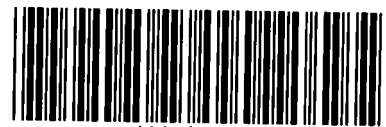


REGISTERED NUMBER: 08510730 (England and Wales)

Living Care Health Limited Group
Group Strategic Report, Report of the Director and
Audited Consolidated Financial Statements
for the Period 1 October 2015 to 30 June 2016

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COMPANIES HOUSE

Gleek Cadman Ross (A division of B M Howarth Ltd)
Chartered Accountants and Statutory Auditor
96 Marsh Lane
Lcads
West Yorkshire
LS9 8SR

Living Care Health Limited Group

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Living Care Health Limited Group
Company Information
for the period 1 October 2015 to 30 June 2016

DIRECTOR: Dr S M Feldman

REGISTERED OFFICE: 96 Marsh Lane
Leeds
West Yorkshire
LS9 8SR

REGISTERED NUMBER: 08510730 (England and Wales)

AUDITORS: Gleek Cadman Ross (A division of B M Howarth Ltd)
Chartered Accountants and Statutory Auditor
96 Marsh Lane
Leeds
West Yorkshire
LS9 8SR

BANKERS: Lloyds Bank Plc
65-68 Briggate
Leeds
West Yorkshire
LS1 6LH

Living Care Health Limited Group
Group Strategic Report
for the period 1 October 2015 to 30 June 2016

The director presents his strategic report of the company and the group for the period 1 October 2015 to 30 June 2016.

The company and its subsidiaries continued to operate its chain of retail pharmacies located within health centres and local communities.

REVIEW OF BUSINESS

For many years the Directors have operated their business of retail pharmacy & also their associated interest in medical diagnostics.

Because of the complexities of running the businesses and the need to concentrate more fully on specific issues it was decided to effect a demerger of the ownership of the pharmacy and diagnostic groups.

The demerger took place immediately after the date of the accounting period.

To help finance this transaction several retail pharmacy subsidiaries were disposed of.

PRINCIPAL RISKS AND UNCERTAINTIES

The management is subject to a number of key risks which are reviewed in formal meetings, and where appropriate, assessments and procedures are discussed to mitigate their effect.

KEY PERFORMANCE INDICATORS

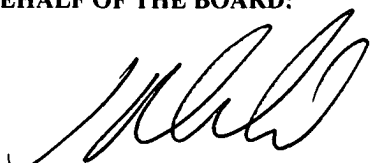
The board monitors progress by reference to a number of key performance indicators.

FINANCIAL RISK MANAGEMENT

The company and its subsidiaries financial risk analysis implementation is under constant review and is subject to regular appraisal and improvement.

Exposures to risks such as liquidity and interest rate rises have been dealt with and the directors consider that the company and its subsidiaries have a sound financial base for the future.

ON BEHALF OF THE BOARD:



Dr S M Feldman - Director

24 March 2017

Living Care Health Limited Group

Report of the Director for the period 1 October 2015 to 30 June 2016

The director presents his report with the financial statements of the company and the group for the period 1 October 2015 to 30 June 2016.

PRINCIPAL ACTIVITIES

The principal activities of the group in the period under review were those of holding of investments and the operation of retail pharmacies.

DIVIDENDS

No dividends will be distributed for the period ended 30 June 2016.

DIRECTORS

Dr S M Feldman has held office during the whole of the period from 1 October 2015 to the date of this report.

Other changes in directors holding office are as follows:

D A Lestner and J E Lestner ceased to be directors after 30 June 2016 but prior to the date of this report.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is 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 director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

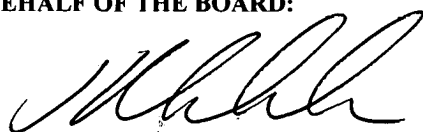
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the director is 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 he 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, Gleek Cadman Ross (A division of B M Howarth Ltd), will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



Dr S M Feldman - Director

24 March 2017

**Report of the Independent Auditors to the Members of
Living Care Health Limited Group**

We have audited the financial statements of Living Care Health Limited Group for the period ended 30 June 2016 on pages five to twenty five. 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 director and auditors

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is 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 director; 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 Director 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 30 June 2016 and of the group's loss for the period 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 Director for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of
Living Care Health Limited Group**

