



Gerald Edelman  
Chartered Accountants

Company Registration No 3546124 (England and Wales)

**BEECHFIELDS NURSING HOME LIMITED**

**DIRECTORS' REPORT AND  
FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 30 APRIL 2010**

MONDAY



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# BEECHFIELDS NURSING HOME LIMITED

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# **BEECHFIELDS NURSING HOME LIMITED**

## **DIRECTORS' REPORT**

### ***FOR THE PERIOD ENDED 30 APRIL 2010***

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The company changed its accounting reference date from 31 October to 30 April for the period under review

The directors present their report and financial statements for the period ended 30 April 2010

#### **Principal activities and review of the business**

The principal activity of the company continued to be that of providing residential accommodation and nursing care

#### **Results and dividends**

The results for the period are set out on page 5

Dividends of £330,000 were paid during the period

#### **Directors**

The following directors have held office since 1 November 2008

A R Patel

R C Patel

#### **Auditors**

The auditors, Gerald Edelman, are deemed to be reappointed under section 487(2) of the Companies Act 2006

#### **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 of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

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

# **BEECHFIELDS NURSING HOME LIMITED**

## **DIRECTORS' REPORT (CONTINUED)**

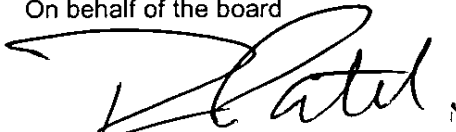
***FOR THE PERIOD ENDED 30 APRIL 2010***

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### **Statement of disclosure to auditors**

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

On behalf of the board

A handwritten signature in black ink, appearing to read 'R C Patel', is written over a horizontal line.

R C Patel

**Director**

31 January 2011

# **BEECHFIELDS NURSING HOME LIMITED**

## **INDEPENDENT AUDITORS' REPORT**

### **TO THE MEMBERS OF BEECHFIELDS NURSING HOME LIMITED**

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We have audited the financial statements of Beechfields Nursing Home Limited for the period ended 30 April 2010 set out on pages 5 to 14. 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 Directors' Responsibilities Statement set out on page 1, 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 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.

#### **Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 30 April 2010 and of its profit for the period then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- the financial statements have been properly prepared in accordance with the Companies Act 2006, and

#### **Opinion on other matter prescribed by the Companies Act 2006**

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

# **BEECHFIELDS NURSING HOME LIMITED**

## **INDEPENDENT AUDITORS' REPORT (CONTINUED)**

### **TO THE MEMBERS OF BEECHFIELDS NURSING HOME LIMITED**

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#### **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, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



**E Zekia (Senior Statutory Auditor)**  
for and on behalf of Gerald Edelman

31 January 2011

**Chartered Accountants**  
**Statutory Auditor**

25 Harley Street  
London  
W1G 9BR

# BEECHFIELDS NURSING HOME LIMITED

## PROFIT AND LOSS ACCOUNT

FOR THE PERIOD ENDED 30 APRIL 2010

	Notes	Period ended 30 April 2010 £	Year ended 31 October 2008 £
Turnover	2	1,508,708	1,018,989
Cost of sales		(906,154)	(592,815)
<b>Gross profit</b>		<b>602,554</b>	<b>426,174</b>
Administrative expenses		(178,774)	(182,699)
<b>Operating profit</b>	<b>3</b>	<b>423,780</b>	<b>243,475</b>
Other interest receivable and similar income	4	136	-
<b>Profit on ordinary activities before taxation</b>		<b>423,916</b>	<b>243,475</b>
Tax on profit on ordinary activities	5	(75,757)	1,563
<b>Profit for the period</b>	<b>15</b>	<b>348,159</b>	<b>245,038</b>

The profit and loss account has been prepared on the basis that all operations are continuing operations

There are no recognised gains and losses other than those passing through the profit and loss account

### Note of historical cost profits and losses

	Period ended 30 April 2010 £	Year ended 31 October 2008 £
<b>Reported profit on ordinary activities before taxation</b>	<b>423,916</b>	<b>243,475</b>
Difference between an historical cost depreciation charge and the actual depreciation charge of the year calculated on the revalued amount	5,814	3,876
<b>Historical cost profit on ordinary activities before taxation</b>	<b>429,730</b>	<b>247,351</b>
<b>Historical cost profit for the period retained after taxation, extraordinary items and dividends</b>	<b>23,973</b>	<b>108,914</b>

