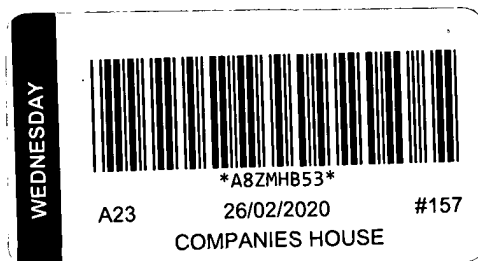


**Strategic Report, Report of the Director and  
Financial Statements For The Year Ended 31st July 2019**  
**for**  
**Maps Properties Limited**



**Contents of the Financial Statements  
For The Year Ended 31st July 2019**

|   | <b>Page</b> |
|---|-------------|
| <b>Company Information</b>                  | <b>1</b>    |
| <b>Strategic Report</b>                     | <b>2</b>    |
| <b>Report of the Director</b>               | <b>3</b>    |
| <b>Report of the Independent Auditors</b>   | <b>4</b>    |
| <b>Income Statement</b>                     | <b>6</b>    |
| <b>Other Comprehensive Income</b>           | <b>7</b>    |
| <b>Statement of Financial Position</b>      | <b>8</b>    |
| <b>Statement of Changes in Equity</b>       | <b>9</b>    |
| <b>Statement of Cash Flows</b>              | <b>10</b>   |
| <b>Notes to the Statement of Cash Flows</b> | <b>11</b>   |
| <b>Notes to the Financial Statements</b>    | <b>12</b>   |

**Maps Properties Limited**

**Company Information  
For The Year Ended 31st July 2019**

**DIRECTOR:**

Mr M Christophi

**REGISTERED OFFICE:**

C/O Aston Shaw  
51 - 59 Rose Lane  
The Union Building  
Norwich  
Norfolk  
NR1 1BY

**REGISTERED NUMBER:**

03566459 (England and Wales)

**AUDITORS:**

Aston Shaw Limited  
The Union Building  
51-59 Rose Lane  
Norwich  
Norfolk  
NR1 1BY

**Strategic Report  
For The Year Ended 31st July 2019**

The director presents his strategic report for the year ended 31st July 2019.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of residential care.

**REVIEW OF BUSINESS**

The profit and loss account for the year is set out on page 6.

The company's (loss)/profit on ordinary activities after taxation was £163,637 (2018: £12,856)

Market conditions have improved for the company during 2019, and capital investment in the homes has also continued during the year. There has been an increase in sales, which coupled with a fall in the use of agency staff has led to a financial profit. This is expected to continue to improve in 2020.

**PRINCIPAL RISKS AND UNCERTAINTIES**

The latest CQC reports for the three care homes are shown below:

The Limes: 17 October 2019 - Requires Improvement  
28 July 2019 - Requires Improvement  
14 September 2017 - Inadequate

Walsham Grange: 29 October 2019 - Inadequate  
23 November 2017 - Good  
31 May 2017 - Requires Improvement

Nightingale: 27 April 2019 - Requires Improvement  
01 June 2018 - Inadequate  
11 October 2017 - Requires Improvement

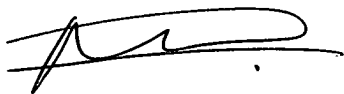
Due to the negative impact of the ratings that all three care homes hold, there is a material uncertainty regarding the going concern status of the company. However, the director is confident that the company can improve the ratings going forward, as evidenced by two of the care homes improving within the reports above.

**FINANCIAL KEY PERFORMANCE INDICATORS**

The Director considers the company's financial key performance indicators (KPIs) to be as follows:

|                                   | <u>2019</u> | <u>2018</u> |
|-----------------------------------|-------------|-------------|
| (Decrease)/increase in turnover   | 17.7%       | (1.5%)      |
| Wages as a percentage of turnover | 49.8%       | 48.9%       |

**THE FINANCIAL STATEMENTS WERE APPROVED BY:**



.....  
Mr M Christophi - Director

Date: .....

24/2/2020

**Report of the Director  
For The Year Ended 31st July 2019**

The director presents his report with the financial statements of the company for the year ended 31st July 2019.

**DIVIDENDS**

The total distribution of dividends for the year ended 31st July 2019 will be £60,000.

**DIRECTOR**

Mr M Christophi held office during the whole of the period from 1st August 2018 to the date of this report.

