company Number	03025072
Directors	Mr S Singh Mrs M Singh Mrs B K Singh
Company Secretary	Mrs M Singh
Business Address	Longlands Care Home 35 Longlands Road Longlands Middlesbrough TS4 2JS
Registered Office	273 Linthorpe Road Middlesbrough Cleveland TS1 3QS
Principle Banker	Bank Of Scotland Business Banking Teviot House 41 South Gyle Crescent EH12 9BF
Auditor	P M Cook & Co 273 Linthorpe Road Middlesbrough Cleveland TS1 3QS

Prestige Care Limited

Financial Statements

For The Year Ended 28 February 2003

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Report of the Directors

For The Year Ended 28 February 2003

The directors present the audited financial statements for the year ended 28 February 2003.

Principle Activities

The principle activity of the company is that of provision of residential care for the elderly

Fixed Assets

The movements in fixed assets during the year are set out in note 6 of the financial statements.

Directors Interests

The directors who served during the year and their interest in the company were as stated below:-

	<u>Class of Shares</u>	<u>2003</u>	<u>2002</u>
S Singh	Ordinary £1	1	1
M Singh		1	1
B K Singh		-	-

The auditors, P M Cook & Co, will be proposed for re-appointment under section 384 of the Companies Act 1985.

This report has been prepared taking advantage of the exemptions conferred by Part II of schedule eight of the Companies Act 1985 , on the grounds that in the opinion of the Director the company is entitled to exemptions as a small company.

BY ORDER OF THE BOARD

M Singh M. Singh.....

Date 29/11/03

Statement of Director's Responsibilities

Company law requires Directors to prepare financial statements for each financial year which gives a true and fair view of the state of affairs of the company and the profit and loss of the company for that period. In preparing those financial statements , the Directors are required to :-

Select suitable policies and then apply them consistently;

Make judgments and estimates that are reasonable and prudent;

State whether applicable accounting standards have been followed subject to any material departures disclosed and explained in 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

BY ORDER OF THE BOARD

Signed M. Singh
M Singh
Company Secretary

Date 29/11/03.....

Audit Report

To the Shareholders of Prestige Care Limited

We have audited the financial statements on pages 4 – 10. which have been prepared under the historical cost convention, and the accounting policies set out on page 6.

Respective Responsibilities of Directors and Reporting Accountant

As described on page 2, the company's directors are responsible for the preparation of the financial statements, it is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of Opinion

We conducted our examination with accordance with the Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in financial statements. It also includes an assessment of the significant estimated and judgments made by the directors in preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to supply us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the whole adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 28 February 2003 and of its profit for the year then ended and have been prepared in accordance with the Companies Act 1985 applicable to small companies.

Signed 

P M Cook & Co
273 Linthorpe Road
Middlesbrough
Cleveland TS1 3QS

Date 28/11/03

Profit and Loss AccountFor the Year Ended 28 February 2003

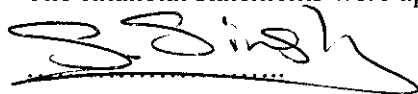
	NOTE	2003 £	2002 £
TURNOVER	1	1,202,438	1,099,062
Cost of Sales		663,752	583,690
GROSS PROFIT		----- 538,686	----- 515,372
Administrative Expenses		181,929	182,472
OPERATING PROFIT/(LOSS)	2	----- 356,757	----- 332,900
Interest Payable and Similar Charges	3	186,833	116,535
		----- 169,924	----- 216,365
Other Income		60,268	-
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		----- 230,192	----- 216,365
Tax on Profit/(Loss) on Ordinary Activities		86,979	23,312
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		----- 143,213	----- 193,053
Surplus/(Deficit) Brought Forward	12	396,432	203,379
Surplus Carried Forward		----- 539,645 =====	----- 396,432 =====

Balance SheetAs At 28 February 2003

	NOTE	2003		2002	
		£	£	£	£
FIXED ASSETS					
Tangible Assets	5		2,440,235		1,592,237
CURRENT ASSETS					
Stocks	6	880		880	
Debtors	7	388,159		365,136	
Cash at Bank and in Hand		42,305		16,950	
		-----		-----	
		431,344		382,966	
CREDITORS: Amounts falling due within one year					
	8	179,525		135,258	
		-----		-----	
NET CURRENT ASSETS			251,819		247,708
			-----		-----
TOTAL ASSETS LESS CURRENT ASSETS/(LIABILITIES)			2,692,054		1,839,945
CREDITORS: Amounts falling due after more than one year					
	9		2,152,407		1,443,511
			-----		-----
			539,647		396,434
			=====		=====
CAPITAL AND RESERVES					
Called Up Share Capital	10		2		2
Profit and Loss Account	11		539,645		396,432
			-----		-----
Shareholder's Funds			539,647		396,434
			=====		=====

The directors have taken advantage of the exemptions conferred by Part II of the Schedule 8 of the Companies Act 1985 and have done so on the grounds as a small company.

