

Company Registration No. 04746712 (England and Wales)

ABBEY TOTAL CARE GROUP LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 30 APRIL 2013

MONDAY



L2HZRCD4

L19

30/09/2013

#396

COMPANIES HOUSE

ABBHEY TOTAL CARE GROUP LIMITED

DIRECTORS AND ADVISERS

Directors	Mr J M Patel Mrs D J Patel
Secretary	Mrs D J Patel
Company number	04746712
Registered office	9 Sparelease Hill Loughton Essex IG10 1BS
Registered auditors	Alwyns LLP Crown House 151 High Road Loughton Essex IG10 4LG

ABBHEY TOTAL CARE GROUP LIMITED

CONTENTS

	Page
Directors' report	1 - 3
Independent auditors' report	4 - 5
Consolidated profit and loss account	6
Statement of recognised gains and losses	7
Balance sheets	8
Consolidated cash flow statement	9
Notes to the consolidated cash flow statement	10
Notes to the financial statements	11 - 22

ABBEY TOTAL CARE GROUP LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 APRIL 2013

The directors present their report and financial statements for the year ended 30 April 2013

Principal activities and review of the business

The principal activity of the group is that of ownership and the operation of care homes

The directors are pleased to report a solid year trading with improvements in profitability and liquidity flowing from the focus on quality care delivered by well trained staff. Although local authority fees have for the most part shown little or no increment, the group's homes have experienced an overall increase in occupancy. This trend has continued since the year end and management is genuinely optimistic about the coming year's results.

Our care home in Balham, London which opened during the year is experiencing near full occupancy due to the very specialised services offered to the Gujarati community. The local community has accepted the home with great enthusiasm, confirming our belief that occupancy here will always remain higher than normal.

The group has an appropriate risk management structure in place which is designed to identify, manage and mitigate business risk. Risk assessment and evaluation is carried out continuously, and the group is not aware of any such matters that may have a material impact on its financial position.

The group continuously monitors its solvency position, ensuring strong solvency headroom is maintained throughout the year. Good progress has been made towards offering dementia care, intermediate care, rehabilitation and end-of-life care within the care homes. The group's operations are regulated by the Care Quality Commission and the group has continuously complied with laws governing businesses in general, including health and safety, labour and employment practices.

Results and dividends

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

It is proposed that the retained profit of £629,811 is transferred to the group's reserves.

Future developments

Excellent progress has been made by the group in its partnership with Local Authorities in successfully delivering its respite and block-bed services. Resources are being put into place for provision of dementia and end-of-life services with an aim to increase overall bed occupancy.

Improved current year results and strong cash flows has provided management the confidence to forge ahead with its expansion plans. Upgrading existing homes is a continuous process and most homes have achieved above average total compliance on CQC inspections. All current redevelopment projects are on track and plans for further acquisitions and redevelopments are well advanced. The target of reaching 640 total beds over the next four years appears very achievable.

The group's banking facilities have been renewed in the year and long term funding is now in place for this expansion programme at favourable borrowing rates, thanks to the group's supportive bankers, RBS Corporate.

Developments currently in progress include phase six of the new care home in Hornchurch. This home is expected to deliver 50 nursing beds by May 2014.

Redevelopment work is also being carried out at the home in Barnet. This is expected to deliver 20 additional nursing and special-care needs beds by May 2014, taking this home's total to 70 beds. Plans are under way to add further extension 10 rooms to this home as we continue to improve the density at this care home.

Planning permission is also being sought to add 14 rooms to the home in Upper Norwood. Upon successful completion, the home is expected to have a total of 100 available bedrooms.

ABBEY TOTAL CARE GROUP LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2013

Directors

The following directors have held office since 1 May 2012

Mr J M Patel

Mrs D J Patel

Employee involvement

All employees are trained as appropriate in aspects of their role to enable them to comply with the group's practices and to ensure that they are able to function safely and to achieve the required standards. Performance is monitored on an on-going basis by managers through work interaction. Staff meetings are held at regular intervals where employees are kept well informed about the progress and position of the group. All matters of concern by individuals are resolved as they arise by the manager. The group's policy is to maintain a positive approach to problem solving and improve efficiency.