**DISCLOSURE IN THE STRATEGIC REPORT**

Under s414C(11) of the Companies Act 2006, the following information is included in the Strategic Report:

1. details of the principal activity of the company;
2. a review of the business including developments in the year, its performance and current position;
3. a summary of the principal risks and uncertainty affecting the position; and
4. information relating to the KPIs monitored by the company.

**STATEMENT OF DIRECTOR'S RESPONSIBILITIES**

The director is responsible for preparing the Strategic Report, the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the director must not approve the financial statements unless he is 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 director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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.

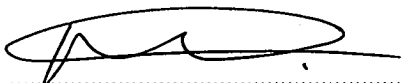
**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, Aston Shaw Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**THE FINANCIAL STATEMENTS WERE APPROVED BY:**



Mr M Christophi - Director

Date: 21/2/2020

## **Report of the Independent Auditors to the Members of Maps Properties Limited**

### **Opinion**

We have audited the financial statements of Maps Properties Limited (the 'company') for the year ended 31st July 2019 which comprise the Income Statement, Other Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Statement of Cash Flows, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31st July 2019 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the director's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the director has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### **Material uncertainty related to going concern**

We draw attention to the Strategic Report on page 2 which explains that Maps Properties Limited has received negative reviews from the Care Quality Commission (CQC). This indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as going concern. Our opinion is not modified in respect of this matter.

### **Other information**

The director is responsible for the other information. The other information comprises the information in the Strategic Report and the Report of the Director, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Report of the Director have been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of  
Maps Properties Limited**

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Report of the Director.

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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of director**

As explained more fully in the Statement of Director's Responsibilities set out on page three, the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the director determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the director is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the director either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

**Auditors' responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

**Use of our report**

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 a Report of the Auditors 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.

Dominic Shaw FCCA (Senior Statutory Auditor)  
for and on behalf of Aston Shaw Limited  
The Union Building  
51-59 Rose Lane  
Norwich  
Norfolk  
NR1 1BY

Date: 25<sup>th</sup> FEBRUARY 2020

**Income Statement**  
**For The Year Ended 31st July 2019**

|  | Notes | 31/7/19<br>£         | 31/7/18<br>£         |
|--|-------|----------------------|----------------------|
| <b>TURNOVER</b>                        | 4     | 3,839,306            | 3,261,037            |
| Cost of sales                          |       | <u>2,690,342</u>     | <u>2,523,314</u>     |
| <b>GROSS PROFIT</b>                    |       | 1,148,964            | 737,723              |
| Administrative expenses                |       | <u>898,149</u>       | <u>641,029</u>       |
|  |       | 250,815              | 96,694               |
| Other operating income                 |       | <u>2,100</u>         | -                    |
| <b>OPERATING PROFIT</b>                | 6     | 252,915              | 96,694               |
| Interest receivable and similar income |       | <u>474</u>           | <u>709</u>           |
|  |       | 253,389              | 97,403               |
| Interest payable and similar expenses  | 7     | <u>89,752</u>        | <u>84,547</u>        |
| <b>PROFIT BEFORE TAXATION</b>          |       | 163,637              | 12,856               |
| Tax on profit                          | 8     | <u>80,972</u>        | <u>(55,463)</u>      |
| <b>PROFIT FOR THE FINANCIAL YEAR</b>   |       | <u><u>82,665</u></u> | <u><u>68,319</u></u> |



**Other Comprehensive Income  
For The Year Ended 31st July 2019**

|   | Notes | 31/7/19<br>£  | 31/7/18<br>£  |
|---|-------|---------------|---------------|
| <b>PROFIT FOR THE YEAR</b>  |       | 82,665        | 68,319        |
| <b>OTHER COMPREHENSIVE INCOME</b>                                 |       |               |               |
| Deferred Tax  |       | -             | 3,004         |
| Income tax relating to other comprehensive income                 |       | -             | -             |
|   |       | <hr/>         | <hr/>         |
| <b>OTHER COMPREHENSIVE INCOME FOR THE YEAR, NET OF INCOME TAX</b> |       | -             | 3,004         |
|   |       | <hr/>         | <hr/>         |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>                    |       | <u>82,665</u> | <u>71,323</u> |

