

2796826

Rider House Limited

Report and Abbreviated Financial Statements

Year Ended

31 December 2001



BDO Stoy Hayward
Chartered Accountants



Rider House Limited

Annual report and financial statements for the year ended 31 December 2001

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Directors

S M Moxham
V A Elms
H Moxham

Secretary and registered office

S M Moxham, Rider House, Stapenhill Road, Burton On Trent, Staffordshire DE15 9AE

Company number

2796826

Auditors

BDO Stoy Hayward, Tameway Tower, PO Box 30
Bridge Street, Walsall
West Midlands, WS1 1QX

Rider House Limited

Report of the directors for the year ended 31 December 2001

The directors present their report together with the audited financial statements for the year ended 31 December 2001.

Results and dividends

The profit and loss account is set out on page 4 and shows the profit for the year.

Principal activities, review of business and future developments

The principal activity of the company during the year was that of the operation of nursing homes. The directors are satisfied with the results for the year and hope the level of business can be maintained. The directors consider the financial position of the company at the end of the year to be satisfactory.

Directors

The directors of the company during the year and their interests in the ordinary share capital of the company were:

		31 December 2001	1 January 2001
S M Moxham		99	-
V A Elms		-	-
H Moxham	(appointed 1 September 2001)	1	
T G Parsons	(resigned 12 July 2001)		
S W Galbraith	(resigned 12 July 2001)		
R Fearnall	(resigned 17 July 2001)		
M G Ferrel	(resigned 9 March 2001)		
T G Benson	(resigned 9 March 2001)		
H J Tyfel	(resigned 9 March 2001)		

Directors' responsibilities

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

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- 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.

Rider House Limited

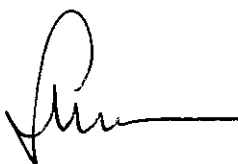
Report of the directors for the year ended 31 December 2001 (*Continued*)

Auditors

BDO Stoy Hayward have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

By order of the board

S M Moxham



Secretary

23 October 2002

Rider House Limited

Report of the independent auditors

Independent auditors' report to Rider House Limited under section 247B of the Companies Act 1985

We have examined the abbreviated financial statements on pages 4 to 14 together with the financial statements of the company for the year ended 31 December 2001 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with section 246A(3) of the Act to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with section 246A(3) of the Companies Act 1985 and the abbreviated financial statements on pages 4 to 14 are properly prepared in accordance with that provision.

BDO Stoy Hayward

BDO STOY HAYWARD

*Chartered Accountants
and Registered Auditors
Walsall*

25 October 2002

Rider House Limited

Profit and loss account for the year ended 31 December 2001

	Note	2001 £	2000 £
Gross profit		1,203,416	1,187,881
Administrative expenses		<u>1,087,427</u>	<u>1,002,942</u>
Operating profit/(loss)	2	115,989	184,939
Other interest receivable and similar income		3,948	1,761
Interest payable and similar charges	4	<u>(57,386)</u>	<u>(1)</u>
Profit on ordinary activities before taxation		62,551	186,699
Taxation on profit on ordinary activities	5	<u>34,722</u>	<u>59,718</u>
Profit on ordinary activities after taxation		27,829	126,981
Dividends	6	<u>352,423</u>	<u>-</u>
(Accumulated loss)/retained profit		(324,594)	126,981
Retained profit brought forward		<u>700,789</u>	<u>573,808</u>
Retained profit carried forward		<u>376,195</u>	<u>700,789</u>

All amounts relate to continuing activities.

All recognised gains and losses in the current and prior year are included in the profit and loss account.

There are no movements in shareholders' funds in the current and prior year apart from the profit for the year.

The notes on pages 7 to 14 form part of these financial statements.

Rider House Limited

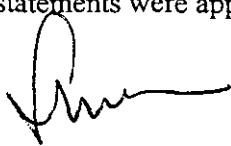
Balance sheet at 31 December 2001

	Note	2001 £	2001 £	2000 £	2000 £
Fixed assets					
Intangible assets	7		131,962		163,012
Tangible assets	8		1,418,232		1,435,293
			<u>1,550,194</u>		<u>1,598,305</u>
Current assets					
Debtors	9	53,820		64,238	
Cash at bank and in hand		-		144,044	
		<u>53,820</u>		<u>208,282</u>	
Creditors: amounts falling due within one year	10	427,158		1,105,698	
Net current liabilities			<u>(373,338)</u>		<u>(897,416)</u>
Total assets less current liabilities			<u>1,176,856</u>		<u>700,889</u>
Creditors: amounts falling due after more than one year	11		800,561		-
			<u>376,295</u>		<u>700,889</u>
Capital and reserves					
Called up share capital	12		100		100
Profit and loss account			376,195		700,789
Equity shareholders' funds			<u>376,295</u>		<u>700,889</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board on 23 October 2002

S M Moxham
Director



The notes on pages 7 to 14 form part of these financial statements.

