

Company number: 03353584

WESTMINSTER HOMECARE LIMITED
STRATEGIC REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015



WESTMINSTER HOMECARE LIMITED

COMPANY INFORMATION

Directors	J M Patel S C Radia
Secretary	S M Patel
Company number	03353584
Registered office	Suite C, Synam House 423 Edgware Road London NW9 0HU
Auditors	Leftley Rowe and Company The Heights 59 – 65 Lowlands Road Harrow Middlesex HA1 3AW
Bankers	HSBC Bank Plc 584 High Road Wembley Middlesex HA0 2DB

WESTMINSTER HOMECARE LIMITED

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WESTMINSTER HOMECARE LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 DECEMBER 2015

The principal activity of the Company is provision of domiciliary care services in England to people over the age of sixty-five, as well as young adults with a broad range of needs including physical and sensory impairment, learning disabilities and a range of complex health needs.

Business review

During the year the Company has succeeded in maintaining revenue at a similar level through a mixture of Local Authority tender renewals and organic growth. However the pressure on operating margins has been severe due to increasing wage costs and operational overheads.

We welcome the implementation of National Living Wage from 1 April 2016. However this has led to a considerable increase in the wage costs. Whilst many Local Authorities recognise the impact and have endeavoured to increase the fee rates, these are after significant delays and do not fully compensate the additional wage cost.

The Company is exposed to risk related to non-renewal of major contracts and loss of key operational staff. We have a good contract renewal record. However In order to mitigate any loss we maintain a pipeline of new tender applications with good success rate. The Company has a good retention rate amongst its key operational staff.

The directors consider turnover and earnings before interest, tax, depreciation and amortisation (EBITDA) to be the main financial key performance indicators for the business. Turnover for the year was £35,645,219 a decrease of 1% from £35,911,997 in 2014. EBITDA for 2015 was £1,600,542.

The directors and all the employees continually strive to maintain the highest standards of quality which they consider an integral part of the group's service.

The results for the year are set out in full in the consolidated statement of income and retained earnings.

Financial risk management and objectives

The group's financial instruments comprise predominantly cash, trade debtors, loans and various other debtors and creditors that arise directly from its operations.

The group has available a shareholder loan facility to assist with working capital requirements where necessary. The directors therefore do not consider financial risks to be significant.

Employment policy

The directors believe that it is important to recruit and retain capable and caring staff regardless of their sex, marital status, race or religion. It is the group's policy to give full and fair consideration to applications for employment from people who are disabled and to arrange appropriate training for employees who become disabled and to provide equal opportunities for the career development, training and promotion of disabled employees.

WESTMINSTER HOMECARE LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 31 DECEMBER 2015

The directors also recognise that the continued position of the group in the health and social care industry depends on the quality and motivation of its employees and as such the group is committed to pursue employment policies which will continue to attract, retain and motivate its employees.

Good and effective employee communications are particularly important, and throughout the business it is the directors' policy to promote the understanding by all employees of the group's business aims and performance. This is achieved through a variety of communication approaches for each branch.

The directors take this opportunity to recognise the invaluable contribution made by our carers and management staff in providing and maintaining a very high quality of service throughout the year.

This report was approved by the Board on 6 September 2016 and signed on its behalf by



J M Patel
Director

WESTMINSTER HOMECARE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2015

The directors present their report together with the audited financial statements of the company and the group for the year ended 31 December 2015.

Results and dividends

The profit for the year, after taxation, is shown in the consolidated statement of comprehensive income on page 7. There were no dividends paid or proposed during the year.

Directors

The directors who served during the year are as stated below:

J M Patel
S C Radia

Statement of directors' responsibilities

The directors are responsible for preparing the 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 the group and of the profit or loss of the group for that year. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and 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 group's transactions and disclose with reasonable accuracy at any time the financial position of the group 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 group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

WESTMINSTER HOMECARE LIMITED
DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2015

Strategic Report

The information required by schedule 7 of the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 has been disclosed in the Strategic Report.

Disclosure of information to auditors

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

- So far as they are aware, there is no relevant audit information of which the company's auditors are unaware, and
- They have 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 auditors are aware of that information.