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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Charles R Moorby (Senior Statutory Auditor)
for and on behalf of Gleek Cadman Ross (A division of B M Howarth Ltd)
Chartered Accountants and Statutory Auditor
96 Marsh Lane
Leeds
West Yorkshire
LS9 8SR

Date: 30 MARCH 2017

Living Care Health Limited Group

**Consolidated Profit and Loss Account
for the period 1 October 2015 to 30 June 2016**

		Period 1/10/15 to 30/6/16		Year Ended 30/9/15	
	Notes	£	£	£	£
TURNOVER			6,713,059		9,056,993
Cost of sales			4,379,879		5,919,884
GROSS PROFIT			2,333,180		3,137,109
Distribution costs		1,335,136		1,764,562	
Administrative expenses		1,181,044		1,254,094	
			2,516,180		3,018,656
			(183,000)		118,453
Other operating income			278,774		518,643
OPERATING PROFIT	3		95,774		637,096
Interest payable and similar charges	4		360,017		388,176
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			(264,243)		248,920
Tax on (loss)/profit on ordinary activities	5		102		24,565
(LOSS)/PROFIT FOR THE FINANCIAL PERIOD FOR THE GROUP			(264,345)		224,355

CONTINUING OPERATIONS

None of the group's activities were acquired or discontinued during the current period or previous year.

TOTAL RECOGNISED GAINS AND LOSSES

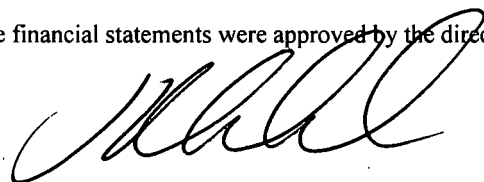
The group has no recognised gains or losses other than the loss for the current period and the profit for the previous year.

Living Care Health Limited Group (Registered number: 08510730)

Consolidated Balance Sheet
30 June 2016

	Notes	2016		2015	
		£	£	£	£
FIXED ASSETS					
Intangible assets	7		8,008,053		8,087,452
Tangible assets	8		5,248,916		4,962,550
Investments	9		700		700
			<u>13,257,669</u>		<u>13,050,702</u>
CURRENT ASSETS					
Stocks	10	613,614		602,783	
Debtors	11	1,584,656		1,588,495	
Cash at bank and in hand		409,196		420,101	
		<u>2,607,466</u>		<u>2,611,379</u>	
CREDITORS					
Amounts falling due within one year	12	5,540,007		3,738,351	
			<u>(2,932,541)</u>		<u>(1,126,972)</u>
NET CURRENT LIABILITIES					
TOTAL ASSETS LESS CURRENT LIABILITIES					
			10,325,128		11,923,730
CREDITORS					
Amounts falling due after more than one year	13		(5,655,404)		(6,989,763)
PROVISIONS FOR LIABILITIES					
	17		(12,132)		(12,030)
NET ASSETS					
			<u>4,657,592</u>		<u>4,921,937</u>
CAPITAL AND RESERVES					
Called up share capital	18		200		200
Profit and loss account	19		4,657,392		4,921,737
SHAREHOLDERS' FUNDS					
	22		<u>4,657,592</u>		<u>4,921,937</u>

The financial statements were approved by the director on 24 March 2017 and were signed by:



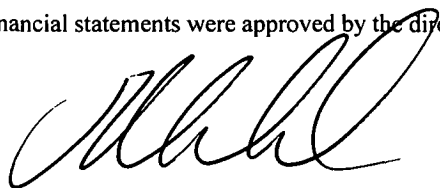
Dr S M Feldman - Director

Living Care Health Limited Group (Registered number: 08510730)

Company Balance Sheet
30 June 2016

	Notes	2016		2015	
		£	£	£	£
FIXED ASSETS					
Intangible assets	7		-		-
Tangible assets	8		5,048,864		4,808,128
Investments	9		7,435,599		7,435,599
			<u>12,484,463</u>		<u>12,243,727</u>
CURRENT ASSETS					
Debtors	11	2,121,877		2,170,595	
Cash at bank and in hand		335,295		329,671	
		<u>2,457,172</u>		<u>2,500,266</u>	
CREDITORS					
Amounts falling due within one year	12	8,984,567		7,452,603	
			<u>(6,527,395)</u>		<u>(4,952,337)</u>
NET CURRENT LIABILITIES					
TOTAL ASSETS LESS CURRENT LIABILITIES					
			5,957,068		7,291,390
CREDITORS					
Amounts falling due after more than one year	13		5,655,404		6,989,763
			<u>301,664</u>		<u>301,627</u>
NET ASSETS					
CAPITAL AND RESERVES					
Called up share capital	18		200		200
Profit and loss account	19		301,464		301,427
			<u>301,664</u>		<u>301,627</u>
SHAREHOLDERS' FUNDS					
	22		<u>301,664</u>		<u>301,627</u>

