

REGISTERED NUMBER: 04495928 (England and Wales)

A & L CARE HOMES LIMITED
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2012

FRIDAY



A283FCSZ
A25 10/05/2013 #59
COMPANIES HOUSE

Mark Holt & Co Limited
Chartered Accountants
Registered Auditors
7 Sandy Court
Ashleigh Way
Langage Business Park
Plymouth
Devon
PL7 5JX

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2012**

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors	4
Profit and Loss Account	6
Balance Sheet	7
Notes to the Financial Statements	8
Trading and Profit and Loss Accounts	15

A & L CARE HOMES LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 AUGUST 2012

DIRECTORS:	Mr A Webb Mrs L Webb
SECRETARY:	Mr A Webb
REGISTERED OFFICE:	Amberley House 171-175 The Ridgeway Plympton PLYMOUTH Devon PL7 2HJ
REGISTERED NUMBER.	04495928 (England and Wales)
AUDITORS:	Mark Holt & Co Limited Chartered Accountants Registered Auditors 7 Sandy Court Ashleigh Way Langage Business Park Plymouth Devon PL7 5JX
BANKERS.	National Westminster Bank Plc 14 Old Town Street Plymouth Devon PL1 1DG

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 AUGUST 2012**

The directors present their report with the financial statements of the company for the year ended 31 August 2012

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of running two residential care homes

REVIEW OF BUSINESS

A & L Care Homes Limited is considered to have sufficient financial resources, as a consequence the directors believe that the company is well placed to manage its business risks successfully despite the current uncertain economic outlook

Hence the directors are able to conclude that the company has adequate resources to continue in operational existence for the foreseeable future

DIVIDENDS

An interim dividend of £280 per share was paid on the Ordinary £1 shares on 28 March 2012. No dividends were paid on any other classes of shares

The total distribution of dividends for the year ended 31 August 2012 will be £57,000

DIRECTORS

The directors shown below have held office during the whole of the period from 1 September 2011 to the date of this report

Mr A Webb
Mrs L Webb

FINANCIAL INSTRUMENTS

The company's principal financial instruments comprise bank balances/overdrafts, trade creditors, bank loans, and directors' loans. The main purpose of each of these instruments is to raise funds for the company's ongoing operations

Due to the nature of the financial instruments used by the company there is not considered to be significant exposure to price risk. The company's approach to managing other risks applicable to the financial instruments concerned is explained below

In respect of bank balances/overdrafts and private funding the liquidity risk is managed by maintaining a balance between the various elements of working capital. At present, neither interest rate risk, nor foreign exchange risk are considered significant in relation to these instruments

The interest rate on bank loans is variable with monthly cash repayments being fixed. The company manages the liquidity risk by ensuring there are sufficient funds to meet the cash repayments. At present, interest rate risk is not considered significant in relation to these instruments

Trade creditors' liquidity risk is managed by ensuring there is sufficient funds available from working capital to meet amounts due

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 AUGUST 2012**

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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

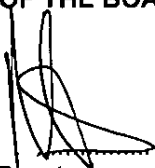
- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are 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 each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

ON BEHALF OF THE BOARD.



Mr A Webb - Director

Date 24/11/12

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
A & L CARE HOMES LIMITED**

We have audited the financial statements of A & L Care Homes Limited for the year ended 31 August 2012 on pages six to fourteen. 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 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.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, 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 and express an opinion on 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. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 31 August 2012 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.

Opinion on other matter prescribed by the Companies Act 2006

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
A & L CARE HOMES LIMITED**

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

Mark Holt (Senior Statutory Auditor)
for and on behalf of Mark Holt & Co Limited
Chartered Accountants
Registered Auditors
7 Sandy Court
Ashleigh Way
Langage Business Park
Plymouth
Devon
PL7 5JX



Date 26.4 2013

A & L CARE HOMES LIMITED (REGISTERED NUMBER: 04495928)

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2012**

	Notes	2012 £	2011 £
TURNOVER		1,991,832	1,675,030
Cost of sales		764,927	623,917
GROSS PROFIT		1,226,905	1,051,113
Administrative expenses		414,738	408,825
OPERATING PROFIT	3	812,167	642,288
Interest payable and similar charges	4	69,411	130,808
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		742,756	511,480
Tax on profit on ordinary activities	5	224,792	67,845
PROFIT FOR THE FINANCIAL YEAR		517,964	443,635

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year

A & L CARE HOMES LIMITED (REGISTERED NUMBER: 04495928)