**Statement of Financial Position**  
31st July 2019

|  | Notes | 31/7/19<br>£   | £                | 31/7/18<br>£   | £                |
|--|-------|----------------|------------------|----------------|------------------|
| <b>FIXED ASSETS</b>                          |       |                |                  |                |                  |
| Intangible assets                            | 10    |                | -                |                | 174,745          |
| Tangible assets                              | 11    |                | 4,350,879        |                | 4,411,814        |
|  |       |                | <u>4,350,879</u> |                | <u>4,586,559</u> |
| <b>CURRENT ASSETS</b>                        |       |                |                  |                |                  |
| Stocks                                       | 12    | 3,460          |                  | 3,295          |                  |
| Debtors                                      | 13    | 483,829        |                  | 426,695        |                  |
| Cash at bank and in hand                     |       | 414,245        |                  | 242,532        |                  |
|  |       | <u>901,534</u> |                  | <u>672,522</u> |                  |
| <b>CREDITORS</b>                             |       |                |                  |                |                  |
| Amounts falling due within one year          | 14    | 1,071,541      |                  | 948,726        |                  |
| <b>NET CURRENT LIABILITIES</b>               |       |                | <u>(170,007)</u> |                | <u>(276,204)</u> |
| <b>TOTAL ASSETS LESS CURRENT LIABILITIES</b> |       |                | 4,180,872        |                | 4,310,355        |
| <b>CREDITORS</b>                             |       |                |                  |                |                  |
| Amounts falling due after more than one year | 15    |                | (2,693,507)      |                | (2,853,500)      |
| <b>PROVISIONS FOR LIABILITIES</b>            | 18    |                | <u>(72,525)</u>  |                | <u>(64,680)</u>  |
| <b>NET ASSETS</b>                            |       |                | <u>1,414,840</u> |                | <u>1,392,175</u> |
| <b>CAPITAL AND RESERVES</b>                  |       |                |                  |                |                  |
| Called up share capital                      | 19    |                | 200              |                | 200              |
| Revaluation reserve                          | 20    |                | 876,137          |                | 897,345          |
| Retained earnings                            | 20    |                | 538,503          |                | 494,630          |
| <b>SHAREHOLDERS' FUNDS</b>                   |       |                | <u>1,414,840</u> |                | <u>1,392,175</u> |

The financial statements were approved by the director on 21/2/2020 and were signed by:

  
.....  
Mr M Christophi - Director

**Statement of Changes in Equity  
For The Year Ended 31st July 2019**

|                                   | Called up<br>share<br>capital<br>£ | Retained<br>earnings<br>£ | Revaluation<br>reserve<br>£ | Total<br>equity<br>£ |
|-----------------------------------|------------------------------------|---------------------------|-----------------------------|----------------------|
| <b>Balance at 1st August 2017</b> | 200                                | 465,103                   | 915,549                     | 1,380,852            |
| <b>Changes in equity</b>          |                                    |                           |                             |                      |
| Dividends                         | -                                  | (60,000)                  | -                           | (60,000)             |
| Total comprehensive income        | -                                  | 89,527                    | (18,204)                    | 71,323               |
| <b>Balance at 31st July 2018</b>  | <u>200</u>                         | <u>494,630</u>            | <u>897,345</u>              | <u>1,392,175</u>     |
| <b>Changes in equity</b>          |                                    |                           |                             |                      |
| Dividends                         | -                                  | (60,000)                  | -                           | (60,000)             |
| Total comprehensive income        | -                                  | 103,873                   | (21,208)                    | 82,665               |
| <b>Balance at 31st July 2019</b>  | <u>200</u>                         | <u>538,503</u>            | <u>876,137</u>              | <u>1,414,840</u>     |