The financial statements were approved by the director on 24 March 2017 and were signed by:



Dr S M Feldman - Director

The notes form part of these financial statements

Living Care Health Limited Group

**Consolidated Cash Flow Statement
for the period 1 October 2015 to 30 June 2016**

	Notes	Period 1/10/15 to 30/6/16		Year Ended 30/9/15	
		£	£	£	£
Net cash inflow from operating activities	1		568,424		926,801
Returns on investments and servicing of finance	2		(360,017)		(388,176)
Capital expenditure	2		(315,232)		(10,596)
			(106,825)		528,029
Financing	2		95,920		(753,626)
Decrease in cash in the period			<u>(10,905)</u>		<u>(225,597)</u>
<hr/>					
Reconciliation of net cash flow to movement in net debt	3				
Decrease in cash in the period		(10,905)		(225,597)	
Cash (inflow)/outflow from (increase)/decrease in debt and lease financing		<u>(18,216)</u>		<u>577,590</u>	
Change in net debt resulting from cash flows			(29,121)		351,993
New finance leases			<u>(20,539)</u>		<u>(26,296)</u>
Movement in net debt in the period			(49,660)		325,697
Net debt at 1 October			<u>(8,129,514)</u>		<u>(8,455,211)</u>
Net debt at 30 June			<u><u>(8,179,174)</u></u>		<u><u>(8,129,514)</u></u>

The notes form part of these financial statements

Living Care Health Limited Group

**Notes to the Consolidated Cash Flow Statement
for the period 1 October 2015 to 30 June 2016**

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

	Period 1/10/15 to 30/6/16 £	Year Ended 30/9/15 £
Operating profit	95,774	637,096
Depreciation charges	127,360	165,942
Loss on disposal of fixed assets	1,444	614
Amounts owed by participating interests	-	3
Amounts owed by related undertaking	7,837	(43,143)
(Increase)/decrease in stocks	(10,831)	14,562
(Increase)/decrease in debtors	(16,872)	133,808
Increase in creditors	363,712	17,919
	<u>568,424</u>	<u>926,801</u>
Net cash inflow from operating activities	<u>568,424</u>	<u>926,801</u>

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

	Period 1/10/15 to 30/6/16 £	Year Ended 30/9/15 £
Returns on investments and servicing of finance		
Interest paid	(341,418)	(365,517)
Interest element of hire purchase payments	(6,978)	(8,391)
Finance costs	(11,621)	(14,268)
	<u>(360,017)</u>	<u>(388,176)</u>
Net cash outflow for returns on investments and servicing of finance	<u>(360,017)</u>	<u>(388,176)</u>
Capital expenditure		
Purchase of tangible fixed assets	(323,532)	(18,546)
Sale of tangible fixed assets	8,300	7,950
	<u>(315,232)</u>	<u>(10,596)</u>
Net cash outflow for capital expenditure	<u>(315,232)</u>	<u>(10,596)</u>
Financing		
Loan advances in the year	470,663	128,550
Loan repayments in year	(463,803)	(661,720)
Hire purchase repayments in the year	(28,644)	(44,420)
Directors loan account	150,821	120,090
Directors loan account	(33,117)	(296,126)
	<u>95,920</u>	<u>(753,626)</u>
Net cash inflow/(outflow) from financing	<u>95,920</u>	<u>(753,626)</u>

The notes form part of these financial statements

Living Care Health Limited Group

**Notes to the Consolidated Cash Flow Statement
for the period 1 October 2015 to 30 June 2016**

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1/10/15 £	Cash flow £	Other non-cash changes £	At 30/6/16 £
Net cash:				
Cash at bank and in hand	420,101	(10,905)		409,196
	<u>420,101</u>	<u>(10,905)</u>		<u>409,196</u>
Debt:				
Hire purchase	(53,398)	28,644	(20,539)	(45,293)
Debts falling due within one year	(1,529,412)	(1,385,632)	-	(2,915,044)
Debts falling due after one year	(6,966,805)	1,338,772	-	(5,628,033)
	<u>(8,549,615)</u>	<u>(18,216)</u>	<u>(20,539)</u>	<u>(8,588,370)</u>
Total	<u><u>(8,129,514)</u></u>	<u><u>(29,121)</u></u>	<u><u>(20,539)</u></u>	<u><u>(8,179,174)</u></u>