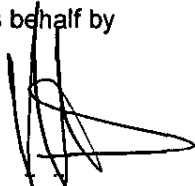
**BALANCE SHEET
31 AUGUST 2012**

	Notes	2012	2011
		£	£
FIXED ASSETS			
Intangible assets	7	-	16,000
Tangible assets	8	<u>3,615,552</u>	<u>3,583,998</u>
		3,615,552	3,599,998
CURRENT ASSETS			
Debtors	9	<u>171,794</u>	39,544
Cash at bank and in hand		<u>372,630</u>	<u>216,681</u>
		544,424	256,225
CREDITORS			
Amounts falling due within one year	10	<u>407,230</u>	<u>390,542</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>137,194</u>	<u>(134,317)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,752,746	3,465,681
CREDITORS			
Amounts falling due after more than one year	11	<u>(2,927,563)</u>	<u>(3,169,982)</u>
PROVISIONS FOR LIABILITIES	15	<u>(68,520)</u>	<u>-</u>
NET ASSETS		<u><u>756,663</u></u>	<u><u>295,699</u></u>
CAPITAL AND RESERVES			
Called up share capital	16	<u>200</u>	200
Profit and loss account	17	<u>756,463</u>	<u>295,499</u>
SHAREHOLDERS' FUNDS	21	<u><u>756,663</u></u>	<u><u>295,699</u></u>

The financial statements were approved by the Board of Directors on
signed on its behalf by

24/4/13

and were



Mr A Webb - Director

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2012

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Financial Reporting Standard number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the parent company includes the subsidiary in its published financial statements

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 8 Related Party Disclosures, not to disclose related party transactions with wholly owned subsidiaries within the group

Turnover

Turnover represents net invoiced residential care home fees, excluding value added tax. Turnover is recognised per night that a room is occupied

Goodwill

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of 10 years

Tangible fixed assets

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

Freehold property	- not provided
Improvements to leasehold property	- 10% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost

The board of directors believe that the Residual Value of the Freehold Property will exceed the Carrying Value at the end of its useful life, hence depreciation would be immaterial. The board of directors continue to believe that the appropriate Accounting Policy is not to depreciate

All fixed assets are initially recorded at cost

Deferred tax

Deferred tax arises as a result of including items of income and expenditure in taxation computations in periods different from those in which they are included in the company's accounts. Deferred tax is provided in full on timing differences which result in an obligation to pay more (or less) tax at a future date, at the average tax rates that are expected to apply when the timing differences reverse, based on current tax rates and laws

Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the asset

Deferred tax assets and liabilities are not discounted

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease

Development loan interest

Loan interest on the development loans is not capitalised, as allowed by the provisions of the FRSSE

Capitalisation of loan arrangement costs

Following the provisions of the FRSSE, the company capitalises the cost of arranging development loans and amortises this cost on a straight-line basis over the life of the loan

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2012

2 STAFF COSTS

	2012 £	2011 £
Wages and salaries	<u>697,332</u>	<u>565,380</u>

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

	2012	2011
Care Staff	<u>91</u>	<u>78</u>

3 OPERATING PROFIT

The operating profit is stated after charging

	2012 £	2011 £
Hire of plant and machinery	35,732	33,763
Depreciation - owned assets	10,904	10,403
Goodwill amortisation	16,000	16,000
Auditors' remuneration	3,600	-
Other services supplied pursuant to such legislation	9,218	-
Other services relating to taxation	<u>15,710</u>	<u>-</u>
Directors' remuneration	<u>14,000</u>	<u>14,000</u>

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2012 £	2011 £
Bank loan interest	<u>69,411</u>	<u>130,808</u>

5 TAXATION

Analysis of the tax charge

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

	2012 £	2011 £
Current tax		
UK corporation tax	156,355	67,750
Over/under provision of prior year	(83)	95
Total current tax	<u>156,272</u>	<u>67,845</u>
Deferred tax	<u>68,520</u>	<u>-</u>
Tax on profit on ordinary activities	<u>224,792</u>	<u>67,845</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2012

5 TAXATION - continued

Factors affecting the tax charge

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

	2012 £	2011 £
Profit on ordinary activities before tax	<u>742,756</u>	<u>511,480</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 23.540% (2011 - 21.109%)	174,845	107,968
Effects of Capital allowances in excess of depreciation	(22,256)	(43,592)
Adjustments to tax charge in respect of previous periods	(83)	95
Amortisation of Goodwill	3,766	3,374
Current tax charge	<u>156,272</u>	<u>67,845</u>

6 DIVIDENDS

	2012 £	2011 £
Ordinary shares of £1 each Interim	<u>57,000</u>	<u>500,000</u>

7 INTANGIBLE FIXED ASSETS

	Goodwill £
COST	
At 1 September 2011 and 31 August 2012	<u>160,000</u>
AMORTISATION	
At 1 September 2011	144,000
Amortisation for year	<u>16,000</u>
At 31 August 2012	<u>160,000</u>
NET BOOK VALUE	
At 31 August 2012	-
At 31 August 2011	<u>16,000</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2012