Rider House Limited

Cash flow statement for the year ended 31 December 2001

	Note	2001 £	2001 £	2000 £	2000 £
Net cash (outflow)/inflow from operating activities	14		(708,458)		150,370
Returns on investments and servicing of finance					
Interest received		3,948		1,761	
Interest paid: other		(57,386)		(1)	
Net cash (outflow)/inflow from returns on investments and servicing of finance			(53,438)		1,760
Taxation					
Corporation tax paid			(85,999)		(94,113)
Capital expenditure and financial investment					
Payments to acquire tangible fixed assets			(11,140)		(6,804)
Equity dividend paid			(352,423)		-
Cash (outflow)/inflow before financing			(1,211,458)		51,213
Financing					
New loans		1,000,000		-	
Loans repaid		(53,759)		-	
Net cash inflow from financing			946,241		-
(Decrease)/increase in cash	15		(265,217)		51,213

The notes on pages 7 to 14 form part of these financial statements.

1 Accounting policies

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

The following principal accounting policies have been applied:

Goodwill

Purchased goodwill is valued at the fair value of consideration paid less the fair value of assets obtained at acquisition. Purchased goodwill is amortised over 10 years which is the period over which the directors estimate that benefit will be derived.

Depreciation

Depreciation is provided to write off the cost, less estimated residual values, of all tangible fixed assets, except for freehold land, evenly over their expected useful lives. It is calculated at the following rates:

Freehold buildings	- 2% straight line
Motor vehicles	- 20% straight line
Fixtures & fittings	- 20% straight line

Deferred taxation

Provision is made for timing differences between the treatment of certain items for taxation and accounting purposes to the extent that it is probable that a liability or asset will crystallise.

2 Operating profit

	2001 £	2000 £
This is arrived at after charging:		
Depreciation of tangible fixed assets	28,201	10,950
Amortisation of positive goodwill	31,050	31,050
Audit services	2,500	2,350
Directors' emoluments	33,979	44,562
	<hr/>	<hr/>

Rider House Limited

Notes forming part of the financial statements for the year ended 31 December 2001 (Continued)

3 Employees

Staff costs (including directors) consist of:

	2001 £	2000 £
Wages and salaries	778,472	753,449
Social security costs	41,197	40,086
	<u>819,669</u>	<u>793,535</u>

The average number of employees (including directors) during the year was as follows:

	2001 Number	2000 Number
Nursing staff	105	101
Administration	3	4
	<u>108</u>	<u>105</u>

4 Interest payable and similar charges

	2001 £	2000 £
Bank loans and overdrafts	57,386	1
	<u>57,386</u>	<u>1</u>

5 Taxation on profit on ordinary activities

	2001 £	2000 £
<i>Current tax</i>		
UK corporation tax on profits of the year	35,000	65,500
Adjustment in respect of previous periods	(278)	(5,782)
	<u>34,722</u>	<u>59,718</u>
Total current tax	<u>34,722</u>	<u>59,718</u>

Rider House Limited

Notes forming part of the financial statements for the year ended 31 December 2001 (*Continued*)

6 Dividends

	2001 £	2000 £
Interims paid of £3,524.23 (2000 - £nil) per share	352,423	-

7 Intangible assets

	Purchased goodwill £
<i>Cost</i>	
At 1 January 2001 and 31 December 2001	310,500
<i>Amortisation</i>	
At 1 January 2001	147,488
Provided for the year	31,050
At 31 December 2001	178,538
<i>Net book value</i>	
At 31 December 2001	131,962
At 31 December 2000	163,012

Rider House Limited

Notes forming part of the financial statements for the year ended 31 December 2001 (*Continued*)

8 Tangible fixed assets

	Freehold land and buildings £	Motor vehicles £	Fixtures and fittings £	Total £
<i>Cost</i>				
At 1 January 2001	1,421,246	5,234	287,005	1,713,485
Additions	-	-	11,140	11,140
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2001	1,421,246	5,234	298,145	1,724,625
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Depreciation</i>				
At 1 January 2001	-	5,234	272,958	278,192
Provided for the year	18,950	-	9,251	28,201
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2001	18,950	5,234	282,209	306,393
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Net book value</i>				
At 31 December 2001	1,402,296	-	15,936	1,418,232
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2000	1,421,246	-	14,047	1,435,293
	<hr/>	<hr/>	<hr/>	<hr/>

9 Debtors

	2001 £	2000 £
Trade debtors	50,325	64,238
Prepayments and accrued income	3,495	-
	<hr/>	<hr/>
	53,820	64,238
	<hr/>	<hr/>

All amounts shown under debtors fall due for payment within one year.