The notes form part of these financial statements

Living Care Health Limited Group

Notes to the Consolidated Financial Statements for the period 1 October 2015 to 30 June 2016

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

The financial statements have been prepared on a going concern basis assuming the continued support of the directors. The directors have taken note of the guidance issued by the Financial Reporting Council on Going Concern Assessments in determining that this is an appropriate basis of preparation of the financial statements. The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Accordingly, the directors continue to adopt the going concern basis in preparing the financial statements.

Basis of consolidation

The consolidated financial statements of Living Care Health group incorporate the financial statements of the Company and its subsidiaries. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. Control is achieved where the Group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. They are de-consolidated from date on which control ceases.

The acquisition method of accounting is applied to all business combinations made by the Group. The cost of the acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition. Identifiable assets acquired and liabilities and contingent liabilities assumed, in a business combination are measured initially at their fair values on the date of acquisition, irrespective of the extent of any minority interest. The excess of the cost of the acquisition over the fair value of the group's share of identifiable net assets, including intangible assets acquired, is recorded as goodwill. If the cost of the acquisition is less than the fair value of the Group's share of net assets of the subsidiary acquired, the difference is recognised directly in the income statement.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring accounting policies used into line with those used by the Group. On consolidation, all intra-group transactions, balances, income and expenditure are eliminated.

Turnover

Turnover represents sales of goods and services, excluding value added tax, from the ordinary trading activities of the group. Turnover incorporates script income and over the counter sales and recognises them as part of the revenue at the point of supply.

Goodwill

The company

Goodwill represents the excess of the cost of an acquisition over the fair value of the group's share of the identifiable net assets, including intangible assets, of the acquired subsidiary at the date of acquisition. The directors believe the current value of this goodwill to be in excess of the cost and as such do not consider it necessary to provide amortisation. This is a departure from Financial Reporting Standard 10.

The group

Goodwill, being the amount paid in connection with the acquisition of businesses by the subsidiary companies, continues to be amortised evenly over its estimated useful life of 20 years and has been consolidated accordingly into these accounts.

Tangible fixed assets

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

Short leasehold	- Straight Line over the life of the lease and Straight line over 20 years
Plant and machinery	- 30% on cost and 15% on reducing balance
Fixtures and fittings	- 25% on reducing balance and 15% on reducing balance
Motor vehicles	- 25% on reducing balance

Depreciation has not been provided on the freehold properties. The directors believe the current market value to be in excess of the original cost and as such believe that depreciation should not be provided in order for the financial statements to show a true and fair view. This is a departure from Financial Reporting Standard 15.

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

1. ACCOUNTING POLICIES - continued

Stocks

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

Deferred tax

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

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.

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.

Operating leases

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

2. STAFF COSTS

	Period 1/10/15 to 30/6/16 £	Year Ended 30/9/15 £
Wages and salaries	1,343,334	1,713,513
Other pension costs	1,244	1,658
	<u>1,344,578</u>	<u>1,715,171</u>

The average monthly number of employees during the period was as follows:

	Period 1/10/15 to 30/6/16	Year Ended 30/9/15
Administration	7	7
Pharmacy staff	79	85
	<u>86</u>	<u>92</u>

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

3. OPERATING PROFIT

The operating profit is stated after charging:

	Period 1/10/15 to 30/6/16 £	Year Ended 30/9/15 £
Depreciation - owned assets	35,341	30,564
Depreciation - assets on hire purchase contracts	12,620	29,512
Loss on disposal of fixed assets	1,444	614
Goodwill amortisation	79,399	105,866
Auditors' remuneration	39,600	62,850
	<u>48,273</u>	<u>10,912</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	Period 1/10/15 to 30/6/16 £	Year Ended 30/9/15 £
Bank interest	7,408	8,023
Bank loan interest	245,743	324,395
Other interest	88,267	33,099
Hire purchase	6,978	8,391
No description	11,621	14,268
	<u>360,017</u>	<u>388,176</u>

5. TAXATION

Analysis of the tax charge

The tax charge on the loss on ordinary activities for the period was as follows:

	Period 1/10/15 to 30/6/16 £	Year Ended 30/9/15 £
Current tax:		
UK corporation tax	-	38,436
Deferred tax	102	(13,871)
Tax on (loss)/profit on ordinary activities	<u>102</u>	<u>24,565</u>

UK corporation tax has been charged at 20% (2015 - 20.22%).

