

**RECTORY HOUSE LIMITED**  
**REPORT OF THE DIRECTORS AND**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31 DECEMBER 2006**



haysmacintyre  
Chartered Accountants  
Registered Auditors  
London

Registered Number 3226054

**RECTORY HOUSE LIMITED**

**REPORT OF THE DIRECTORS AND UNAUDITED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2006**

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**RECTORY HOUSE LIMITED**

**COMPANY INFORMATION**

**FOR THE YEAR ENDED 31 DECEMBER 2006**

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**DIRECTORS:** W N Marshall  
M D King

**SECRETARY** B Mee

**REGISTERED OFFICE** 20 Pines Road  
Bickley  
Bromley  
Kent  
BR1 2AA

**REGISTERED NUMBER:** 3226054

**ACCOUNTANTS:** haysmacintyre  
Fairfax House  
15 Fulwood Place  
London  
WC1V 6AY

# **RECTORY HOUSE LIMITED**

## **DIRECTORS' REPORT**

### **FOR THE YEAR ENDED 31 DECEMBER 2006**

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The directors' present their report with the financial statements of the company for the year ended 31 December 2006

#### **PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of care home owners

#### **DIRECTORS**

The directors during the year were

W N Marshall  
M D King

The directors holding office at the year-end have no beneficial interest in the shares of the company which is a wholly owned subsidiary of Future Life Limited

#### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

Company law requires the director 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 period. 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,
- 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

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

#### **ON BEHALF OF THE BOARD**



Director – W N Marshall  
22 August 2007

**RECTORY HOUSE LIMITED****PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 31 DECEMBER 2006**

	Note	2006		2005	
		£	£	£	£
<b>TURNOVER</b>	1		580,082		518,613
Cost of sales			(31,607)		(3,893)
<b>GROSS PROFIT</b>			548,475		514,720
Administrative expenses			(460,390)		(441,127)
<b>OPERATING PROFIT</b>	2		88,085		73,593
Interest receivable and similar income		6,724		2,012	
Interest payable and similar charges		(758)		(407)	
			5,966		1,605
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>			94,051		75,198
Tax on profit on ordinary activities	3		(10,214)		(17,249)
<b>PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION</b>			£83,837		£57,949

These notes form part of these financial statements

**RECTORY HOUSE LIMITED****BALANCE SHEET****AT 31 DECEMBER 2006**

	Note	2006	2005
		£	£
<b>FIXED ASSETS</b>			
Tangible assets	4	22,195	9,900
<b>CURRENT ASSETS</b>			
Debtors	5	330,956	334,835
Cash at bank		263,028	108,812
		593,984	443,647
<b>CREDITORS: amounts falling due within one year</b>	6	(255,833)	(77,038)
<b>NET CURRENT ASSETS</b>		338,151	366,609
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		£360,346	£376,509
<b>CAPITAL AND RESERVES</b>			
Called up share capital	7	1,000	1,000
Profit and loss account	8	359,346	375,509
<b>SHAREHOLDERS' FUNDS</b>		£360,346	£376,509

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2006

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2006 in accordance with Section 249B(2) of the Companies Act 1985

The director acknowledges his responsibilities for

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, 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 with the Financial Reporting Standard for Smaller Entities (effective January 2005)

The financial statements were approved and authorised for issue by the Board of Directors on 22 August 2007 and were signed below on its behalf by

  
Director - W N Marshall

These notes form part of these financial statements

# RECTORY HOUSE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2006

### 1. ACCOUNTING POLICIES

#### Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

#### Turnover

Turnover represents net invoiced sales for goods and services, excluding value added tax

#### Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Fixtures & fittings	- 20% on reducing balance
Motor vehicles	- 20% on reducing balance

#### 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

Rentals paid under operating leases are charged to the profit and loss account as incurred

2. OPERATING PROFIT	2006	2005
	£	£
The operating profit is stated after charging		
Depreciation – owned assets	£5,549	£2,475

3. TAXATION	2006	2005
	£	£
Analysis of the tax charge		

The tax charge on the profit on ordinary activities for the year was as follows

Current tax		
UK corporation tax	10,214	13,377
Prior year adjustments	-	3,872
Tax on profit on ordinary activities	£10,214	£17,249

**RECTORY HOUSE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

**FOR THE YEAR ENDED 31 DECEMBER 2006**

<b>4 TANGIBLE FIXED ASSETS</b>		<b>Fixtures and fittings £</b>	<b>Motor Vehicles £</b>	<b>Total £</b>
<b>COST</b>				
At 1 January 2006		33,028	21,353	54,381
Additions		17,844	-	17,844
At 31 December 2006		50,872	21,353	72,225
<b>DEPRECIATION</b>				
At 1 January 2006		30,082	14,399	44,481
Charge for year		4,158	1,391	5,549
At 31 December 2006		34,240	15,790	50,030
<b>NET BOOK VALUE</b>				
At 31 December 2006		£16,632	£5,563	£22,195
At 31 December 2005		£2,946	£6,954	£9,900
<b>5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>			<b>2006 £</b>	<b>2005 £</b>
Trade debtors			-	3,862
Amounts due from group undertakings			330,773	330,773
Other debtors			183	200
			£330,956	£334,835
<b>6. CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR</b>			<b>2006 £</b>	<b>2005 £</b>
Bank overdraft			3,901	-
Trade creditors			4,296	1,069
Amounts due to parent company			113,041	39,840
Amounts due to group undertakings			111,949	7,601
Corporation tax			10,217	17,590
Other taxes and social security			6,429	4,938
Accruals			6,000	6,000
			£255,833	£77,038
<b>7. CALLED UP CAPITAL</b>			<b>2006 £</b>	<b>2005 £</b>
Authorised, allotted, issued and fully paid				
Number	Class	Nominal value		
1,000	Ordinary	£1	1,000	1,000



**RECTORY HOUSE LIMITED****NOTES TO THE FINANCIAL STATEMENTS (continued)****FOR THE YEAR ENDED 31 DECEMBER 2006**

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<b>8. RESERVES</b>	<b>Profit and loss account £</b>
At 1 January 2006	375,509
Profit for the year	83,837
Dividends	(100,000)
	<hr/>
At 31 December 2006	<u>£359,346</u>

<b>9. DIVIDENDS</b>	<b>2006 £</b>	<b>2005 £</b>
Dividends paid to parent company	<u>£100,000</u>	<u>£-</u>

**10. RELATED PARTY TRANSACTIONS**

During the year, the company's ultimate parent company, Paceglobe Limited, incurred maintenance costs and capital expenditure of £73,201 on its behalf. At the year end the company owed Paceglobe Limited £113,042.

At 31 December 2006, the company was owed £330,773 from Tylane Limited.

At 31 December 2006, the company owed Future Life Limited £111,949.