**Statement of Cash Flows**  
**For The Year Ended 31st July 2019**

|   | Notes | 31/7/19<br>£          | 31/7/18<br>£          |
|---|-------|-----------------------|-----------------------|
| <b>Cash flows from operating activities</b>             |       |                       |                       |
| Cash generated from operations                          | 1     | 544,479               | 375,311               |
| Interest paid   |       | (89,752)              | (84,547)              |
| Tax paid  |       | -                     | 7,526                 |
| Net cash from operating activities                      |       | <u>454,727</u>        | <u>298,290</u>        |
| <b>Cash flows from investing activities</b>             |       |                       |                       |
| Purchase of intangible fixed assets                     |       | -                     | (96,519)              |
| Purchase of tangible fixed assets                       |       | (73,178)              | (15,402)              |
| Interest received                                       |       | 474                   | 709                   |
| Net cash from investing activities                      |       | <u>(72,704)</u>       | <u>(111,212)</u>      |
| <b>Cash flows from financing activities</b>             |       |                       |                       |
| Loan repayments in year                                 |       | (159,993)             | (165,198)             |
| Amount introduced by directors                          |       | 554,793               | 100                   |
| Amount withdrawn by directors                           |       | (545,110)             | 26,480                |
| Equity dividends paid                                   |       | (60,000)              | (60,000)              |
| Net cash from financing activities                      |       | <u>(210,310)</u>      | <u>(198,618)</u>      |
| <b>Increase/(decrease) in cash and cash equivalents</b> |       | <u>171,713</u>        | <u>(11,540)</u>       |
| <b>Cash and cash equivalents at beginning of year</b>   | 2     | 242,532               | 254,072               |
| <b>Cash and cash equivalents at end of year</b>         | 2     | <u><u>414,245</u></u> | <u><u>242,532</u></u> |

**Notes to the Statement of Cash Flows  
For The Year Ended 31st July 2019**

**1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

|  | 31/7/19        | 31/7/18        |
|--|----------------|----------------|
|  | £              | £              |
| Profit before taxation                         | 163,637        | 12,856         |
| Depreciation charges                           | 134,113        | 159,727        |
| Impairment of development costs                | 174,745        | -              |
| Finance costs                                  | 89,752         | 84,547         |
| Finance income                                 | (474)          | (709)          |
|  | <u>561,773</u> | <u>256,421</u> |
| Increase in stocks                             | (165)          | (157)          |
| (Increase)/decrease in trade and other debtors | (57,134)       | 39,084         |
| Increase in trade and other creditors          | 40,005         | 79,963         |
|  | <u>544,479</u> | <u>375,311</u> |
| <b>Cash generated from operations</b>          |                |                |

**2. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Statement of Cash Flows in respect of cash and cash equivalents are in respect of these Statement of Financial Position amounts:

**Year ended 31st July 2019**

|                           | 31.7.19        | 1.8.18         |
|---------------------------|----------------|----------------|
|                           | £              | £              |
| Cash and cash equivalents | <u>414,245</u> | <u>242,532</u> |

**Year ended 31st July 2018**

|                           | 31.7.18        | 1.8.17         |
|---------------------------|----------------|----------------|
|                           | £              | £              |
| Cash and cash equivalents | <u>242,532</u> | <u>254,072</u> |

**Notes to the Financial Statements  
For The Year Ended 31st July 2019**

**1. STATUTORY INFORMATION**

Maps Properties Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest pound.

**2. STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006.

**3. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

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

**Critical accounting judgements and key sources of estimation uncertainty**

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

**Turnover**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised.

**Rendering of services**

Revenue from a contract to provide services is recognised in the period in which the services are provided, in accordance with the stage of completion of the contract when all the following conditions are satisfied.

- The amount of revenue can be measured reliably;
- It is probable that the company will receive the consideration due under the contract;
- The stage of completion of the contract at the end of the reporting period can be measured reliably; and
- The costs incurred and the costs to complete the contract can be measured reliably.

**Goodwill**

Goodwill, being the amount paid in connection with the acquisition of a business in 2007, is being amortised evenly over its estimated useful life of ten years.

**Intangible assets**

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

An impairment loss has been recognised in the Income Statement, following an assessment at the Statement of Financial Position date indicating the recoverable amount was less than its carrying value.

Development costs are being amortised evenly over their estimated useful life of ten years.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

|                          |                           |
|--------------------------|---------------------------|
| Freehold property        | - 2% on cost              |
| Improvements to property | - 2% on cost              |
| Plant and machinery      | - 20% on reducing balance |
| Fixtures and fittings    | - 15% on reducing balance |
| Computer equipment       | - 33% on reducing balance |

**Notes to the Financial Statements - continued**  
**For The Year Ended 31st July 2019**

**3. ACCOUNTING POLICIES - continued**

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Financial instruments**

The company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loan from banks and other third parties and loans to related parties.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in the case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets and liabilities are offset and the net amount reported in the Statement of financial position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**Going concern**

These financial statements have been prepared on the going concern basis. The directors consider this basis to be appropriate but have not assessed a period in excess of twelve months from the date of approving the financial statements.