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

5. TAXATION - continued

Factors affecting the tax charge

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

	Period 1/10/15 to 30/6/16 £	Year Ended 30/9/15 £
(Loss)/profit on ordinary activities before tax	(264,243)	248,920
(Loss)/profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2015 - 20.224%)	(52,849)	50,342
Effects of:		
Expenses not deductible for tax purposes	28,420	41,894
Capital allowances in excess of depreciation	(19,490)	(16,578)
Utilisation of tax losses	-	(37,346)
Loss on disposal of investments crystallised	289	124
Losses carried forward	43,630	-
Current tax charge	-	38,436

6. 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 £37 (2015 - £60,232).

7. INTANGIBLE FIXED ASSETS

Group	Goodwill £
COST	
At 1 October 2015 and 30 June 2016	8,325,649
AMORTISATION	
At 1 October 2015	238,197
Amortisation for period	79,399
At 30 June 2016	317,596
NET BOOK VALUE	
At 30 June 2016	8,008,053
At 30 September 2015	8,087,452

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

7. INTANGIBLE FIXED ASSETS - continued

Group

Amortisation has not been provided on the group goodwill as the directors believe the current goodwill valuation to be in excess of the original cost. This is a departure from Financial Reporting Standard 10.

Amortisation charge has been restricted to the aggregate amounts provided within the subsidiary companies. Impairment reviews confirm that the value of goodwill is considerably in excess of the written down values in those companies.

8. TANGIBLE FIXED ASSETS

Group

	Freehold property £	Short leasehold £	Long leasehold £
COST			
At 1 October 2015	4,673,830	73,825	36,328
Additions	-	250,000	-
At 30 June 2016	<u>4,673,830</u>	<u>323,825</u>	<u>36,328</u>
DEPRECIATION			
At 1 October 2015	-	19,096	-
Charge for period	-	6,727	-
Eliminated on disposal	-	-	-
At 30 June 2016	<u>-</u>	<u>25,823</u>	<u>-</u>
NET BOOK VALUE			
At 30 June 2016	<u>4,673,830</u>	<u>298,002</u>	<u>36,328</u>
At 30 September 2015	<u>4,673,830</u>	<u>54,729</u>	<u>36,328</u>

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 October 2015	2,380	236,293	76,872	5,099,528
Additions	-	73,532	20,539	344,071
Disposals	-	-	(18,766)	(18,766)
At 30 June 2016	<u>2,380</u>	<u>309,825</u>	<u>78,645</u>	<u>5,424,833</u>
DEPRECIATION				
At 1 October 2015	734	87,634	29,514	136,978
Charge for period	185	30,145	10,904	47,961
Eliminated on disposal	-	-	(9,022)	(9,022)
At 30 June 2016	<u>919</u>	<u>117,779</u>	<u>31,396</u>	<u>175,917</u>
NET BOOK VALUE				
At 30 June 2016	<u>1,461</u>	<u>192,046</u>	<u>47,249</u>	<u>5,248,916</u>
At 30 September 2015	<u>1,646</u>	<u>148,659</u>	<u>47,358</u>	<u>4,962,550</u>

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

8. TANGIBLE FIXED ASSETS - continued

Group

Depreciation has not been provided on the freehold properties. The directors believe the current market value to be in excess of the original cost and as such believe that depreciation should not be provided in order for the financial statements to show a true and fair view. This is a departure from Financial Reporting Standard 15.

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

	Fixtures and fittings £	Motor vehicles £	Totals £
COST			
At 1 October 2015	72,825	76,872	149,697
Additions	-	20,539	20,539
Disposals	-	(18,766)	(18,766)
Transfer to ownership	(72,825)	-	(72,825)
	<hr/>	<hr/>	<hr/>
At 30 June 2016	-	78,645	78,645
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 October 2015	31,655	29,514	61,169
Charge for period	1,716	10,904	12,620
Eliminated on disposal	-	(9,022)	(9,022)
Transfer to ownership	(33,371)	-	(33,371)
	<hr/>	<hr/>	<hr/>
At 30 June 2016	-	31,396	31,396
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 30 June 2016	-	47,249	47,249
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 30 September 2015	41,170	47,358	88,528
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Company