The financial statements were approved by the Board and are signed on its behalf.



Mr S Singh
Director

29/11/03

Date

Prestige Care Limited
Notes to the Financial Statements
For The Year Ended 28 February 2003

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1. Accounting Policies

BASIS OF ACCOUNTING

The financial statements are prepared under the Historical Cost convention modified to include the revaluation of freehold land and buildings..

TURNOVER

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the year.

DEPRECIATION

Depreciation is provided at the rates calculated at write off the cost of each asset over its estimated useful life as follows:

Furniture, fixtures and equipment 25% reducing Balance

STOCK

Stock is valued at the lower of cost and net realisable value.

DEFERRED TAXATION

Deferred taxation is provided where there is reasonable probability of the amount becoming payable in the foreseeable future.

LEASING AND HIRE PURCHASE

Assets acquired under finance leases or hire purchase contracts are capitalized as tangible assets and depreciated over the shorter of the lease term and their useful lives. Finance charges and interest are taken to the profit and loss account in constant proportion to the remaining balance of capital repayments or net obligation outstanding.

Rentals payable under operating leases are taken to the profit and loss account on a straight line basis over the lease term.

Notes to the Financial StatementsFor The Year Ended 28 February 2003

2. OPERATING PROFIT	2003	2002
	£	£
The operating profit is stated after charging		
Depreciation		
owned tangible fixed assets	3,735	3,544
Auditor's remuneration	1,500	500
Other operating leases	-	-
Directors emoluments		
Salary	63,710	58,436
Pension Contributions	8,000	-
	-----	-----
	76,945	62,480
	=====	=====
On bank loans and overdrafts on loans repayable in full within five years	186,833	116,535
	-----	-----
	186,833	116,535
	=====	=====
4. TAX ON PROFIT ON ORDINARY ACTIVITIES		
	2003	2002
Corporation Tax	43,935	-
Underprovision for previous year	43,044	23,312
	-----	-----
	86,979	23,312
	=====	=====

Notes to the Financial StatementsFor The Year Ended 28 February 2003

5. TANGIBLE FIXED ASSETS

	Freehold Property	Fixtures & Fittings	Total
<u>Cost</u>			
At 1 March 2002	1,577,288	28,326	1,605,614
Additions	850,000	1,733	851,733
Disposals	-	-	-
	-----	-----	-----
At 28 February 2003	2,427,288	30,059	2,457,347
	=====	=====	=====
<u>Depreciation</u>			
At 1 March 2002	-	13,377	13,377
Charge for Year	-	3,735	3,735
	-----	-----	-----
At 28 February 2003	-	17,112	17,112
	=====	=====	=====
<u>Net Book Value</u>			
At 28 February 2003	2,427,288	12,947	2,440,235
	=====	=====	=====
At 28 February 2002	1,577,288	14,949	1,592,237
	=====	=====	=====
6. STOCK			
		2003	2002
		£	£
Consumables		880	880
		=====	=====
7. DEBTORS			
		2003	2002
		£	£
Due within one year			
Trade Debtors		22,941	41,635
Other Debtors		40,752	42,684
Directors Loan		324,466	280,817
		-----	-----
		388,159	365,136
		=====	=====

Notes to the Financial Statements

For The Year Ended 28 February 2003

8. CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR

	2003	2002
	£	£
Bank Loans and Overdrafts	79,587	78,011
Trade Creditors	19,619	17,852
Other Taxes and Social Security	11,224	18,157
Directors Current Accounts	-	-
Accruals	12,802	8,880
Corporation Tax	43,935	-
Other Creditors	12,358	12,358
	-----	-----
	179,525	135,258
	=====	=====

9. CREDITORS: AMOUNTS FALLING
DUE AFTER MORE THAN ONE YEAR

	2003	2002
	£	£
Loans	2,152,406	1,443,511
	=====	=====

The bank loans are secured upon the freehold property at Longland Care Home, 35 Longlands Road, Longlands, Middlesbrough and Roseleigh Care Home and Rosedale Court at Lytton Street, Middlesbrough.

10. SHARE CAPITAL

	2003	2002
	£	£
AUTHORISED		
100 Ordinary Shares of £1 each	100	100
	=====	=====
ALLOTTED, CALLED UP AND FULLY PAID		
2 Ordinary Shares of £1 each	2	2
	=====	=====

Notes to the Financial Statements

For The Year Ended 28 February 2003

11. PROFIT AND LOSS ACCOUNT	2003	2002
	£	£
Accumulated Profit at 1 March 2002	396,432	203,379
Retained Profit for the Year	143,213	193,053
	-----	-----
	539,645	396,432
	=====	=====

13. TRANSACTIONS WITH DIRECTORS

The directors had a material interest during the year in the company's transactions with Sandstone Development by virtue of them being owners in that business. All transactions were at arms length and on normal commercial terms.