

STATEMENT OF ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2004
FOR
IRNHAM LODGE LIMITED
Company No. 2863265



IRNHAM LODGE LIMITED

ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2004

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IRNHAM LODGE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH 2004

DIRECTORS

Mr. S.C. Chidgey
Dr. P.J.B. Slade
Dr. H.G. Thomas
Dr. J.M. Driscoll

SECRETARY

Mr. S.C. Chidgey

REGISTERED OFFICE

64 High Street,
Bideford,
Devon.

PRINCIPAL ACTIVITIES

The company is principally engaged in Property Management.

DIRECTORS

The present directors are as shown above.

The company's Articles of Association do not require directors to retire by rotation.

DIRECTORS' INTERESTS

The interests of the directors in the shares of the company, both at the beginning and end of the year were as follows:

	<u>2004</u>	<u>2003</u>
Mr. S.C. Chidgey	25	25
Dr. P.J.B. Slade	25	25
Dr. H.G. Thomas	25	25
Dr. J.M. Driscoll	25	25

IRNHAM LODGE LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH 2004

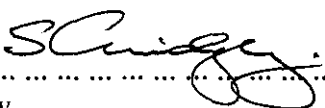
SMALL COMPANY EXEMPTION

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

AUDITORS

The directors have taken advantage of the exemption conferred by Section 249C and have done so on the grounds that in their opinion the company is entitled to these exemptions. Accordingly no auditors have been appointed.

BY ORDER OF THE BOARD


.....
Secretary

25/1/05.
.....
Date

IRNHAM LODGE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2004

	<u>NOTE</u>	<u>2004</u>	<u>2003</u>
TURNOVER	2	130,794	129,899
Cost of Sales		(605)	(748)
		<hr/>	<hr/>
GROSS PROFIT		130,189	129,151
Administrative Costs		(27,111)	(23,763)
Other Operating Charges		(33,838)	(36,775)
		<hr/>	<hr/>
OPERATING PROFIT	3	69,240	68,613
Interest Receivable		212	144
Interest Payable and Similar Charges		(18,165)	(20,892)
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		51,287	47,865
Tax on Profit on Ordinary Activities	4	(9,906)	(8,572)
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		41,381	39,293
Dividends		(24,000)	(24,000)
		<hr/>	<hr/>
Retained Profit for the Year		17,381	15,293
		<hr/>	<hr/>
Statement of total recognised gains & losses			
Total recognised gains relating to the year		41,381	39,293
Prior year adjustment		-	(10,214)
		<hr/>	<hr/>
Total recognised gains since last annual report		£41,381	£29,079
		<hr/>	<hr/>

The annexed notes form part of these financial statements.

IRNHAM LODGE LIMITED

BALANCE SHEET AS AT 31ST MARCH 2004

	<u>NOTE</u>	<u>2004</u>	<u>2003</u>
FIXED ASSETS			
Tangible Assets	5	1,057,164	1,063,516
CURRENT ASSETS			
Debtors & Prepayments	6	25,940	24,767
Cash at Bank and in Hand		16,732	13,197
		42,672	37,964
CREDITORS			
Amounts falling due within one year	7	103,780	86,687
NET CURRENT LIABILITIES		61,108	48,723
TOTAL ASSETS LESS CURRENT LIABILITIES		996,056	1,014,793
CREDITORS			
Amounts falling due after more than one year	8	340,042	375,634
Provisions for liabilities and charges	9	8,817	9,343
NET ASSETS		£647,197	£629,816
CAPITAL AND RESERVES			
Called Up Share Capital	12	100	100
Profit and Loss Account	13	44,967	27,586
Revaluation Reserve	13	602,130	602,130
SHAREHOLDERS' FUNDS		£647,197	£629,816

IRNHAM LODGE LIMITED

BALANCE SHEET AS AT 31ST MARCH 2004

The directors are satisfied that the company was entitled to exemption under subsection (1) of Section 249A of the Companies Act 1985 and that no member or members have requested an audit pursuant to subsection (2) of Section 249B in relation to the accounts for the financial year.

The directors acknowledge their responsibilities for:

- i. ensuring that the company keeps accounting records which comply with section 221; and
- ii. preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD

.....
Director

25/1/05
.....
Date

The annexed notes form part of these accounts.

IRNHAM LODGE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2004

1. ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller entities (effective June 2002).

(b) Depreciation

Depreciation has been computed to write off the cost of tangible fixed assets over their expected useful lives using the following rates:-

Freehold Property	-	No depreciation charged as depreciation is immaterial due to a high residual value of the property resulting from regular maintenance.
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Fixtures, Fittings & Equipment	-	10% per annum of net book value
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(c) Stocks

Stocks have been valued at the lower of cost and net realisable value.

(d) Deferred Taxation

Full provision is made for deferred taxation on all timing differences which have arisen but have not reversed at the balance sheet date.

(e) Government Grants

Government grants are treated as deferred income. The grant will be credited to the profit and loss account in the event of the disposal of the investment property to which it relates.

IRNHAM LODGE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2004

2. TURNOVER

The company's turnover represents the value, excluding value added tax, of property rentals and services supplied during the year. The turnover arises wholly from activities in the United Kingdom.