Independent auditors

The auditors are deemed to have been reappointed in accordance with Section 487 of the Companies Act 2006.

This report was approved by the board of directors on 6 September 2016 and signed on behalf of the board by:



J M Patel
Director

WESTMINSTER HOMECARE LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF WESTMINSTER HOMECARE LIMITED

FOR THE YEAR ENDED 31 DECEMBER 2015

We have audited the financial statements of Westminster Homecare Limited for the year ended 31 December 2015, which comprise the group statement of income and retained earnings, the group and parent company statement of financial position, the group 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 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 an auditors' 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Director's Responsibilities Statement (set out on pages 2 to 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 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 directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' report and financial statements 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 the parent company's affairs as at 31 December 2015 and of the group's 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.

WESTMINSTER HOMECARE LIMITED

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS
OF WESTMINSTER HOMECARE LIMITED (CONTINUED)**

FOR THE YEAR ENDED 31 DECEMBER 2015

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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



**Christopher Andrews ACA (senior statutory auditor)
For and on behalf of Leftley Rowe and Company
Chartered Accountants and Statutory Auditors
The Heights
59 – 65 Lowlands Road
Harrow
Middlesex
HA1 3AW**

6 September 2016

WESTMINSTER HOMECARE LIMITED

CONSOLIDATED STATEMENT OF INCOME AND RETAINED EARNINGS

FOR THE YEAR ENDED 31 DECEMBER 2015

		2015	2014
	Notes	£	£
Turnover	3	35,645,219	35,911,997
Cost of sales		(25,432,971)	(24,872,815)
Gross profit		10,212,248	11,039,182
Distribution costs		(5,830,634)	(5,621,529)
Administrative expenses		(4,054,916)	(3,669,625)
Operating profit	4	326,698	1,748,028
Interest receivable and similar income	6	4,059	2,159
Interest payable and similar charges	7	-	(23,256)
Profit on ordinary activities before taxation		330,757	1,726,931
Tax on profit on ordinary activities	9	(308,459)	(613,452)
Profit for the financial year and total comprehensive income		22,298	1,113,479
Retained earnings at the start of the year		6,778,871	5,665,392
Retained earnings at the end of the year		6,801,169	6,778,871

All the activities of the group are from continuing operations.

The notes form an integral part of these financial statements.

WESTMINSTER HOMECARE LIMITED

Company number: 03353584

CONSOLIDATED STATEMENT OF FINANCIAL POSITION**AS AT 31 DECEMBER 2015**

	Notes	£	2015 £	£	2014 £
Fixed assets					
Intangible assets	11		1,282,634		2,245,613
Tangible assets	12		340,310		354,637
			-----		-----
			1,622,944		2,600,250
Current assets					
Debtors	14	6,259,071		6,247,021	
Cash at bank and in hand		2,011,496		1,922,525	
			-----	-----	
		8,270,567		8,169,546	
Creditors: amounts falling due within one year	15	(2,831,266)		(3,725,994)	
			-----	-----	
Net current assets			5,439,301		4,443,552
			-----		-----
Total assets less current liabilities			7,062,245		7,043,802
Provision for liabilities	16		(11,076)		(14,931)
			-----		-----
Net assets			7,051,169		7,028,871
			=====		=====
Capital and reserves					
Called up share capital	18		250,000		250,000
Profit and loss account			6,801,169		6,778,871
			-----		-----
Shareholders' funds			7,051,169		7,028,871
			=====		=====

The financial statements were approved by the Board of directors and authorised for issue on 6 September 2016 and are signed on behalf of the board by:



J M Patel
Director

The notes form an integral part of these financial statements.