# BEECHFIELDS NURSING HOME LIMITED

## BALANCE SHEET

AS AT 30 APRIL 2010

	Notes	2010 £	£	2008 £	£
<b>Fixed assets</b>					
Intangible assets	7		1		1,244
Tangible assets	8		1,479,353		1,513,834
			<u>1,479,354</u>		<u>1,515,078</u>
<b>Current assets</b>					
Stocks	9	2,050		1,950	
Debtors	10	20,798		139,858	
Cash at bank and in hand		478,160		247,366	
		<u>501,008</u>		<u>389,174</u>	
<b>Creditors' amounts falling due within one year</b>	11	(1,563,781)		(1,504,065)	
<b>Net current liabilities</b>			(1,062,773)		(1,114,891)
<b>Total assets less current liabilities</b>			416,581		400,187
<b>Provisions for liabilities</b>	12		(4,198)		(5,963)
			<u>412,383</u>		<u>394,224</u>
<b>Capital and reserves</b>					
Called up share capital	14		1,000		1,000
Revaluation reserve	15		381,777		387,591
Profit and loss account	15		29,606		5,633
<b>Shareholders' funds</b>	16		<u>412,383</u>		<u>394,224</u>

Approved by the Board and authorised for issue on 31 January 2011

  
R C Patel  
Director

Company Registration No 3546124



# BEECHFIELDS NURSING HOME LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE PERIOD ENDED 30 APRIL 2010**

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### **1 Accounting policies**

#### **1.1 Accounting convention**

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings

At 30 April 2010 the company had net current liabilities of £1,062,773 (2008 £1,114,891) In the opinion of the director's the financial statements have been properly prepared on the going concern basis which is dependent on the continued financial support of the group companies

The company has taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from the requirement to produce a cash flow statement on the grounds that it is a subsidiary undertaking where 90 percent or more of the voting rights are controlled within the group

#### **1.2 Compliance with accounting standards**

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

#### **1.3 Turnover**

Turnover represents amounts receivable for services net of trade discounts

#### **1.4 Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 1998, is being written off evenly over its estimated useful economic life of ten years

#### **1.5 Tangible fixed assets and depreciation**

Tangible fixed assets other than freehold land are stated at cost or valuation less depreciation Depreciation is provided at rates calculated to write off the cost or valuation less estimated residual value of each asset over its expected useful life, as follows

Land and buildings Freehold	1% on straight line basis
Fixtures, fittings & equipment	25% on reducing balance basis

#### **1.6 Stock**

Stock is valued at the lower of cost and net realisable value

#### **1.7 Pensions**

The company operates a defined contribution scheme for the benefit of its employees Contributions payable are charged to the profit and loss account in the period they are payable

#### **1.8 Deferred taxation**

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes Recognition of deferred tax asset is limited to the extent that the company anticipates making sufficient taxable profits in the future to absorb the reversal of the underlying timing difference The deferred tax balance has not been discounted

#### **1.9 Period of account**

The financial statements are in respect of the period from 1 November 2008 to 30 April 2010 The comparative figures are for the year ended 31 October 2008

# BEECHFIELDS NURSING HOME LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE PERIOD ENDED 30 APRIL 2010**

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### **2 Turnover**

The total turnover of the company for the period has been derived from its principal activity wholly undertaken in the United Kingdom

<b>3 Operating profit</b>	<b>2010</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Operating profit is stated after charging		
Amortisation of intangible assets	1,243	2,481
Depreciation of tangible assets	49,905	39,495
Auditors' remuneration	5,400	2,000
Remuneration of auditors for non-audit work	8,119	2,600
	<u>          </u>	<u>          </u>

<b>4 Investment income</b>	<b>2010</b>	<b>2008</b>
	<b>£</b>	<b>£</b>
Other interest	136	-
	<u>          </u>	<u>          </u>

# BEECHFIELDS NURSING HOME LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2010

5	Taxation	2010 £	2008 £
	<b>Domestic current year tax</b>		
	U K corporation tax	77,522	-
	<b>Total current tax</b>	77,522	-
	<b>Deferred tax</b>		
	Deferred tax credit	(1,765)	(1,563)
		75,757	(1,563)
	<b>Factors affecting the tax charge for the period</b>		
	Profit on ordinary activities before taxation	423,916	243,475
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 28.00% (2008 - 21.00%)	118,696	51,130
	Effects of		
	Non deductible expenses	971	554
	Depreciation add back	14,321	8,815
	Capital allowances	(4,226)	(3,203)
	Group tax losses utilised	(47,561)	(57,296)
	Marginal relief	(4,679)	-
		(41,174)	(51,130)
	<b>Current tax charge for the period</b>	77,522	-
6	<b>Dividends</b>	2010 £	2008 £
	Ordinary interim paid	330,000	140,000

