

Company Registration No. 3900536 (England and Wales)

**C.T.C.H LIMITED**  
**ABBREVIATED ACCOUNTS**  
**FOR THE YEAR ENDED 28 FEBRUARY 2002**



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COMPANIES HOUSE

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0315  
30/10/02

# **C.T.C.H LIMITED**

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# C.T.C.H LIMITED

## DIRECTOR'S REPORT for the year ended 28 February 2002

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The director presents his report and financial statements for the year ended 28 February 2002.

### Principal activities and review of the business

The principal activity of the company is that of residential and nursing care for the elderly.

During the year, occupancy within the homes has been encouraging which has allowed the company to invest additional resources in quality and staffing issues. Given the current climate of change within the sector the results for the year are considered to be satisfactory.

### Results and dividends

The results for the year are set out on page 4.

The director does not recommend payment of an ordinary dividend.

### Director

The following director has held office since 1 March 2001:

A D Cronk

### Director's interests

The director's interest in the shares of the company was as stated below:

	Ordinary shares of £ 1 each	
	28 February 2002	1 March 2001
A D Cronk	100	100

Redeemable preference shares of £ 1 each	
28 February 2002	1 March 2001

A D Cronk	-	-
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### Charitable contributions

During the year the company made charitable donations of £442.

### Auditors

Hazlewoods were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

# C.T.C.H LIMITED

## DIRECTOR'S REPORT (CONTINUED) for the year ended 28 February 2002

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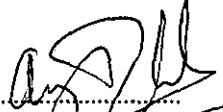
### Director's responsibilities

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 director is 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. 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.

On behalf of the board

  
.....  
A D Cronk  
Director  
.....17/10/2002

# C.T.C.H LIMITED

## INDEPENDENT AUDITORS' REPORT TO C.T.C.H LIMITED UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts set out on pages 4 to 14, together with the financial statements of the company for the year ended 28 February 2002 prepared under section 226 of the Companies Act 1985.

### Respective responsibilities of the director and auditors

The director is responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with that provision and to report our opinion to you.

### Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

### Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985, and the abbreviated accounts on pages 4 to 14 are properly prepared in accordance with that provision.

  
Hazelwoods

Chartered Accountants and Registered Auditors

  
24 October 2002

Windsor House, Bayshill Road  
Cheltenham  
Gloucestershire  
GL50 3AT

# C.T.C.H LIMITED

## ABBREVIATED PROFIT AND LOSS ACCOUNT for the year ended 28 February 2002

		2002	2001
	Notes	£	£
Gross profit		1,307,021	1,222,103
Administrative expenses		(856,949)	(820,456)
Operating profit	2	450,072	401,647
Interest receivable and similar income		4,486	2,099
Interest payable and similar charges	3	(85,660)	(110,466)
Profit on ordinary activities before taxation		368,898	293,280
Tax on profit on ordinary activities	5	(107,233)	(80,969)
Profit on ordinary activities after taxation	13	261,665	212,311

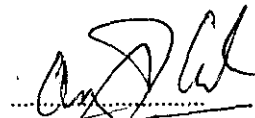
# C.T.C.H LIMITED

## ABBREVIATED BALANCE SHEET as at 28 February 2002

	Notes	£	2002 £	£	2001 £
<b>Fixed assets</b>					
Intangible assets	6		1,295,818		1,367,808
Tangible assets	7		402,372		135,906
			<u>1,698,190</u>		<u>1,503,714</u>
<b>Current assets</b>					
Stocks	8	5,250		5,250	
Debtors	9	93,094		97,511	
Cash at bank and in hand		96,565		152,622	
		<u>194,909</u>		<u>255,383</u>	
<b>Creditors: amounts falling due within one year</b>	10	(1,002,379)		(930,042)	
<b>Net current liabilities</b>			<u>(807,470)</u>		<u>(674,659)</u>
<b>Total assets less current liabilities</b>			<u>890,720</u>		<u>829,055</u>
<b>Creditors: amounts falling due after more than one year</b>	11		<u>(416,644)</u>		<u>(616,644)</u>
			<u>474,076</u>		<u>212,411</u>
<b>Capital and reserves</b>					
Called up share capital	12		100		100
Profit and loss account	13		473,976		212,311
<b>Shareholders' funds</b>	14		<u>474,076</u>		<u>212,411</u>