Disabled persons

The group recognises that discrimination in the workplace in any form is unacceptable and in most cases unlawful. The group has therefore adopted an Equal Opportunities Policy to ensure that all job applicants and employees are treated fairly and without favour or prejudice. The group is committed to applying this policy throughout all areas of employment, recruitment and selection, training, development and promotion. In accordance with the Disability Discrimination Act, all applicants will be judged solely on merit or ability. Employees who become disabled are retained in their existing posts where possible or retained for suitable alternative posts.

To ensure that the group reaches the widest cross section of the community, all vacancies will be advertised through the appropriate agencies, or independent media, as well as being advertised internally. The group will ensure that no job applicant or employee receives less favourable treatment on the grounds of race, colour, nationality, ethnic or national origin, sex, marital status, sexual orientation, disability, political opinion/affiliation, age, religion or belief.

Financial instruments

The group operates a treasury function which is responsible for managing the liquidity and interest risks associated with the group's activities.

Treasury operations and financial instruments

The group's principal financial instruments are bank overdrafts and loans, the main purpose of which is to finance the group's operations. In addition the group has various other financial assets and liabilities such as trade debtors and trade creditors arising directly from operations.

Liquidity risk

The group manages its cash and borrowing requirements in order to maximise interest income and minimise interest expense, whilst ensuring the group has sufficient liquid resources to meet the operating needs of the business.

Interest rate risk

The group is exposed to fair value interest rate risk on its borrowings and cashflow interest rate risk on bank overdrafts and loans. The group has an interest rate cap on part of its borrowing to mitigate its exposure to excessive interest rate increases.

Credit risk

Investments of cash surpluses and borrowings are made through banks which must fulfil credit rating criteria approved by the Board. All service users enter into formal agreements with the group which stipulate payment terms. The directors regularly review trade debtors and pursue any outstanding debts on a timely basis. Where necessary, provisions are made for doubtful debts.

ABBEY TOTAL CARE GROUP LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2013

Auditors

The auditors, Alwyns LLP, 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 group and of the profit or loss of the group 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 group 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 the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the group'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 group's auditors are aware of that information.

On behalf of the board



Mr J M Patel

Director

17 September 2013

ABBEY TOTAL CARE GROUP LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF ABBEY TOTAL CARE GROUP LIMITED

We have audited the group and parent company financial statements (the "financial statements") of Abbey Total Care Group Limited for the year ended 30 April 2013 set out on pages 6 to 22. 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 3, 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 Annual Report 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 group's and parent company's affairs as at 30 April 2013 and of the group's 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

ABBEY TOTAL CARE GROUP LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF ABBEY TOTAL CARE GROUP 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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company 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

Alwyns LLP

David Stanley (Senior Statutory Auditor)
for and on behalf of Alwyns LLP

19 September 2013

Chartered Accountants
Statutory Auditor

Crown House
151 High Road
Loughton
Essex
IG10 4LG

ABBEY TOTAL CARE GROUP LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 APRIL 2013

	Notes	2013 £	2012 £
Turnover	2	12,064,888	12,131,058
Cost of sales		(7,999,942)	(7,845,473)
Gross profit		4,064,946	4,285,585
Administrative expenses		(2,381,905)	(2,722,195)
Other operating income		89,311	135,154
Operating profit	3	1,772,352	1,698,544
Other interest receivable and similar income		1,161	962
Interest payable and similar charges	4	(945,172)	(967,086)
Profit on ordinary activities before taxation		828,341	732,420
Tax on profit on ordinary activities	5	(160,402)	(144,599)
Profit on ordinary activities after taxation		667,939	587,821
Minority interests		(38,128)	(13,950)
Profit for the financial year		629,811	573,871

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

ABBHEY TOTAL CARE GROUP LIMITED

STATEMENT OF RECOGNISED GAINS AND LOSSES FOR THE YEAR ENDED 30 APRIL 2013

	2013 £	2012 £
Profit for the financial year	667,939	587,821
Unrealised surplus on revaluation of properties	-	1,940,482
Total recognised gains and losses relating to the year	<u>667,939</u>	<u>2,528,303</u>