	Freehold property £	Short leasehold £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 October 2015	4,673,830	29,647	109,828	76,872	4,890,177
Additions	-	250,000	7,326	20,539	277,865
Disposals	-	-	-	(18,766)	(18,766)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 2016	4,673,830	279,647	117,154	78,645	5,149,276
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
DEPRECIATION					
At 1 October 2015	-	4,013	48,522	29,514	82,049
Charge for period	-	3,611	12,870	10,904	27,385
Eliminated on disposal	-	-	-	(9,022)	(9,022)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 30 June 2016	-	7,624	61,392	31,396	100,412
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
NET BOOK VALUE					
At 30 June 2016	4,673,830	272,023	55,762	47,249	5,048,864
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 30 September 2015	4,673,830	25,634	61,306	47,358	4,808,128
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

8. TANGIBLE FIXED ASSETS - continued

Company

Depreciation has not been provided on the freehold properties. The directors believe the current market value to be in excess of the original cost and as such believe that depreciation should not be provided in order for the financial statements to show a true and fair view. This is a departure from Financial Reporting Standard 15.

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

	Fixtures and fittings £	Motor vehicles £	Totals £
COST			
At 1 October 2015	72,825	76,872	149,697
Additions	-	20,539	20,539
Disposals	-	(18,766)	(18,766)
Transfer to ownership	(72,825)	-	(72,825)
	<hr/>	<hr/>	<hr/>
At 30 June 2016	-	78,645	78,645
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 October 2015	31,655	29,514	61,169
Charge for period	1,716	10,904	12,620
Eliminated on disposal	-	(9,022)	(9,022)
Transfer to ownership	(33,371)	-	(33,371)
	<hr/>	<hr/>	<hr/>
At 30 June 2016	-	31,396	31,396
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 30 June 2016	-	47,249	47,249
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 30 September 2015	41,170	47,358	88,528
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

9. FIXED ASSET INVESTMENTS

Group

	Unlisted investments £
COST	
At 1 October 2015 and 30 June 2016	700
	<hr/>
NET BOOK VALUE	
At 30 June 2016	700
	<hr/> <hr/>
At 30 September 2015	700
	<hr/> <hr/>

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

9. FIXED ASSET INVESTMENTS - continued

Company	Shares in group undertakings £
COST	
At 1 October 2015 and 30 June 2016	7,435,599
NET BOOK VALUE	
At 30 June 2016	7,435,599
At 30 September 2015	7,435,599