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board on 17/10/02



A D Cronk

Director

# C.T.C.H LIMITED

## CASH FLOW STATEMENT for the year ended 28 February 2002

	2002 £	2001 £
<b>Net cash inflow from operating activities</b>	562,699	1,062,834
<b>Returns on investments and servicing of finance</b>		
Interest received	4,486	2,099
Interest paid	(85,660)	(110,466)
<b>Net cash outflow for returns on investments and servicing of finance</b>	(81,174)	(108,367)
<b>Taxation</b>	(80,969)	-
<b>Capital expenditure</b>		
Payments to acquire intangible assets	-	(1,439,798)
Payments to acquire tangible assets	(294,168)	(233,803)
Receipts from sales of tangible assets	-	55,000
<b>Net cash outflow for capital expenditure</b>	(294,168)	(1,618,601)
<b>Net cash inflow/(outflow) before management of liquid resources and financing</b>	106,388	(664,134)
<b>Financing</b>		
Issue of ordinary share capital	-	100
New long term bank loan	-	616,644
Other new short term loans	-	200,012
Repayment of long term bank loan	(200,012)	-
<b>Net cash (outflow)/inflow from financing</b>	(200,012)	816,756
<b>(Decrease)/increase in cash in the year</b>	(93,624)	152,622
Difference between opening & closing bank balances	(93,624)	152,622



# C.T.C.H LIMITED

## NOTES TO THE CASH FLOW STATEMENT for the year ended 28 February 2002

1	Reconciliation of operating profit to net cash inflow from operating activities	2002	2001
		£	£
	Operating profit	450,072	401,647
	Depreciation of tangible assets	27,702	19,712
	Amortisation of intangible assets	71,990	71,990
	Loss on disposal of tangible assets	-	23,185
	Decrease/(increase) in stocks	-	(5,250)
	Decrease/(increase) in debtors	4,417	(97,511)
	Increase in creditors within one year	8,518	649,061
	<b>Net cash inflow from operating activities</b>	<b>562,699</b>	<b>1,062,834</b>

2	Analysis of net debt	1 March 2001	Cash flow	Other non-cash changes	28 February 2002
		£	£	£	£
	Net cash:				
	Cash at bank and in hand	152,622	(56,057)	-	96,565
	Bank overdrafts	-	(37,567)	-	(37,567)
		<u>152,622</u>	<u>(93,624)</u>	<u>-</u>	<u>58,998</u>
	Debt:				
	Debts falling due within one year	(200,012)	12	-	(200,000)
	Debts falling due after one year	(616,644)	200,000	-	(416,644)
		<u>(816,656)</u>	<u>200,012</u>	<u>-</u>	<u>(616,644)</u>
	<b>Net debt</b>	<b>(664,034)</b>	<b>106,388</b>	<b>-</b>	<b>(557,646)</b>

3	Reconciliation of net cash flow to movement in net debt	2002	2001
		£	£
	(Decrease)/increase in cash in the year	(93,624)	152,622
	Cash outflow/(inflow) from decrease/(increase) in debt	200,012	(816,656)
	<b>Movement in net debt in the year</b>	<b>106,388</b>	<b>(664,034)</b>
	Opening net debt	(664,034)	-
	<b>Closing net debt</b>	<b>(557,646)</b>	<b>(664,034)</b>

# C.T.C.H LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS for the year ended 28 February 2002

### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements have been prepared under the historical cost convention, adopting the following principal accounting policies all of which are in accordance with applicable Accounting Standards.