# BEECHFIELDS NURSING HOME LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2010

### 7 Intangible fixed assets

	Goodwill £
<b>Cost</b>	
At 1 November 2008 & at 30 April 2010	24,813
<b>Amortisation</b>	
At 1 November 2008	23,569
Charge for the period	1,243
At 30 April 2010	24,812
<b>Net book value</b>	
At 30 April 2010	1
At 31 October 2008	1,244

### 8 Tangible fixed assets

	Land and buildings Freehold £	Fixtures, fittings & equipment £	Total £
<b>Cost or valuation</b>			
At 1 November 2008	1,500,000	164,532	1,664,532
Additions	14,000	1,424	15,424
At 30 April 2010	1,514,000	165,956	1,679,956
<b>Depreciation</b>			
At 1 November 2008	59,650	91,048	150,698
Charge for the period	21,815	28,090	49,905
At 30 April 2010	81,465	119,138	200,603
<b>Net book value</b>			
At 30 April 2010	1,432,535	46,818	1,479,353
At 31 October 2008	1,440,350	73,484	1,513,834

The land and buildings are included in the financial statements based on the directors assessment of its open market value. The historical cost of the land and buildings as at 30 April 2010 was £1,126,409 (2008 £1,112,409). The historical depreciation of the land and buildings as at 30 April 2010 was £75,651 (2008 £59,650).

# BEECHFIELDS NURSING HOME LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2010

9	Stocks	2010 £	2008 £
	Stocks	2,050	1,950

10	Debtors	2010 £	2008 £
	Trade debtors	18,180	136,516
	Prepayments and accrued income	2,618	3,342
		20,798	139,858

11	Creditors amounts falling due within one year	2010 £	2008 £
	Trade creditors	10,553	5,393
	Amounts owed to parent and fellow subsidiary undertakings	1,457,029	1,474,259
	Corporation tax	77,522	-
	Other taxes and social security costs	11,616	11,123
	Other creditors	1,605	1,977
	Accruals and deferred income	5,456	11,313
		1,563,781	1,504,065

# BEECHFIELDS NURSING HOME LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2010

### 12 Provisions for liabilities

	Deferred tax liability £
Balance at 1 November 2008	5,963
Profit and loss account	(1,765)
	<u>4,198</u>
Balance at 30 April 2010	<u><u>4,198</u></u>

The deferred tax liability is made up as follows:

	2010 £	2008 £
Accelerated capital allowances	<u>4,198</u>	<u>5,963</u>

### 13 Pension and other post-retirement benefit commitments

#### Defined contribution

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund.

	2010 £	2008 £
Contributions payable by the company for the period	<u>1,613</u>	<u>1,183</u>

### 14 Share capital

	2010 £	2008 £
Allotted, called up and fully paid		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

# BEECHFIELDS NURSING HOME LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2010

### 15 Statement of movements on reserves

	Revaluation reserve £	Profit and loss account £
Balance at 1 November 2008	387,591	5,633
Profit for the period	-	348,159
Dividends paid	-	(330,000)
Depreciation on revalued assets	(5,814)	5,814
Balance at 30 April 2010	381,777	29,606

### 16 Reconciliation of movements in shareholders' funds

	2010 £	2008 £
Profit for the financial period	348,159	245,038
Dividends	(330,000)	(140,000)
Net addition to shareholders' funds	18,159	105,038
Opening shareholders' funds	394,224	289,186
Closing shareholders' funds	412,383	394,224

### 17 Contingent liabilities

The company together with its parent undertaking have jointly entered into cross guarantees in respect of bank borrowings which at 30 April 2010 amounted to £4,172,060 (2008 £4,209,665)

The company also jointly entered into a cross guarantee for bank borrowings of SAP Property Developments LLP which at 30 April 2010 amounted to £920,000 (2008 £920,000) SAP Property Developments LLP is a partnership in which the directors have interest

# BEECHFIELDS NURSING HOME LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 APRIL 2010

### 18 Employees

#### Number of employees

The average monthly number of employees (including directors) during the period was

	2010 Number	2008 Number
Care staff	38	41
Management	1	1
	<u>39</u>	<u>42</u>

#### Employment costs

	2010 £	2008 £
Wages and salaries	713,116	461,204
Social security costs	48,643	30,645
Other pension costs	1,613	1,183
	<u>763,372</u>	<u>493,032</u>

### 19 Control

The ultimate parent company is Tudor Care Limited (formerly Tudor Care Plc), a company registered in England and Wales. Tudor Care Limited prepares consolidated financial statements and copies can be obtained from Companies House.

### 20 Related party transactions

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company.