

REGISTRAR
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Sussex Health Care Limited

FINANCIAL STATEMENTS

for the year ended

30 April 2004



Sussex Health Care Limited

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

S Boghani
S Sachedina

SECRETARY

S Boghani

REGISTERED OFFICE

Tylden House
Dorking Road
Warnham
Nr Horsham
West Sussex
RH12 3RZ

ACCOUNTANTS

Baker Tilly
Chartered Accountants
International House
Queens Road
Brighton
East Sussex
BN1 3XE

BANKERS

Barclays Bank Plc
PO Box 13
8 George Street
Richmond
TW9 1JU

Sussex Health Care Limited

DIRECTORS' REPORT

The directors submit their report and unaudited financial statements of Sussex Health Care Limited for the year ended 30 April 2004.

PRINCIPAL ACTIVITY

The principal activity of the company during the period under review was the construction of nursing homes.

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests, including family holdings, in the shares of the company were as follows:

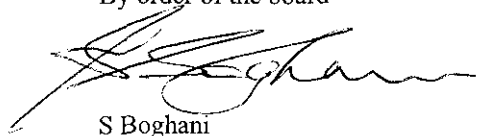
	Ordinary Shares of £1 each	
	At 30 April 2004	At 1 May 2003
S Boghani	50	50
S Sachedina	<u>50</u>	<u>50</u>

No rights to subscribe for shares in, or debentures of, the company were granted to or exercised by either director during the year.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

By order of the board



S Boghani

Company Secretary

..... February 2004

Sussex Health Care Limited

PROFIT AND LOSS ACCOUNT

for the year ended 30 April 2004

	Notes	2004 £	2003 £
TURNOVER		44,858	1,523,933
Cost of sales		<u>44,858</u>	<u>1,523,933</u>
Gross profit		—	—
Administrative expenses		<u>4,920</u>	<u>10,141</u>
OPERATING LOSS	1	(4,920)	(10,141)
Interest payable and similar charges		305	166
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>(5,225)</u>	<u>(10,307)</u>
Taxation	2	—	—
LOSS FOR THE FINANCIAL YEAR		<u>(5,225)</u>	<u>(10,307)</u>

The operating loss for the year arises from the company's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Profit and Loss Account.

Sussex Health Care Limited

BALANCE SHEET

30 April 2004

	Notes	2004 £	2003 £
FIXED ASSETS			
Tangible assets	3	<u>8,670</u>	<u>10,200</u>
CURRENT ASSETS			
Stocks		895,430	—
Debtors	4	<u>461,001</u>	<u>978,662</u>
		1,356,431	978,662
CREDITORS			
Amounts falling due within one year	5	<u>1,394,817</u>	<u>1,013,353</u>
NET CURRENT LIABILITIES		<u>(38,386)</u>	<u>(34,691)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(29,716)</u>	<u>(24,491)</u>
CAPITAL AND RESERVES			
Called up equity share capital	7	100	100
Profit and loss account	8	<u>(29,816)</u>	<u>(24,591)</u>
DEFICIENCY	9	<u>(29,716)</u>	<u>(24,491)</u>

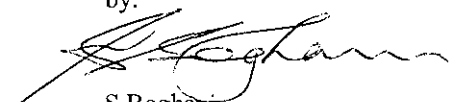
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements 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 the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 21st September 2004 and are signed on their behalf by:


S Boghani
Director

Sussex Health Care Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

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

The financial statements have been prepared under the going concern basis despite the deficiency of funds shown on the balance sheet. The directors believe that the going concern basis is appropriate because the major creditors have indicated that they will not call the amounts owing for repayment to the detriment of the company.

CASH FLOW STATEMENT

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small.

TURNOVER

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

FIXED ASSETS

All fixed assets are initially recorded at cost.

DEPRECIATION

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures & Fittings - 15% reducing balance

WORK IN PROGRESS

Work in progress is valued on the basis of direct costs plus attributable overheads based on normal level of activity. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of work in progress.

Sussex Health Care Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 April 2004

1 OPERATING LOSS

Operating loss is stated after charging:

	2004	2003
	£	£
Directors' emoluments	—	—
Depreciation of owned fixed assets	1,530	1,800
Auditors' fees	—	3,000
	<u>—</u>	<u>3,000</u>

2 TAXATION ON ORDINARY ACTIVITIES

Factors affecting current tax charge

The tax assessed on the loss on ordinary activities for the year is higher than the standard rate of corporation tax in the UK of 19% (2003 - 19%).

	2004	2003
	£	£
Loss on ordinary activities before taxation	<u>(5,225)</u>	<u>(10,307)</u>
Loss on ordinary activities by rate of tax	(899)	(1,958)
Movement in unrelieved tax losses	<u>899</u>	<u>1,958</u>
Total current tax	<u>—</u>	<u>—</u>

3 TANGIBLE FIXED ASSETS

	Fixtures & Fittings £
Cost	
At 1 May 2003 and 30 April 2004	<u>12,000</u>
Depreciation	
At 1 May 2003	1,800
Charge for the year	<u>1,530</u>
At 30 April 2004	<u>3,330</u>
Net book value	
At 30 April 2004	<u>8,670</u>
At 30 April 2003	<u>10,200</u>

4 DEBTORS

	2004	2003
	£	£
VAT recoverable	40,529	58,097
Other debtors	<u>420,472</u>	<u>920,565</u>
	<u>461,001</u>	<u>978,662</u>

Sussex Health Care Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 April 2004

5 CREDITORS: Amounts falling due within one year

	2004	2003
	£	£
Bank loans and overdrafts	353	112,286
Trade creditors	408,558	—
Other creditors	985,906	901,067
	<u>1,394,817</u>	<u>1,013,353</u>

6 RELATED PARTY TRANSACTIONS

All of the sales made by the company during the current and previous year were to a partnership under the control of Mr S Boghani and Mr S Sachedina, the directors of the company.

Monies totalling £420,473 (2003: £920,565) had been advanced to partnerships under the control of Mr S Boghani and Mr S Sachedina as at the balance sheet date.

Monies totalling £980,906 (2003: £774,281) had been advanced from partnerships under the control of Mr S Boghani and Mr S Sachedina as at the balance sheet date.

7 SHARE CAPITAL

	2004	2003
	£	£
Authorised:		
10,000,000 Ordinary shares of £1 each	<u>10,000,000</u>	<u>10,000,000</u>
	2004	2003
	£	£
Allotted, called up and fully paid:		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

8 PROFIT AND LOSS ACCOUNT

	2004	2003
	£	£
At 1 May 2003	(24,591)	(14,284)
Accumulated loss for the financial year	(5,225)	(10,307)
At 30 April 2004	<u>(29,816)</u>	<u>(24,591)</u>

9 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2004	2003
	£	£
Loss for the financial year	(5,225)	(10,307)
Opening shareholders' equity deficit	<u>(24,491)</u>	<u>(14,184)</u>
Closing shareholders' equity deficit	<u>(29,716)</u>	<u>(24,491)</u>