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

Subsidiaries

BC & DA Lestner Limited

Nature of business: Retail pharmacy

	%
Class of shares:	holding
£1 Ordinary	100.00

T W Leach Limited

Nature of business: Retail pharmacy

	%
Class of shares:	holding
£1 Ordinary	100.00

Gowerglen Limited

Nature of business: Retail pharmacy

	%
Class of shares:	holding
£1 Ordinary	100.00

Sandbeds Pharmacy Limited

Nature of business: Retail pharmacy

	%
Class of shares:	holding
£1 Ordinary	100.00

Richard Deadman Limited

Nature of business: Retail pharmacy

	%
Class of shares:	holding
£1 Ordinary	100.00

Mixing Time Limited

Nature of business: Retail pharmacy

	%
Class of shares:	holding
£1 Ordinary	100.00

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

9. FIXED ASSET INVESTMENTS - continued

S P Rowlay (Pharmacy) Limited

Nature of business: Retail pharmacy

	%
Class of shares:	holding
£1 Ordinary	100.00

Living Care (Leeds) Limited

Nature of business: Dormant company

	%
Class of shares:	holding
£1 Ordinary	100.00

Grandlane Limited

Nature of business: Management Company

	%
Class of shares:	holding
£0.10 Ordinary	100.00

Polegate Limited

Nature of business: Retail pharmacy

	%
Class of shares:	holding
£1 Ordinary	100.00

Living Care Pharmacy Limited

Nature of business: Retail pharmacy

	%
Class of shares:	holding
£1 Ordinary	100.00

Portkeel Limited

Nature of business: Dormant company

	%
Class of shares:	holding
£1 Ordinary	100.00

Living Care Limited

Nature of business: Dormant company

	%
Class of shares:	holding
£1 Ordinary	100.00

10. STOCKS

	Group	
	2016	2015
	£	£
Stocks	613,614	602,783
	<u>613,614</u>	<u>602,783</u>

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Trade debtors	826,406	877,597	40,697	73,041
Amounts owed by group undertakings	-	-	2,047,574	2,082,320
Amounts owed by participating interests	454,706	454,706	-	-
Amounts owed by related undertaking	81,696	57,451	22,790	-
Other debtors	25,348	36,652	9,300	14,309
Directors' current accounts	1,331	46,287	1,331	740
Tax	-	4,036	-	-
S455 tax recoverable	185	185	185	185
VAT	123,971	66,813	-	-
Prepayments and accrued income	71,013	44,768	-	-
	<u>1,584,656</u>	<u>1,588,495</u>	<u>2,121,877</u>	<u>2,170,595</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Bank loans and overdrafts (see note 14)	1,850,301	464,669	1,850,301	464,669
Other loans (see note 14)	1,064,743	1,064,743	1,064,743	1,064,743
Hire purchase contracts (see note 15)	17,922	30,440	17,922	30,440
Trade creditors	1,782,303	1,520,417	224,883	124,636
Amounts owed to group undertakings	-	-	5,405,057	5,450,033
Amounts owed to related undertaking	32,082	-	37,072	-
Tax	38,436	38,436	5,917	5,917
S455 tax payable	185	185	185	185
Social security and other taxes	35,189	32,776	34,214	30,110
Other creditors	344,194	301,107	154,633	96,753
Directors' current accounts	151,716	78,968	-	-
Accruals and deferred income	222,936	206,610	189,640	185,117
	<u>5,540,007</u>	<u>3,738,351</u>	<u>8,984,567</u>	<u>7,452,603</u>

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

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Bank loans (see note 14)	5,628,033	6,966,805	5,628,033	6,966,805
Hire purchase contracts (see note 15)	27,371	22,958	27,371	22,958
	<u>5,655,404</u>	<u>6,989,763</u>	<u>5,655,404</u>	<u>6,989,763</u>

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

14. LOANS

An analysis of the maturity of loans is given below:

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Amounts falling due within one year or on demand:				
Bank loans	1,850,301	464,669	1,850,301	464,669
Other loans	1,064,743	1,064,743	1,064,743	1,064,743
	<u>2,915,044</u>	<u>1,529,412</u>	<u>2,915,044</u>	<u>1,529,412</u>
Amounts falling due between one and two years:				
Bank loans - 1-2 years	<u>384,222</u>	<u>929,337</u>	<u>384,222</u>	<u>929,337</u>
Amounts falling due between two and five years:				
Bank loans - 2-5 years	<u>1,230,225</u>	<u>1,394,006</u>	<u>1,230,225</u>	<u>1,394,006</u>
Amounts falling due in more than five years:				
Repayable by instalments				
Bank loans more 5 yr by instal	<u>4,013,586</u>	<u>4,643,462</u>	<u>4,013,586</u>	<u>4,643,462</u>

15. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES

Group	Hire purchase contracts	
	2016	2015
	£	£
Gross obligations repayable:		
Within one year	21,010	35,671
Between one and five years	<u>31,284</u>	<u>26,968</u>
	<u>52,294</u>	<u>62,639</u>
Finance charges repayable:		
Within one year	3,088	5,231
Between one and five years	<u>3,913</u>	<u>4,010</u>
	<u>7,001</u>	<u>9,241</u>
Net obligations repayable:		
Within one year	17,922	30,440
Between one and five years	<u>27,371</u>	<u>22,958</u>
	<u>45,293</u>	<u>53,398</u>

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

15. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS AND LEASES - continued

Company	Hire purchase contracts	
	2016	2015
	£	£
Gross obligations repayable:		
Within one year	21,010	35,671
Between one and five years	31,284	26,968
	<u>52,294</u>	<u>62,639</u>
 Finance charges repayable:		
Within one year	3,088	5,231
Between one and five years	3,913	4,010
	<u>7,001</u>	<u>9,241</u>
 Net obligations repayable:		
Within one year	17,922	30,440
Between one and five years	27,371	22,958
	<u>45,293</u>	<u>53,398</u>

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

Company	Other operating leases	
	2016	2015
	£	£
Expiring:		
Within one year	959	1,279
	<u>959</u>	<u>1,279</u>

16. SECURED DEBTS

The following secured debts are included within creditors:

	Group		Company	
	2016	2015	2016	2015
	£	£	£	£
Bank loans	7,478,334	7,431,474	7,478,334	7,431,474
	<u>7,478,334</u>	<u>7,431,474</u>	<u>7,478,334</u>	<u>7,431,474</u>

The bank loans are secured by a fixed and floating charge over the assets of the group.