3. OPERATING PROFIT

This is stated after charging:-

	<u>2004</u>	<u>2003</u>
Depreciation and Amortisation of Owned Assets	£6,352	£7,058
	<u> </u>	<u> </u>

4. TAX ON PROFIT ON ORDINARY ACTIVITIES

	<u>2004</u>	<u>2003</u>
Analysis of charge in period		
Current Tax		
UK corporation tax	10,432	9,443
	<u> </u>	<u> </u>
Total current tax charge	10,432	9,443
	<u> </u>	<u> </u>
Deferred tax		
Timing differences, origination and reversal	(526)	(871)
	<u> </u>	<u> </u>
Total deferred tax	(526)	(871)
	<u> </u>	<u> </u>
Tax on profit on ordinary activities	£9,906	£8,572
	<u> </u>	<u> </u>

IRNHAM LODGE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2004

5. TANGIBLE FIXED ASSETS

	Freehold Land & Buildings	Fixtures Fittings & Equipment	Fixtures Fittings & Equipment Coffee Shop	Fixtures Fittings & Equipment Complementary Health	TOTAL
<u>Cost/Valuation</u>					
At 1 st April 2003	1,000,000	80,638	20,295	43,132	1,144,065
Additions	-	-	-	-	-
Revaluation	-	-	-	-	-
At 31 st March 2004	1,000,000	80,638	20,295	43,132	1,144,065
<u>Depreciation</u>					
At 1 st April 2003	-	44,879	11,559	24,111	80,549
Charge for the year	-	3,576	874	1,902	6,352
At 31 st March 2004	-	48,455	12,433	26,013	86,901
<u>Net Book Value</u>					
At 31 st March 2004	1,000,000	32,183	7,862	17,119	1,057,164
At 31 st March 2003	1,000,000	35,759	8,736	19,021	1,063,516

The directors have elected to follow the transitional provisions of the FRSSE regarding land and buildings. A revaluation policy is not being adopted but the carrying amount reflects previous valuations that are being retained.

The freehold property was valued on an open market basis in September 2001 by Mr. P.B. Hillman BSc FRICS of King Sturge, Chartered Surveyors.

The total equivalent historic cost of the property is £397,870.

IRNHAM LODGE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2004

6. DEBTORS – ALL RECEIVABLE WITHIN ONE YEAR

	<u>2004</u>	<u>2003</u>
Trade Debtors	£25,940	£24,767
	<u> </u>	<u> </u>

7. CREDITORS – AMOUNTS FALLING DUE WITHIN ONE YEAR

This is stated after charging:-

	<u>2004</u>	<u>2003</u>
Trade Creditors	26,751	14,861
Accruals and Deferred Income	32,512	32,397
Bank Overdraft and Loan	34,085	29,986
Corporation Tax	10,432	9,443
	<u> </u>	<u> </u>
	£103,780	£86,687
	<u> </u>	<u> </u>

The bank overdraft and loan are secured.

8. CREDITORS – AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	<u>2004</u>	<u>2003</u>
Bank Loan	£340,042	£375,634
	<u> </u>	<u> </u>

The bank loan is secured. The aggregate amount falling due after five years is £211,347 (2003 - £255,688).

9. PROVISIONS FOR LIABILITIES AND CHARGES

	Deferred Taxation (Note 10)	Total
At 1 st April 2003	9,343	9,343
Movements in the year	(526)	(526)
	<u> </u>	<u> </u>
At 31 st March 2004	£8,817	£8,817
	<u> </u>	<u> </u>

IRNHAM LODGE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2004

10. PROVISION FOR DEFERRED TAXATION

	<u>2004</u>	<u>2003</u>
Accelerated capital allowances	£8,817	£9,343
	<u> </u>	<u> </u>
Provision at 1 st April 2003		9,343
Deferred tax charge in profit and loss account		(526)
		<u> </u>
Provision at 31 st March 2004		£8,817
		<u> </u>

11. PRIOR PERIOD ADJUSTMENT

The company has adopted the Financial Reporting Standard for Smaller Entities (effective June 2002) during the year ended 31 March 2003, accordingly a prior period adjustment in respect of deferred tax has been made in that year.

12. SHARE CAPITAL

The authorised, allotted and fully paid share capital of the company consists of 100 shares of £1 each amounting to £100.

	<u>Authorised</u>	<u>Allotted, Called up & Fully Paid</u>
100 Ordinary Shares of £1 each	100	100
	<u> </u>	<u> </u>

IRNHAM LODGE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2004

13. RESERVES

	Revaluation <u>Reserve</u>	Profit & Loss <u>Account</u>	<u>Total</u>
At 1 st April 2003	602,130	27,586	629,716
Retained profit for the year	-	17,381	17,381
	<hr/>	<hr/>	<hr/>
At 31 st March 2004	£602,130	£44,967	£647,097
	<hr/>	<hr/>	<hr/>

14. RELATED PARTY TRANSACTIONS

The company received rent of £40,000 from Irnham Lodge Surgery in the year ended 31st March 2004 (2003 - £40,000). Three of the doctors in the surgery, as listed below, are also directors in the company. The rent charged is, in the opinion of the directors, at an open market rate and they consider that the transaction has been entered into on normal commercial terms. At the Balance Sheet date there was a debtor due of £NIL (2002 - £NIL) in respect of this rent.

Dr. P.J.B. Slade
Dr. H.G. Thomas
Dr. J.M. Driscoll

15. CONTROL RELATIONSHIP

The company is controlled and managed on a day to day basis by its directors as listed below:

Mr. S.C. Chidgey
Dr. P.J.B. Slade
Dr. H.G. Thomas
Dr. J.M. Driscoll

IRNHAM LODGE LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2004

16. GOVERNMENT GRANT

During the year ended 31st March 1998 the company received a government grant amounting to £30,070 of which £27,612 was awarded in order to finance property improvements, and the balance was a contribution towards employee costs.

The grant relating to employee costs has been credited to the profit and loss account and the grant relating to property improvements has been included within deferred income.