#### 1.2 Turnover

Turnover represents the amounts including value added tax receivable during the period for goods and services supplied.

#### 1.3 Goodwill

Purchased goodwill is capitalised and is to be written off over a period of 20 years. This period is considered by the directors to be its useful economic life.

#### 1.4 Tangible fixed assets and depreciation

Depreciation is calculated to write off the cost less estimated residual value of tangible assets over their estimated useful lives at the following rates:

Freehold land and buildings	Over 50 years
Fixtures, fittings & equipment	10% of net book value
Motor vehicles	25% of cost

#### 1.5 Leasing

The cost of and income from operating leases is respectively charged and credited to the profit and loss account on a straight line basis over the lease term.

#### 1.6 Stock

Stock is valued at the lower of cost and net realisable value. Cost is represented by direct materials and labour together with attributable amounts of fixed and variable overheads incurred in bringing each product to its present location and condition. Net realisable value is estimated selling price less further costs to completion and disposal.

#### 1.7 Deferred taxation

Provision is made for deferred taxation using the liability method (calculated at the rate at which it is estimated that tax will be payable) in respect of timing differences between profits as computed for tax purposes and profits as stated in the financial statements, to the extent that those differences will give rise to tax liabilities in the foreseeable future.

### 2 Operating profit

	2002	2001
	£	£
Operating profit is stated after charging:		
Amortisation of intangible assets	71,990	71,990
Depreciation of tangible assets	27,702	19,712
Operating lease rentals	387,192	387,200
Auditors' remuneration	5,000	5,000

# C.T.C.H LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) for the year ended 28 February 2002

<b>3</b>	<b>Interest payable</b>	<b>2002</b>	<b>2001</b>
		<b>£</b>	<b>£</b>
	On other loans wholly repayable within 5 years	45,509	64,204
	On overdue tax	40,151	46,262
		<u>85,660</u>	<u>110,466</u>
<b>4</b>	<b>Director and employees</b>	<b>2002</b>	<b>2001</b>
		<b>£</b>	<b>£</b>
	<b>Director's emoluments</b>		
	Emoluments for qualifying services	-	3,033
		<u>-</u>	<u>3,033</u>
	<b>Number of employees</b>		
	The average monthly number of employees (including directors) during the year was:		
		<b>2002</b>	<b>2001</b>
		<b>Number</b>	<b>Number</b>
	Care Staff	150	150
	Administrative	8	8
		<u>158</u>	<u>158</u>
		<u>158</u>	<u>158</u>
	<b>Employment costs</b>		
		<b>£</b>	<b>£</b>
	Wages and salaries	1,329,335	1,182,773
	Social security costs	67,723	61,896
		<u>1,397,058</u>	<u>1,244,669</u>
		<u>1,397,058</u>	<u>1,244,669</u>

# C.T.C.H LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS for the year ended 28 February 2002

5	Taxation	2002 £	2001 £
	<b>Domestic current year taxation</b>		
	U.K. corporation tax	107,233	80,969

The tax rate for the current year varied from the standard rate of corporation tax in the UK due to the following factors:

	%	%
UK corporation tax rate	30.0	30.0
Marginal relief	(7.0)	(9.5)
Expenses not deductible for tax purposes	6.5	7.7
Origination and reversal of timing differences	(0.5)	(0.6)
Effective current tax rate on ordinary activities	29.0	27.6

6	Intangible fixed assets	Goodwill £
	<b>Cost</b>	
	At 1 March 2001 & at 28 February 2002	1,439,798
	<b>Amortisation</b>	
	At 1 March 2001	71,990
	Charge for year	71,990
	At 28 February 2002	143,980
	<b>Net book value</b>	
	At 28 February 2002	1,295,818
	At 28 February 2001	1,367,808