**Notes to the Financial Statements - continued**  
**For The Year Ended 31st July 2019**

**4. TURNOVER**

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by class of business is given below:

|                       | 31/7/19<br>£     | 31/7/18<br>£     |
|-----------------------|------------------|------------------|
| Rendering of services | 3,839,306        | 3,261,037        |
|                       | <u>3,839,306</u> | <u>3,261,037</u> |

**5. EMPLOYEES AND DIRECTORS**

|                       | 31/7/19<br>£     | 31/7/18<br>£     |
|-----------------------|------------------|------------------|
| Wages and salaries    | 1,913,641        | 1,596,033        |
| Social security costs | 111,302          | 103,102          |
| Other pension costs   | 20,033           | 21,633           |
|                       | <u>2,044,976</u> | <u>1,720,768</u> |

The average number of employees during the year was as follows:

|                             | 31/7/19    | 31/7/18    |
|-----------------------------|------------|------------|
| Average Number of Employees | <u>135</u> | <u>128</u> |

|                         | 31/7/19<br>£ | 31/7/18<br>£ |
|-------------------------|--------------|--------------|
| Director's remuneration | <u>-</u>     | <u>-</u>     |

**6. OPERATING PROFIT**

The operating profit is stated after charging:

|                                 | 31/7/19<br>£   | 31/7/18<br>£ |
|---------------------------------|----------------|--------------|
| Depreciation - owned assets     | 134,113        | 130,132      |
| Goodwill amortisation           | -              | 8,958        |
| Development costs amortisation  | -              | 20,637       |
| Auditors' remuneration          | 10,585         | 10,015       |
| Impairment of development costs | <u>206,367</u> | <u>-</u>     |

**7. INTEREST PAYABLE AND SIMILAR EXPENSES**

|               | 31/7/19<br>£  | 31/7/18<br>£  |
|---------------|---------------|---------------|
| Bank interest | <u>89,752</u> | <u>84,547</u> |

**8. TAXATION**

**Analysis of the tax charge/(credit)**

The tax charge/(credit) on the profit for the year was as follows:

|                    | 31/7/19<br>£  | 31/7/18<br>£    |
|--------------------|---------------|-----------------|
| Current tax:       |               |                 |
| UK corporation tax | 73,127        | (11,356)        |
| Deferred tax       | <u>7,845</u>  | <u>(44,107)</u> |
| Tax on profit      | <u>80,972</u> | <u>(55,463)</u> |

UK corporation tax has been charged at 19%.



Notes to the Financial Statements - continued  
For The Year Ended 31st July 2019

8. TAXATION - continued

**Reconciliation of total tax charge/(credit) included in profit and loss**

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

|   | 31/7/19<br>£ | 31/7/18<br>£ |
|---|--------------|--------------|
| Profit before tax   | 163,637      | 12,856       |
| Profit multiplied by the standard rate of corporation tax in the UK of 19% (2018 - 19%) | 31,091       | 2,443        |
| Effects of:   |              |              |
| Depreciation in excess of capital allowances  | 42,036       | 22,756       |
| Other   | -            | 2,099        |
| Deferred tax movement   | 7,845        | (44,107)     |
| Tax reliefs utilised  | -            | (38,654)     |
| Total tax charge/(credit)   | 80,972       | (55,463)     |

**Tax effects relating to effects of other comprehensive income**

There were no tax effects for the year ended 31st July 2019.

|              | Gross<br>£ | 31/7/18<br>Tax<br>£ | Net<br>£ |
|--------------|------------|---------------------|----------|
| Deferred Tax | 3,004      | -                   | 3,004    |

9. DIVIDENDS

|                                      | 31/7/19<br>£ | 31/7/18<br>£ |
|--------------------------------------|--------------|--------------|
| Ordinary B shares of £1 each Interim | 60,000       | 60,000       |