8 TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to leasehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 September 2011	3,543,497	68,685	41,391	28,221	3,681,794
Additions	38,704	-	3,754	-	42,458
At 31 August 2012	3,582,201	68,685	45,145	28,221	3,724,252
DEPRECIATION					
At 1 September 2011	-	37,476	32,099	28,221	97,796
Charge for year	-	6,868	4,036	-	10,904
At 31 August 2012	-	44,344	36,135	28,221	108,700
NET BOOK VALUE					
At 31 August 2012	3,582,201	24,341	9,010	-	3,615,552
At 31 August 2011	3,543,497	31,209	9,292	-	3,583,998

9 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012 £	2011 £
Trade debtors	29,798	30,810
Amounts owed by group undertakings	-	851
Directors' current accounts	134,113	-
Prepayments and accrued income	7,883	7,883
	<u>171,794</u>	<u>39,544</u>

10 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012 £	2011 £
Bank loans and overdrafts (see note 12)	205,561	52,005
Trade creditors	11,370	19,183
Amounts owed to group undertakings	149	-
Tax	156,355	67,750
Social security and other taxes	6,317	6,619
Directors' current accounts	-	207,722
Accruals and deferred income	27,478	30,162
Lisa Webb Credit Card	-	7,101
	<u>407,230</u>	<u>390,542</u>

11 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2012 £	2011 £
Bank loans (see note 12)	<u>2,927,563</u>	<u>3,169,982</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2012

12 LOANS

An analysis of the maturity of loans is given below

	2012 £	2011 £
Amounts falling due within one year or on demand		
Bank overdrafts	5	5
Bank loans	205,556	52,000
	<u>205,561</u>	<u>52,005</u>
Amounts falling due between two and five years		
Bank loans - 2-5 years	2,927,563	3,169,982
	<u>2,927,563</u>	<u>3,169,982</u>

13 OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year

		Land and buildings
	2012 £	2011 £
Expiring		
In more than five years	14,000	14,000
	<u>14,000</u>	<u>14,000</u>

14 SECURED DEBTS

The following secured debts are included within creditors

	2012 £	2011 £
Bank overdrafts	5	5
Bank loans	3,133,119	3,221,982
	<u>3,133,124</u>	<u>3,221,987</u>

15 PROVISIONS FOR LIABILITIES

	2012 £	2011 £
Deferred tax	68,520	-
	<u>68,520</u>	<u>-</u>
		Deferred tax
Accelerated capital allowances		£ 68,520
Balance at 31 August 2012		<u>68,520</u>

A & L CARE HOMES LIMITED (REGISTERED NUMBER 04495928)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2012**

16 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid Number	Class	Nominal value £1	2012 £	2011 £
200	Ordinary	£1	<u>200</u>	<u>200</u>

17 RESERVES

	Profit and loss account £
At 1 September 2011	295,499
Profit for the year	517,964
Dividends	(57,000)
At 31 August 2012	<u>756,463</u>

18 ULTIMATE PARENT COMPANY

A & L Care Homes Limited is a wholly owned subsidiary of A & L Care Homes Holdings Limited, it's ultimate parent undertaking and controlling party, which is incorporated in the UK. The company's Accounts are available at Companies House, Cardiff

19 TRANSACTIONS WITH DIRECTORS

The following loan to directors subsisted during the years ended 31 August 2012 and 31 August 2011

	2012 £	2011 £
Mr A Webb and Mrs L Webb		
Balance outstanding at start of year	(207,723)	24,481
Amounts advanced	433,835	297,079
Amounts repaid	(92,000)	(529,283)
Balance outstanding at end of year	<u>134,112</u>	<u>(207,723)</u>

20 RELATED PARTY DISCLOSURES

Mr A Webb

A company in which Mr Webb is a shareholder

	2012 £	2011 £
Amount due from/(to) related party at the balance sheet date	<u>67,056</u>	<u>(103,862)</u>

During the year, Mr A Webb, rented land and buildings to the company. The rent paid during this period totalled £7,000 (2011 £7,000). In addition, the company made repayments of the loan of £216,918, and Mr Webb introduced further funds into the company of £46,000 during the year.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2012

20 RELATED PARTY DISCLOSURES - continued

Mrs L Webb

A company in which Mrs Webb is a shareholder

	2012 £	2011 £
Amount due from/(to) related party at the balance sheet date	<u>67,056</u>	<u>(103,861)</u>

During the year, Mrs L Webb, rented land and buildings to the company. The rent paid during this period totalled £7,000 (2011: £7,000). In addition, the company made repayments of the loan of £216,917, and Mrs Webb introduced further funds of £46,000 during the year.

21 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2012 £	2011 £
Profit for the financial year	517,964	443,635
Dividends	<u>(57,000)</u>	<u>(500,000)</u>
Net addition/(reduction) to shareholders' funds	460,964	(56,365)
Opening shareholders' funds	<u>295,699</u>	<u>352,064</u>
Closing shareholders' funds	<u>756,663</u>	<u>295,699</u>