Rider House Limited

Notes forming part of the financial statements for the year ended 31 December 2001 (*Continued*)

10 Creditors: amounts falling due within one year

	2001 £	2000 £
Bank loan and overdraft (secured)	266,853	-
Amounts owed to group undertakings	-	991,117
Corporation tax	14,223	65,500
Other taxation and social security	5,855	11,427
Other creditors	103,298	-
Accruals and deferred income	36,929	37,654
	<u>427,158</u>	<u>1,105,698</u>

11 Creditors: amounts falling due after more than one year

	2001 £	2000 £
Bank loan (secured)	800,561	-
	<u>800,561</u>	<u>-</u>

Maturity of debt:

	Loans and overdrafts 2001 £	Loans and overdrafts 2000 £
In one year or less, or on demand	266,853	-
In more than one year but not more than two years	145,679	-
In more than two years but not more than five years	437,038	-
In more than five years	217,844	-
	<u>800,561</u>	<u>-</u>

11 Creditors: amounts falling due after more than one year (*Continued*)

Included in creditors due after more than one year are the following amounts repayable in more than five years:

	2001 £	2000 £
Bank loan	217,844	-

The bank loan is subject to interest charged at 2% above the bank base rate. The loan is being repaid in monthly instalments of £12,140 and the agreement expires in March 2011. The bank loan and overdraft are secured over the assets of the company.

12 Share capital

	2001 £	Authorised 2000 £	Allotted, called up and fully paid 2001 £	2000 £
<i>Equity share capital</i>				
Ordinary shares of £1 each	100	100	100	100

13 Related party disclosures

Controlling parties and Related Party Transactions

Until 9 March 2001, SFX UK Holdings Limited was head of the smallest group containing the company for which group financial statements were prepared. In the directors' opinion, the company's ultimate parent company and controlling party, during that period, was SFX Entertainment Inc which is incorporated in the USA. Copies of its financial statements, which include the company to 9 March 2001, are available from 650 Madison Avenue, New York, NY10022. The company took advantage of the exemptions conferred by FRS 8 allowing it not to disclose details of transactions with other group companies.

From 9 March 2001 the company ceased to be a member of the above group and, until 12 July 2001, the controlling party was T G Parsons.

From 12 July 2001 the company has been controlled by S M Moxham.

During the year, S M Moxham made a loan to the company of £100,000 which has no specified terms of repayment. The total owing to S M Moxham at 31 December 2001 was £103,298 (2000 - £Nil).

14 Reconciliation of operating profit to net cash (outflow)/inflow from operating activities

	2001 £	2000 £
Operating profit	115,989	184,939
Amortisation of intangible fixed assets	31,050	31,050
Depreciation of tangible fixed assets	28,201	10,950
Decrease/(increase) in debtors	10,418	(2,919)
Decrease in creditors	(894,116)	(73,650)
Net cash (outflow)/inflow from operating activities	<u>(708,458)</u>	<u>150,370</u>

15 Reconciliation of net cash flow to movement in net funds

	2001 £	2000 £
(Decrease)/increase in cash	(265,217)	51,213
Cash inflow from changes in debt	<u>(946,241)</u>	<u>-</u>
Movement in net funds	(1,211,458)	51,213
Opening net funds	<u>144,044</u>	<u>92,831</u>
Closing net (debt)/funds	<u>(1,067,414)</u>	<u>144,044</u>

Rider House Limited

Notes forming part of the financial statements for the year ended 31 December 2001 (*Continued*)

16 Analysis of net funds

	At 1 January 2001 £	Cash flow £	At 31 December 2001 £
Cash at bank and in hand	144,044	(144,044)	-
Bank overdrafts	-	(121,173)	(121,173)
		(265,217)	
Debt due within one year	-	(145,680)	(145,680)
Debt due after one year	-	(800,561)	(800,561)
		(946,241)	
Total	144,044	(1,211,458)	(1,067,414)