10. INTANGIBLE FIXED ASSETS

|                       | Goodwill<br>£ | Development<br>costs<br>£ | Totals<br>£ |
|-----------------------|---------------|---------------------------|-------------|
| <b>COST</b>           |               |                           |             |
| At 1st August 2018    | 100,000       | 206,367                   | 306,367     |
| Impairments           | -             | (206,367)                 | (206,367)   |
| At 31st July 2019     | 100,000       | -                         | 100,000     |
| <b>AMORTISATION</b>   |               |                           |             |
| At 1st August 2018    | 100,000       | 31,622                    | 131,622     |
| Impairments           | -             | (31,622)                  | (31,622)    |
| At 31st July 2019     | 100,000       | -                         | 100,000     |
| <b>NET BOOK VALUE</b> |               |                           |             |
| At 31st July 2019     | -             | -                         | -           |
| At 31st July 2018     | -             | 174,745                   | 174,745     |

Notes to the Financial Statements - continued  
For The Year Ended 31st July 2019

11. TANGIBLE FIXED ASSETS

|                       | Freehold<br>property<br>£        | Improvements<br>to<br>property<br>£ | Plant and<br>machinery<br>£ |
|-----------------------|----------------------------------|-------------------------------------|-----------------------------|
| <b>COST</b>           |                                  |                                     |                             |
| At 1st August 2018    | 4,393,590                        | 480,310                             | 229,425                     |
| Additions             | 6,000                            | 2,381                               | 518                         |
| At 31st July 2019     | <u>4,399,590</u>                 | <u>482,691</u>                      | <u>229,943</u>              |
| <b>DEPRECIATION</b>   |                                  |                                     |                             |
| At 1st August 2018    | 576,017                          | 34,734                              | 145,189                     |
| Charge for year       | 87,992                           | 9,654                               | 16,953                      |
| At 31st July 2019     | <u>664,009</u>                   | <u>44,388</u>                       | <u>162,142</u>              |
| <b>NET BOOK VALUE</b> |                                  |                                     |                             |
| At 31st July 2019     | <u>3,735,581</u>                 | <u>438,303</u>                      | <u>67,801</u>               |
| At 31st July 2018     | <u>3,817,573</u>                 | <u>445,576</u>                      | <u>84,236</u>               |
|                       | Fixtures<br>and<br>fittings<br>£ | Computer<br>equipment<br>£          | Totals<br>£                 |
| <b>COST</b>           |                                  |                                     |                             |
| At 1st August 2018    | 244,176                          | 4,062                               | 5,351,563                   |
| Additions             | 63,801                           | 478                                 | 73,178                      |
| At 31st July 2019     | <u>307,977</u>                   | <u>4,540</u>                        | <u>5,424,741</u>            |
| <b>DEPRECIATION</b>   |                                  |                                     |                             |
| At 1st August 2018    | 180,422                          | 3,387                               | 939,749                     |
| Charge for year       | 19,133                           | 381                                 | 134,113                     |
| At 31st July 2019     | <u>199,555</u>                   | <u>3,768</u>                        | <u>1,073,862</u>            |
| <b>NET BOOK VALUE</b> |                                  |                                     |                             |
| At 31st July 2019     | <u>108,422</u>                   | <u>772</u>                          | <u>4,350,879</u>            |
| At 31st July 2018     | <u>63,754</u>                    | <u>675</u>                          | <u>4,411,814</u>            |

Freehold property is valued at cost. A valuation was undertaken on 28th November 2006 by Savills Commercial Ltd.

The director is of the opinion that there has been no material change in the value of the freehold property since the original valuation.

12. STOCKS

|        | 31/7/19<br>£ | 31/7/18<br>£ |
|--------|--------------|--------------|
| Stocks | <u>3,460</u> | <u>3,295</u> |

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

|               | 31/7/19<br>£   | 31/7/18<br>£   |
|---------------|----------------|----------------|
| Trade debtors | 469,072        | 403,947        |
| Other debtors | 2,850          | 17,773         |
| Prepayments   | 11,907         | 4,975          |
|               | <u>483,829</u> | <u>426,695</u> |

**Notes to the Financial Statements - continued**  
**For The Year Ended 31st July 2019**

**14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

|   | 31/7/19          | 31/7/18        |
|---|------------------|----------------|
|   | £                | £              |
| Bank loans and overdrafts (see note 16) | 249,745          | 249,745        |
| Trade creditors                         | 146,114          | 169,577        |
| Tax                                     | 73,127           | -              |
| Social security and other taxes         | 128,909          | 182,943        |
| Wages control                           | 87,233           | 45,816         |
| Pension control                         | 2,993            | 2,617          |
| Other creditors                         | 83,262           | 78,569         |
| Company credit card                     | 2,069            | 1,613          |
| Directors' loan accounts                | 38,709           | 29,026         |
| Accruals and deferred income            | 259,380          | 188,820        |
|   | <u>1,071,541</u> | <u>948,726</u> |