WESTMINSTER HOMECARE LIMITED

Company number: 03353584

HOLDING COMPANY STATEMENT OF FINANCIAL POSITION**AS AT 31 DECEMBER 2015**

	Notes	£	2015 £	£	2014 £
Fixed assets					
Intangible assets	11a		1,290,404		2,157,742
Tangible assets	12a		335,781		344,078
Investments	13		552,353		552,353
			-----		-----
			2,178,538		3,054,173
Current assets					
Debtors	14a	6,204,787		6,138,005	
Cash at bank and in hand		2,011,196		1,809,869	
		-----		-----	
		8,215,983		7,947,874	
Creditors: amounts falling due within one year	15a	(2,784,361)		(3,497,477)	
		-----		-----	
Net current assets			5,431,622		4,450,397
			-----		-----
Total assets less current Liabilities			7,610,160		7,504,570
Provisions for liabilities	16a		(10,287)		(12,422)
			-----		-----
Net assets			7,599,873		7,492,148
			=====		=====
Capital and reserves					
Called up share capital	18		250,000		250,000
Profit and loss account			7,349,873		7,242,148
			-----		-----
Shareholders' funds			7,599,873		7,492,148
			=====		=====

The financial statements were approved by the Board of directors and authorised for issue on 6 September 2016 and are signed on behalf of the board by:



J M Patel
Director

The notes form an integral part of these financial statements.

WESTMINSTER HOMECARE LIMITED
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2015

	2015	2014
	£	£
Cash flows from operating activities		
Profit for the financial year	22,298	1,113,479
Adjustments for:		
Depreciation of tangible assets	52,033	56,912
Depreciation of intangible assets	1,217,275	1,263,045
Other interest receivable and similar income	(4,059)	(2,159)
Interest payable and similar charges	-	23,256
Tax on profit on ordinary activities	308,459	613,452
Loss on disposal of assets	4,536	1,694
Changes in:		
Trade and other debtors	(12,050)	(147,900)
Trade and other creditors	(701,148)	203,632
Cash generated from operations	887,344	3,125,411
Interest paid	-	(23,256)
Interest received	4,059	2,159
Tax paid	(505,894)	(816,027)
Net cash from operating activities	385,509	2,288,287
Cash flows from investing activities		
Purchase of tangible fixed assets	(42,242)	(71,282)
Purchase of intangible fixed assets	(254,296)	-
Net cash used for investing activities	(296,538)	(71,282)
Cash flows from financing activities		
Repayment of borrowings	-	(1,750,000)
Net cash used in financing activities	-	(1,750,000)
Net increase in cash and cash equivalents	88,971	467,005
Cash and cash equivalents at beginning of year	1,922,525	1,455,520
Cash and cash equivalents at end of year	2,011,496	1,922,525

The notes form an integral part of these financial statements

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

1 Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

2 Accounting policies

Basis of preparation

These consolidated and separate financial statements are prepared on a going concern basis, under the historical cost basis, as modified by the recognition of certain financial assets and liabilities measured at fair value.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 January 2014. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 22.

Basis of consolidation

The consolidated financial statements include the results of Westminster Homecare Limited and its subsidiary undertakings drawn up to 31 December 2015. The company's own Statement of Comprehensive Income is not included as permitted by Section 408 of the Companies Act 2006.

Turnover

Turnover represents the value of services provided under contracts to the extent that there is a right to consideration and is recorded at the value of the consideration due. Where the contract has only been partially completed at the balance sheet date turnover represents the value of the services provided to date based on a proportion of the total expected consideration at completion. Where payments are received from customers in advance of services provided, the amounts are recorded as payments on account and included as part of Creditors due within one year.

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

Taxation

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in the statement of comprehensive income except to the extent that it relates to items recognised in other comprehensive income or directly in capital and reserves. In this case, tax is recognised in other comprehensive income or directly in capital and reserves, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Goodwill

Goodwill arises on business acquisitions and represents the excess of the cost of the acquisition over the company's interest in the net amount of the identifiable assets, liabilities and contingent liabilities of the acquired business.

Goodwill is measured at cost less accumulated amortisation and accumulated impairment losses. It is amortised on a straight line basis over its useful life. Where a reliable estimate of the useful life of goodwill or intangible assets cannot be made, the life is presumed not to exceed four years.

Tangible assets

Tangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated depreciation and impairment losses.

Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in capital and reserves, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in capital and reserves in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in capital and reserves in respect of that asset, the excess shall be recognised in profit or loss.

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

Fixed asset investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses. Listed investments are measured at fair value with changes in fair value being recognised in profit or loss.

Impairment

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

When it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within twelve months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised in finance costs in profit or loss in the period in which it arises.

Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event; it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in profit or loss unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised in finance costs in profit or loss in the period it arises.

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

3 Turnover

The total turnover of the group for the year has been derived from its principal activity wholly undertaken in the UK.

4 Operating profit	2015	2014
	£	£
Operating profit is after charging/(crediting):		
Depreciation of intangible fixed assets	1,217,275	1,263,045
Depreciation of tangible fixed assets	52,033	56,912
Loss on disposal of tangible assets	4,536	1,694
Defined contribution plans expenses	134,625	113,345
Operating lease rentals	497,882	454,603
Auditors' remuneration (Note 5)	20,500	18,960
	<u>=====</u>	<u>=====</u>

5 Auditors' remuneration	2015	2014
	£	£
Auditors' remuneration – audit of the financial statements	20,500	18,960
	<u>=====</u>	<u>=====</u>

6 Interest receivable and similar income	2015	2014
	£	£
Bank interest	4,059	2,159
	<u>=====</u>	<u>=====</u>

7 Interest payable and similar charges	2015	2014
	£	£
On loans repayable < 1 year	-	18,094
On overdue tax	-	5,162
	<u>-----</u>	<u>-----</u>
	<u>=====</u>	<u>=====</u>

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

8 Employees

Number of employees	2015 Number	2014 Number
The average monthly number of employees, including directors, during the period was as follows:		
Administration	252	229
Carers and nursing staff	2,519	2,195
Management	2	2
	-----	-----
	2,773	2,426
	=====	=====

Employment costs	2015 £	2014 £
Wages and salaries (including employers national insurance)	29,848,164	28,932,495
Pension costs	134,625	113,345
	-----	-----
	29,982,789	29,045,840
	=====	=====

8.1 Directors' remuneration

	2015 £	2014 £
Remuneration and other emoluments	45,000	45,000
	=====	=====

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

9 Tax on profit on ordinary activities

Analysis of charge in period	2015 £	2014 £
Current tax		
UK corporation tax	312,355	621,217
Adjustments in respect of previous periods	(41)	(4,666)
	-----	-----
Total current tax charge	312,314	616,551
	-----	-----
Deferred tax		
Timing differences, origination and reversal	(3,855)	(3,099)
	-----	-----
Total deferred tax	(3,855)	(3,099)
	-----	-----
Tax on profit on ordinary activities	308,459	613,452
	=====	=====

Reconciliation of tax expense

	2015 £	2014 £
Profit on ordinary activities before taxation	330,757	1,726,931
	=====	=====
Profit on ordinary activities multiplied by main rate of Corporation tax in the UK of 20% (2014: 21%)	66,151	362,655
Effects of:		
Expenses not deductible for tax purposes	239,060	244,340
Adjustments to tax charge in respect of previous periods	(41)	(4,666)
Changes in rate of tax	3,677	11,648
Timing differences	(388)	(525)
	-----	-----
Current tax charge for period	308,459	613,452
	=====	=====

10 Profit attributable to the shareholders of the holding company

The profit dealt with in the financial statements of the parent company amounted to £107,725 (2014: £1,644,073).

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

11 Intangible fixed assets

Group	Goodwill £	Total £
Cost		
At 1 January 2015	10,129,332	10,129,332
Additions	254,296	254,296
	-----	-----
At 31 December 2015	10,383,628	10,383,628
	-----	-----
Amortisation		
At 1 January 2015	7,883,719	7,883,719
Charge for the period	1,217,275	1,217,275
	-----	-----
At 31 December 2015	9,100,994	9,100,994
	-----	-----
Net book value		
At 31 December 2015	1,282,634	1,282,634
	=====	=====
At 31 December 2014	2,245,613	2,245,613
	=====	=====

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

11a Intangible fixed assets

Company	Goodwill £	Total £
Cost		
At 1 January 2015	9,209,691	9,209,691
Additions	254,296	254,296
	-----	-----
At 31 December 2015	9,463,987	9,463,987
	-----	-----
Amortisation		
At 1 January 2015	7,051,949	7,051,949
Charge for year	1,121,634	1,121,634
	-----	-----
At 31 December 2015	8,173,583	8,173,583
	-----	-----
Net book value		
At 31 December 2015	1,290,404	1,290,404
	=====	=====
At 31 December 2014	2,157,742	2,157,742
	=====	=====