17. PROVISIONS FOR LIABILITIES

	Group	
	2016	2015
	£	£
Deferred tax	12,132	12,030
	<u>12,132</u>	<u>12,030</u>

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

17. PROVISIONS FOR LIABILITIES - continued

Group	Deferred tax £
Balance at 1 October 2015	12,030
Provided during period	102
	<hr/>
Balance at 30 June 2016	<u>12,132</u>

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2016	2015
Number:	Class:	£	£	£
2,000	Ordinary	10p	<u>200</u>	<u>200</u>

19. RESERVES

Group	Profit and loss account £
At 1 October 2015	4,921,737
Deficit for the period	(264,345)
	<hr/>
At 30 June 2016	<u>4,657,392</u>

Company	Profit and loss account £
At 1 October 2015	301,427
Profit for the period	37
	<hr/>
At 30 June 2016	<u>301,464</u>

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

20. TRANSACTIONS WITH DIRECTORS

The following advances and credits to directors subsisted during the period ended 30 June 2016 and the year ended 30 September 2015:

	2016	2015
	£	£
J E Lestner		
Balance outstanding at start of period	740	1,335
Amounts advanced	591	6,959
Amounts repaid	-	(7,554)
Balance outstanding at end of period	<u>1,331</u>	<u>740</u>
D A Lestner		
Balance outstanding at start of period	46,359	-
Amounts advanced	8,645	64,874
Amounts repaid	(55,004)	(18,515)
Balance outstanding at end of period	<u>-</u>	<u>46,359</u>

21. RELATED PARTY DISCLOSURES

The following subsidiary undertakings, T W Leach Limited, Richard Deadman Limited, Sandbeds Pharmacy Limited and BC & DA Lestner Limited, have not been subject to audit under S479 CA 2006 and the relevant guarantees under S479C CA 2006 have been filed with Companies House.

During the year the group paid consultancy fees amounting to £91,273 (2015: £107,882) to Missionstart Limited, a company in which J E Lestner is a director.

The balance owed to Missionstart Limited by the group at the balance sheet date amounted to £32,082 (2015: £Nil).

During the year the group paid loan interest amounting to £Nil (2015: £33,099) to Fountain Diagnostic Limited, a company in which D A Lestner and Dr S M Feldman are directors.

The balance owed from Fountain Diagnostic Limited to the group at the balance sheet date amounted to £18,508 (2015: £17,053).

During the year the group paid loan interest amounting to £88,267 (2015: £Nil) to Dr S M Feldman.

The balance owed to Dr S M Feldman by the group at the balance sheet date amounted to £1,128,718 (2015: £1,143,711).

The balance owed from Living Care Group Limited to the group at the balance sheet date, a company in which D A Lestner and Dr S M Feldman are directors, amounted to £454,706 (2015: £454,706).

During the year the group paid for goods amounting to £11,096 (2015: £40,397) on behalf of Averagedream Limited, a company in which D A Lestner and J E Lestner are directors.

The balance owed from Averagedream Limited at the balance sheet date amounted to £51,494 (2015: £40,397).

During the year the group paid for goods amounting to £11,694 (2015: £Nil) on behalf of Presentornot Limited, a company in which J E Lestner is a director.

The balance owed from Presentornot Limited at the balance sheet date amounted to £11,694 (2015: £Nil).

The balance owed to D A Lestner from Living Care Group Limited to the group at the balance sheet date amounted to £74,211 (2015: due from £45,547).

Living Care Health Limited Group

**Notes to the Consolidated Financial Statements - continued
for the period 1 October 2015 to 30 June 2016**

22. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group	2016	2015
	£	£
(Loss)/profit for the financial period	(264,345)	224,355
Net (reduction)/addition to shareholders' funds	<u>(264,345)</u>	<u>224,355</u>
Opening shareholders' funds	4,921,937	4,697,582
Closing shareholders' funds	<u><u>4,657,592</u></u>	<u><u>4,921,937</u></u>
Company	2016	2015
	£	£
Profit for the financial period	<u>37</u>	<u>60,232</u>
Net addition to shareholders' funds	<u>37</u>	<u>60,232</u>
Opening shareholders' funds	301,627	241,395
Closing shareholders' funds	<u><u>301,664</u></u>	<u><u>301,627</u></u>