

COMPANY NUMBER 03025072

PRESTIGE CARE LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

29 FEBRUARY 2000



*PM 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 29 February 2000

Contents

	Page
Report of the Director	1
Statement of Directors Responsibilities	2
Auditors Report	3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6 - 10
Management Information	A

Report of the Directors

For The Year Ended 29 February 2000

The directors present the audited financial statements for the year ended 29 February 2000.

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>2000</u>	<u>1999</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 22/11/00

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 22/11/00.....

~~Accountants~~
AUDITORS
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 29 February 2000 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 

Date 23/11/00

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

 PROFIT AND LOSS ACCOUNT

 FOR THE YEAR ENDED 29 FEBRUARY 2000

	NOTE	2000	1999
TURNOVER	1	468,439	463,440
Cost of Sales		248,699	207,782
GROSS PROFIT		219,740	255,658
Administrative Expenses		130,808	120,616
OPERATING PROFIT/(LOSS)	2	88,932	135,042
Interest Payable and Similar Charges	3	66,114	65,905
Other Income		22,818	69,137
		-	1,600
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		22,818	70,737
Tax on Profit/(Loss) on Ordinary Activities		8,000	14,000
PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION		14,818	56,737
Surplus/(Deficit) Brought Forward		52,953	(3,784)
SURPLUS/(DEFICIT) CARRIED FORWARD	12	67,771	52,953
		=====	=====


BALANCE SHEET

AS AT 29 FEBRUARY 2000

	NOTE	2000	1999
FIXED ASSETS			
Tangible Assets	6	1,586,455	720,619
CURRENT ASSETS			
Stocks	7	880	855
Debtors	8	65,124	120,466
Cash at Bank and in Hand		402	193
		<u>66,406</u>	<u>121,514</u>
CREDITORS: Amounts falling due within one year	9	<u>98,079</u>	<u>78,872</u>
NET CURRENT LIABILITIES		<u>(31,673)</u>	<u>42,642</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,554,782	763,261
CREDITORS: Amounts falling due after more than one year	10	<u>1,487,009</u>	<u>(710,306)</u>
		<u>67,773</u>	<u>52,955</u>
CAPITAL AND RESERVES			
Called Up Share Capital	11	2	2
Profit and Loss Account	12	67,771	52,953
Shareholders' Funds		<u>67,773</u>	<u>52,955</u>

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

22/11/00
Date

Notes to the Financial Statements

For The Year Ended 29 February 2000

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.

Freehold Buildings	Straight line over 50 years
Furniture, fixtures and equipment	15% Straight Line
Motor Vehicles	25% Straight Line

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 STATEMENTS
 FOR THE YEAR ENDED 29 FEBRUARY 2000

	2000 £	1999 £
2. OPERATING PROFIT		
The operating profit is stated after charging :		
Depreciation		
owned tangible fixed assets	2,331	1,936
Auditor's remuneration	500	500
Other operating leases	20,061	20,061
3. INTEREST PAYABLE & SIMILAR CHARGES		
On bank loans and overdrafts on loans repayable in full within five years	65,461	65,905
	----- 65,461 =====	----- 65,905 =====
4. DIRECTORS EMOLUMENTS		
Directors emoluments:		
Salary	43,822	44,000
Pension Contributions	-	-
	----- 43,822 =====	----- 44,000 =====
5. PENSION COSTS		

The company does not have a defined contribution scheme for its directors.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 29 FEBRUARY 2000

6 TANGIBLE FIXED ASSETS

	Freehold Property	Fixtures and Fittings	Total
Cost			
At 01 March 1999	711,765	12,905	724,670
Additions	865,523	2,644	868,167
Disposals	-	-	-
At 29 February 2000	1,577,288	15,549	1,592,837
Depreciation			
At 01 March 1999	-	4,051	4,051
Charge for Year	-	2,331	2,331
At 29 February 2000	-	6,382	6,382
Net Book Value			
At 29 February 2000	1,577,288	9,167	1,586,455
At 28 February 1999	711,765	8,854	720,619

NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 29 FEBRUARY 2000

	2000	1999
7. STOCK		
Consumables	880	855
	-----	-----
8. DEBTORS		
Due within one year		
Trade Debtors	25,124	11,900
Other Debtors	40,000	108,566
	-----	-----
	65,124	120,466
	-----	-----
9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
	2000	1999
Bank Loans and Overdrafts	23,969	20,218
Trade Creditors	8,114	12,553
Taxes and social security costs	17,257	21,067
Directors Current Accounts	27,439	10,152
Accruals	881	882
Corporation Tax	8,061	14,000
Other Creditors	12,358	-
	-----	-----
	98,079	78,872
	-----	-----

The bank loan is secured by a fixed charge over the freehold property and a floating charge over the assets of the company.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 29 FEBRUARY 2000

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

	2000 £	1999 £
Loans	1,487,008	710,306

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

11. SHARE CAPITAL

	2000 £	1999 £
AUTHORISED		
100 Ordinary Shares of £1 each	100	100
ALLOTTED , CALLED UP AND FULLY PAID		
2 Ordinary Shares of £1 each	2	2

12. PROFIT AND LOSS ACCOUNT

	2000 £	1999 £
Accumulated profit at 01 March 1999	52,953	(3,784)
Retained Profit/(Loss) for the year	14,818	56,737
Accumulated profit/(loss) at 29 February 2000	67,771	52,953

14. TRANSACTIONS WITH DIRECTORS

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