**15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

|                          | 31/7/19          | 31/7/18          |
|--------------------------|------------------|------------------|
|                          | £                | £                |
| Bank loans (see note 16) | <u>2,693,507</u> | <u>2,853,500</u> |

**16. LOANS**

An analysis of the maturity of loans is given below:

|   | 31/7/19          | 31/7/18          |
|---|------------------|------------------|
|   | £                | £                |
| Amounts falling due within one year or on demand: |                  |                  |
| Mortgage - less than 1 year                       | <u>249,745</u>   | <u>249,745</u>   |
| Amounts falling due between one and two years:    |                  |                  |
| Mortgage - 1-2 years                              | <u>249,745</u>   | <u>249,745</u>   |
| Amounts falling due between two and five years:   |                  |                  |
| Mortgage - 2-5 years                              | <u>749,236</u>   | <u>749,236</u>   |
| Amounts falling due in more than five years:      |                  |                  |
| Repayable by instalments                          |                  |                  |
| Mortgage - more than 5 years                      | <u>1,694,526</u> | <u>1,854,519</u> |

**17. SECURED DEBTS**

The following secured debts are included within creditors:

|            | 31/7/19          | 31/7/18          |
|------------|------------------|------------------|
|            | £                | £                |
| Bank loans | <u>2,943,252</u> | <u>3,103,245</u> |

National Westminster Bank Plc has a fixed charge over the freehold property and associated assets at Limes Residential Care Home, 16a Drayton Wood Road, Norwich, Walsham Grange Care Home, 81 Bacton Road, North Walsham and Nightingale Care Home, Church Lane, Dereham.

**18. PROVISIONS FOR LIABILITIES**

|              | 31/7/19       | 31/7/18       |
|--------------|---------------|---------------|
|              | £             | £             |
| Deferred tax | <u>72,525</u> | <u>64,680</u> |

**Notes to the Financial Statements - continued**  
**For The Year Ended 31st July 2019**

**18. PROVISIONS FOR LIABILITIES - continued**

|  |                      |
|--|----------------------|
|  | Deferred<br>tax<br>£ |
| Balance at 1st August 2018             | 64,680               |
| Charge to Income Statement during year | 7,845                |
|  | <hr/>                |
| Balance at 31st July 2019              | 72,525               |
|  | <hr/>                |

**19. CALLED UP SHARE CAPITAL**

| Allotted, issued and fully paid: |            | Nominal<br>value: | 31/7/19<br>£ | 31/7/18<br>£ |
|----------------------------------|------------|-------------------|--------------|--------------|
| Number:                          | Class:     |                   |              |              |
| 100                              | Ordinary A | £1                | 100          | 100          |
| 100                              | Ordinary B | £1                | 100          | 100          |
|                                  |            |                   | <hr/>        | <hr/>        |
|                                  |            |                   | 200          | 200          |
|                                  |            |                   | <hr/>        | <hr/>        |

The holders of the Ordinary B shares do not have the right to attend and vote at all general meetings. The holders of the Ordinary B shares have the right to receive an annual dividend at the discretion of the Ordinary A shareholders.

The holders of the Ordinary A shares have the right to attend and vote at all general meetings. The holders of the Ordinary A shares have the right to receive an annual dividend.

**20. RESERVES**

Revaluation reserve: The revaluation reserve represents accumulated unrealised gains and losses in respect of revaluations of assets held by the company.

Profit and loss account: The profit and loss account represents cumulative profits or losses of the company, net of dividends paid.

**21. RELATED PARTY DISCLOSURES**

Dividends of £60,000 (2018: £60,000) were paid to Mr M Christophi during the year.

At the year end Mr M Christophi was owed £38,709 (2018: £29,026) by the company and is included within creditor due within one year.

At the year end Maps Properties Limited owed MPC Hotels Ltd, a company owned by Michael Christophi, £48,485 (2018:49,000).

**22. ULTIMATE CONTROLLING PARTY**

The company was controlled in the current and preceding period by the Director, Mr Christophi by virtue of their shareholdings.