# C.T.C.H LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) for the year ended 28 February 2002

### 7 Tangible fixed assets

	Freehold land and buildings	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
<b>Cost</b>				
At 1 March 2001	-	125,138	30,480	155,618
Additions	258,000	36,168	-	294,168
At 28 February 2002	258,000	161,306	30,480	449,786
<b>Depreciation</b>				
At 1 March 2001	-	12,092	7,620	19,712
Charge for the year	5,160	14,922	7,620	27,702
At 28 February 2002	5,160	27,014	15,240	47,414
<b>Net book value</b>				
At 28 February 2002	252,840	134,292	15,240	402,372
At 28 February 2001	-	113,046	22,860	135,906

### 8 Stocks

	2002	2001
	£	£
Finished goods and goods for resale	5,250	5,250

### 9 Debtors

	2002	2001
	£	£
Trade debtors	93,094	97,511

# C.T.C.H LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) for the year ended 28 February 2002

10 Creditors: amounts falling due within one year	2002 £	2001 £
Bank loans and overdrafts	237,567	200,012
Trade creditors	54,499	46,099
Corporation tax	107,233	80,969
Other taxes and social security costs	23,381	34,764
Director's current accounts	452,758	429,375
Other creditors	45,192	62,462
Accruals and deferred income	81,749	76,361
	<u>1,002,379</u>	<u>930,042</u>

The bank loan and overdraft are secured.

11 Creditors: amounts falling due after more than one year	2002 £	2001 £
Bank loans	<u>416,644</u>	<u>616,644</u>
<b>Analysis of loans</b>		
Wholly repayable within five years	<u>616,644</u>	<u>816,656</u>
	<u>616,644</u>	<u>816,656</u>
Included in current liabilities	<u>(200,000)</u>	<u>(200,012)</u>
	<u>416,644</u>	<u>616,644</u>
<b>Loan maturity analysis</b>		
In more than one year but not more than two years	<u>200,000</u>	<u>200,000</u>
In more than two years but not more than five years	<u>216,644</u>	<u>416,644</u>

# C.T.C.H LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) for the year ended 28 February 2002

12 Share capital	2002 £	2001 £
<b>Authorised</b>		
1,000,000 Ordinary shares of £ 1 each	1,000,000	1,000,000
500,000 Redeemable preference shares of £ 1 each	500,000	500,000
	<u>1,500,000</u>	<u>1,500,000</u>
 <b>Allotted, called up and fully paid</b>		
100 Ordinary shares of £ 1 each	100	100
	<u>100</u>	<u>100</u>

The redeemable preference shares are to be redeemed before 31 December 2020.

### 13 Statement of movements on profit and loss account

	<b>Profit and loss account £</b>
Balance at 1 March 2001	212,311
Retained profit for the year	261,665
	<u>473,976</u>
Balance at 28 February 2002	

14 Reconciliation of movements in shareholders' funds	2002 £	2001 £
Profit for the financial year	261,665	212,311
Proceeds from issue of shares	-	100
	<u>261,665</u>	<u>212,411</u>
Net addition to shareholders' funds	261,665	212,411
Opening shareholders' funds	212,411	-
	<u>474,076</u>	<u>212,411</u>
Closing shareholders' funds		

## **C.T.C.H LIMITED**

### **NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) for the year ended 28 February 2002**

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#### **15 Transactions with directors**

At 28 February 2002, the company owed £452,758 (2001 - £429,375) to A D Cronk, a director of the company, in the form of a directors loan. The maximum outstanding on this loan during the period was £628,209 and there were no fixed repayment terms. Interest of £40,152 (2001 - £46,262) was charged to the company in respect of the period ended 28 February 2002 and remained unpaid at the period end.

During the period rent of £387,192 (2001 - £387,200) was paid to A D Cronk, in respect of the properties from which the company trades, which he owns.

A D Cronk has provided a personal guarantee over the liabilities of the company, amounting to £2,800,000.

Various services were provided during the period by Cedar Services, which is owned by A D Cronk. These services have been included in the profit and loss as an expense and total £135,115 (2001 - £64,787). There were no amounts outstanding at the period end.