The Company's policy upon acquisition of a subsidiary is to transfer the trade and net assets of the newly-acquired subsidiary to the Company at book value. The initial cost of the Company's investment in the subsidiary undertaking reflects the underlying fair value of its net assets and goodwill at the time of its acquisition. As a result of the transfer, the value of the Company's investment in the subsidiary undertaking falls below the amount at which it is stated in the Company's accounting records. The Companies Act 2006 requires that the investment be written down accordingly and that the amount be charged as a loss in the Company's profit and loss account. However, the directors consider that, as there has been no overall loss to the Company, it would fail to give a true and fair view to charge the diminution to the Company's profit and loss account and it should instead be re-allocated to goodwill and the identifiable net assets transferred, so as to recognise, in the Company's individual balance sheet, the effective cost to the Company of those net assets and goodwill. The effect on the Company's balance sheet of this departure is to recognise goodwill at cost of £7,630,233 (2014: £7,375,915), less accumulated amortisation of £6,339,809 (2014: £5,240,123).

Given that the business concerned operates in a generally stable market, the directors have concluded that the estimated economic life of the resulting intangible asset is four years at the date the transfer took place. The asset is reviewed annually for impairment. The review at 31 December 2015 indicated that no impairment had arisen.

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

12 Tangible fixed assets

Group	Land and buildings freehold	Leasehold improvements	Fixtures, fittings and equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 January 2015	204,839	24,290	587,770	51,238	868,137
Additions	-	-	16,532	25,710	42,242
Disposals	-	-	(43,155)	-	(43,155)
	-----	-----	-----	-----	-----
At 31 December 2015	<u>204,839</u>	<u>24,290</u>	<u>561,147</u>	<u>76,948</u>	<u>867,224</u>
	=====	=====	=====	=====	=====
Depreciation					
At 1 January 2015	19,682	24,290	456,067	13,461	513,500
Disposals	-	-	(38,619)	-	(38,619)
Charge for the period	3,703	-	34,547	13,783	52,033
	-----	-----	-----	-----	-----
At 31 December 2015	<u>23,385</u>	<u>24,290</u>	<u>451,995</u>	<u>27,244</u>	<u>526,914</u>
	=====	=====	=====	=====	=====
Net book value					
At 31 December 2015	<u>181,454</u>	-	<u>109,152</u>	<u>49,704</u>	<u>340,310</u>
	=====	=====	=====	=====	=====
At 31 December 2014	<u>185,157</u>	-	<u>131,703</u>	<u>37,777</u>	<u>354,637</u>
	=====	=====	=====	=====	=====

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

12a Tangible fixed assets

Company	Land and buildings freehold £	Leasehold improvements £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost					
At 1 January 2015	204,839	24,290	876,742	51,658	1,157,529
Additions	-	-	16,516	25,710	42,226
At 31 December 2015	<u>204,839</u>	<u>24,290</u>	<u>893,258</u>	<u>77,368</u>	<u>1,199,755</u>
Depreciation					
At 1 January 2015	19,682	24,290	755,598	13,881	813,451
Charge for the period	3,703	-	33,037	13,783	50,523
At 31 December 2015	<u>23,385</u>	<u>24,290</u>	<u>788,635</u>	<u>27,664</u>	<u>863,974</u>
Net book value					
At 31 December 2015	<u>181,454</u>	<u>-</u>	<u>104,623</u>	<u>49,704</u>	<u>335,781</u>
At 31 December 2014	<u>185,157</u>	<u>-</u>	<u>121,144</u>	<u>37,777</u>	<u>344,078</u>

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

13 Fixed asset investments

Company	Subsidiary undertakings shares £	Total £
Cost		
At 1 January 2015	552,353	552,353
At 31 December 2015	552,353	552,353
Net book value		
At 31 December 2015	552,353	552,353
At 31 December 2014	552,353	552,353

The company holds 20% or more of the share capital of the following companies:

Company	Country of incorporation	Shares held Class	Proportion Held	Nature of business
Subsidiary undertaking				
Independent Living Network East Limited	England & Wales	Ordinary	100%	Dormant
Care In The Home Limited	England & Wales	Ordinary	100%	Home care
Home Choice Care Limited	England & Wales	Ordinary	100%	Home care
National Medicare Limited	England & Wales	Ordinary	100%	Home care

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

14	Debtors	2015	2014
	Group	£	£
	Trade debtors	5,709,712	5,963,244
	Other debtors	422,989	184,390
	Prepayments and accrued income	126,370	99,387
		<u>6,259,071</u>	<u>6,247,021</u>
		<u>6,259,071</u>	<u>6,247,021</u>
14a	Debtors	2015	2014
	Company	£	£
	Trade debtors	5,667,729	5,782,337
	Amounts owed by group undertaking	-	91,045
	Other debtors	410,688	165,244
	Prepayments and accrued income	126,370	99,379
		<u>6,204,787</u>	<u>6,138,005</u>
		<u>6,204,787</u>	<u>6,138,005</u>
15	Creditors: amounts falling due within one year	2015	2014
	Group	£	£
	Bank overdraft	3,154	-
	Trade creditors	389,786	721,280
	Corporation tax	45,340	238,920
	Other creditors	2,274,416	2,345,779
	Accruals and deferred income	118,570	420,015
		<u>2,831,266</u>	<u>3,725,994</u>
		<u>2,831,266</u>	<u>3,725,994</u>
15a	Creditors: amounts falling due within one year	2015	2014
	Company	£	£
	Trade creditors	388,219	718,550
	Amounts owed to group undertakings	41,545	1,000
	Corporation tax	17,289	171,148
	Other creditors	2,218,738	2,345,779
	Accruals and deferred income	118,570	261,000
		<u>2,784,361</u>	<u>3,497,477</u>
		<u>2,784,361</u>	<u>3,497,477</u>

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

16 Provisions for liabilities	Deferred Taxation (Note 17) £	Total £
Group		
At 1 January 2015	14,931	14,931
Movements in the year	(3,855)	(3,855)
	-----	-----
At 31 December 2015	11,076	11,076
	=====	=====

16a Provisions for liabilities	Deferred Taxation £	Total £
Company		
At 1 January 2015	12,422	12,422
Movements in the year	(2,135)	(2,135)
	-----	-----
At 31 December 2015	10,287	10,287
	=====	=====

17 Deferred taxation	2015 £	2014 £
Group		
Accelerated capital allowances	11,076	14,931
	=====	=====
Provision at 1 January 2015	14,931	
Credit to income statement	(3,855)	

Provision at 31 December 2015	11,076	
	=====	

18 Share capital	2015 £	2014 £
Allotted, called up and fully paid equity		
166,666 "A" Ordinary shares of £1 each	166,666	166,666
83,334 "B" Ordinary shares of £1 each	83,334	83,334
	-----	-----
	250,000	250,000
	=====	=====

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

19 Financial commitments

At 31 December 2015 the group had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2015	2014
	£	£
Expiry date:		
Within one year	254,923	239,765
Between one and five years	236,854	251,906
	-----	-----
	491,777	491,671
	=====	=====

20 Advances to directors

The following directors had interest free loans during the year. The movements on these loans are as follows:

	Amount owing		Maximum In year
	2015	2014	
	£	£	£
S C Radia	240,282	156,808	240,282
	=====	=====	=====

21 Related party transactions

The group has taken advantage of the exemption not to disclose transactions or balances between group entities that have been eliminated on consolidation.

During the year the group had in place a Revolving loan facility from Vagard Investment Corp, a major shareholder, to assist with working capital requirements. The amount outstanding at the balance sheet date was £nil (2014: £nil). Interest of £nil (2014:£18,104) was charged on this loan.

WESTMINSTER HOMECARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

22 Transition to FRS 102

These are the first financial statements of the group and company that comply with FRS 102. The group and company transitioned to FRS 102 on 1 January 2014.

Reconciliation of equity

No transitional adjustments were required.

Reconciliation of profit or loss for the year

No transitional adjustments were required.