ABBEY TOTAL CARE GROUP LIMITED

BALANCE SHEETS

AS AT 30 APRIL 2013

		Group		Company	
	Notes	2013	2012	2013	2012
		£	£	£	£
Fixed assets					
Intangible assets	6	(203,175)	(203,082)	-	-
Tangible assets	7	44,563,861	43,540,107	14,023	7,257
Investments	8	-	-	1,059,952	1,059,952
		<u>44,360,686</u>	<u>43,337,025</u>	<u>1,073,975</u>	<u>1,067,209</u>
Current assets					
Debtors	9	3,257,685	2,821,497	26,011,991	27,756,819
Cash at bank and in hand		372,249	79,981	451	-
		<u>3,629,934</u>	<u>2,901,478</u>	<u>26,012,442</u>	<u>27,756,819</u>
Creditors' amounts falling due within one year	10	(3,135,188)	(3,243,848)	(2,480,385)	(5,397,029)
Net current assets/(liabilities)		<u>494,746</u>	<u>(342,370)</u>	<u>23,532,057</u>	<u>22,359,790</u>
Total assets less current liabilities		<u>44,855,432</u>	<u>42,994,655</u>	<u>24,606,032</u>	<u>23,426,999</u>
Creditors' amounts falling due after more than one year	11	(25,452,681)	(24,259,843)	(24,599,788)	(23,406,950)
		<u>19,402,751</u>	<u>18,734,812</u>	<u>6,244</u>	<u>20,049</u>
Capital and reserves					
Called up share capital	12	321	321	321	321
Revaluation reserve	13	17,223,550	17,223,550	-	-
Other reserves	13	(357,491)	(357,491)	-	-
Profit and loss account	13	1,961,945	1,332,134	5,923	19,728
Shareholders' funds	15	<u>18,828,325</u>	<u>18,198,514</u>	<u>6,244</u>	<u>20,049</u>
Minority interests	14	<u>574,426</u>	<u>536,298</u>	<u>-</u>	<u>-</u>
		<u>19,402,751</u>	<u>18,734,812</u>	<u>6,244</u>	<u>20,049</u>

Approved by the Board and authorised for issue on 17 September 2013



Mr J M Patel
Director

Company Registration No 04746712

ABBEY TOTAL CARE GROUP LIMITED

CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 APRIL 2013

	£	2013 £	£	2012 £
Net cash inflow from operating activities		1,606,900		2,320,904
Returns on investments and servicing of finance				
Interest received	1,161		962	
Interest paid	(688,594)		(847,086)	
Net cash outflow for returns on investments and servicing of finance		(687,433)		(846,124)
Taxation		(144,800)		31,105
Capital expenditure				
Payments to acquire tangible assets	(1,316,337)		(1,208,033)	
Receipts from sales of tangible assets	-		25,498	
Net cash outflow for capital expenditure		(1,316,337)		(1,182,535)
Net cash (outflow)/inflow before management of liquid resources and financing		(541,670)		323,350
Long term bank loan	26,131,215		1,264,750	
Other long term loans	125,000		125,479	
Repayment of long term bank loan	(25,719,950)		(1,860,000)	
Repayment of other long term loans	(163,000)		(138,000)	
Net cash inflow/(outflow) from financing		373,265		(607,771)
Decrease in cash for the year		(168,405)		(284,421)

ABBEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 APRIL 2013

1	Reconciliation of operating profit to net cash inflow from operating activities	2013		2012	
		£		£	
	Operating profit	1,772,352		1,698,544	
	Depreciation of tangible assets	292,583		598,040	
	Amortisation of intangible assets	93		93	
	Profit on disposal of tangible assets	-		(6,336)	
	Gain on freehold property revaluation	-		(212,968)	
	Increase in debtors	(436,188)		(67,565)	
	(Decrease)/Increase in creditors within one year	(21,940)		311,096	
	Net cash inflow from operating activities	1,606,900		2,320,904	
2	Analysis of net debt	1 May 2012	Cash flow	Other non-	30 April 2013
		£	£	cash changes	£
	Net cash				
	Cash at bank and in hand	79,981	292,268	-	372,249
	Bank overdrafts	(217,043)	(460,673)	-	(677,716)
		(137,062)	(168,405)	-	(305,467)
	Debts falling due within one year	(1,400,000)	695,000	(132,012)	(837,012)
	Debts falling due after one year	(24,259,843)	(1,195,607)	2,769	(25,452,681)
		(25,659,843)	(500,607)	(129,243)	(26,289,693)
	Net debt	(25,796,905)	(669,012)	(129,243)	(26,595,160)
3	Reconciliation of net cash flow to movement in net debt	2013		2012	
		£		£	
	Decrease in cash in the year	(168,405)		(284,421)	
	Cash (inflow)/outflow from (increase)/decrease in debt	(629,850)		487,771	
	Movement in net debt in the year	(798,255)		203,350	
	Opening net debt	(25,796,905)		(26,000,255)	
	Closing net debt	(26,595,160)		(25,796,905)	

ABBEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2013

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

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 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to 30 April 2013. The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes. Intra-group sales and profits are eliminated fully on consolidation.

Where appropriate the subsidiary undertakings have been included in the group financial statements in accordance with the principals of merger accounting. The profits have been included in the financial statements for the whole of the year of the merger. Comparative figures have been presented as if the companies had been combined throughout the previous period and at the previous balance sheet date.

Where merger accounting is not appropriate, subsidiary undertakings have been included in the group financial statements using the acquisition method of accounting. The difference between the cost of acquisition of shares in a subsidiary and the fair value of the separable net assets acquired is amortised through the profit and loss account in equal instalments over its estimated useful life.

1.4 Turnover

Turnover represents amounts receivable for services provided.

1.5 Goodwill

Goodwill represents the difference between the fair value of the consideration paid on the acquisition of a business and the fair value of the separable net assets. Goodwill is capitalised and amortised in equal annual instalments over its estimated useful economic life. The balance sheet carrying value of goodwill is reviewed for impairment at the end of the first full financial year following acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recovered.

1.6 Tangible fixed assets and depreciation

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

Equipment (short life)	Over a period of 3 years
Fixtures, fittings & equipment	25% reducing balance

ABBEEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2013

1 Accounting policies

(Continued)

Contrary to the accounting requirements of the Companies Act 2006, depreciation is not provided in respect of the group's freehold buildings. The directors believe that the group fully meet the criteria laid down by the Financial Reporting Standard No 15, and are of the opinion that the ongoing maintenance work undertaken keeps properties to a high standard of repair. The directors also believe the residual value of the properties is not materially less than the value at which the properties are shown in the financial statements. For these reasons any provision for depreciation would be immaterial in the context of the group's financial statements, and such a policy would prevent the financial statements from showing a true and fair view, as required by Section 395(1) of the Companies Act 2006.

The freehold land and buildings are revalued professionally at least every five years, and are reviewed by the directors annually.

1.7 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.8 Pensions

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

1.9 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.10 Liquid resources

Liquid resources for the purpose of preparing the cashflow statement includes cash at bank and in hand.

2 Turnover

The total turnover of the group for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

3 Operating profit

	2013 £	2012 £
Operating profit is stated after charging		
Amortisation of intangible assets	93	93
Depreciation of tangible assets	292,583	598,040
Fees payable to the group's auditor for the audit of the group's annual accounts (company £1,200, 2012 £5,070)	17,793	21,600
and after crediting		
Profit on disposal of tangible assets	-	(6,336)

ABBEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 30 APRIL 2013**

4	Interest payable	2013	2012
		£	£
	On bank loans and overdrafts	634,670	790,765
	On other loans wholly repayable within five years	53,924	54,815
	On overdue tax	-	1,506
	Loan issue costs	256,578	120,000
		<u>945,172</u>	<u>967,086</u>
5	Taxation	2013	2012
		£	£
	Domestic current year tax		
	U K corporation tax	160,402	144,599
	Total current tax	<u>160,402</u>	<u>144,599</u>
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>828,341</u>	<u>732,420</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 23.92% (2012 - 25.84%)	<u>198,139</u>	<u>189,257</u>
	Effects of		
	Non deductible expenses	52	2,249
	Depreciation add back	69,979	151,935
	Capital allowances	(104,059)	(140,319)
	Chargeable disposals	-	(1,637)
	Freehold property revaluation	-	(55,031)
	Other tax adjustments	(3,709)	(1,855)
		<u>(37,737)</u>	<u>(44,658)</u>
	Current tax charge for the year	<u>160,402</u>	<u>144,599</u>

ABBEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2013

6 Intangible fixed assets

Group

	Goodwill £
Cost	
At 1 May 2012 & at 30 April 2013	(277,584)
Amortisation	
At 1 May 2012	(74,502)
Charge for the year	93
At 30 April 2013	(74,409)
Net book value	
At 30 April 2013	(203,175)
At 30 April 2012	(203,082)

7 Tangible fixed assets

Group

	Freehold land and buildings £	Fixtures, fittings & equipment £	Total £
Cost or valuation			
At 1 May 2012	42,377,692	4,116,932	46,494,624
Additions	748,413	567,924	1,316,337
At 30 April 2013	43,126,105	4,684,856	47,810,961
Depreciation			
At 1 May 2012	-	2,954,517	2,954,517
Charge for the year	-	292,583	292,583
At 30 April 2013	-	3,247,100	3,247,100
Net book value			
At 30 April 2013	43,126,105	1,437,756	44,563,861
At 30 April 2012	42,377,692	1,162,415	43,540,107

ABBEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2013

(Continued)

The freehold land and buildings were valued in March 2012 by Christie Owen & Davies Limited, a firm of independent Chartered Surveyors, on the basis of 'existing use value'. The directors have used this as a basis for the valuation at the balance sheet date.

The potential tax liability on the disposal of the freehold land and buildings at the balance sheet value would be circa £2,500,000.

The comparable cost for the land and buildings included at valuation determined according to the historical cost accounting rules is £25,091,386 (2012 - £24,342,973).

Tangible fixed assets

Company

	Fixtures, fittings & equipment £
Cost	
At 1 May 2012	12,526
Additions	11,440
	<hr/>
At 30 April 2013	23,966
	<hr/>
Depreciation	
At 1 May 2012	5,269
Charge for the year	4,674
	<hr/>
At 30 April 2013	9,943
	<hr/>
Net book value	
At 30 April 2013	14,023
	<hr/>
At 30 April 2012	7,257
	<hr/>

ABBEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2013

8 Fixed asset investments

Company

	Shares in group undertakings £
Cost	
At 1 May 2012 & at 30 April 2013	1,059,952
Net book value	
At 30 April 2013	1,059,952
At 30 April 2012	1,059,952

In the opinion of the directors, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies all of which were incorporated in the United Kingdom

Company

Subsidiary undertakings	Shares held	
	Class	%
Abbey Care Centre Limited	Ordinary	100
Abbey Care Complex Limited	Ordinary	100
Abbey Ravenscroft Park Limited	Ordinary	100
Abbey Cheam Centre Limited	Ordinary	100
Martlane Limited	Ordinary	95
Moreland House Care Home Limited	Ordinary	100
Parkside Nursing Home Limited	Ordinary	100
Planshore Limited	Ordinary	99
Ryedowns Limited	Ordinary	99
Woodlands Total Care Nursing Home Limited	Ordinary	100

The principal activity of these undertakings for the last relevant financial year was the operation of care homes

ABBEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2013

9 Debtors

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Trade debtors	1,058,754	603,640	-	-
Amounts owed by group undertakings	-	-	24,502,949	26,131,542
Other debtors	2,120,150	2,136,976	1,509,042	1,625,277
Prepayments and accrued income	78,781	80,881	-	-
	<u>3,257,685</u>	<u>2,821,497</u>	<u>26,011,991</u>	<u>27,756,819</u>

Included within other debtors are amounts due to the group of £340,000 (2012 - £318,000) and company of £170,000 (2012 - £148,000) that are due in more than one year. Amounts owed by group undertakings are considered to be recoverable after more than one year. In addition to the above, other debtors of the group of £1,591,091 (2012 - £1,780,615) and company of £1,317,350 (2012 - £1,458,617) are considered to be recoverable after more than one year.

10 Creditors amounts falling due within one year

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Bank loans and overdrafts	1,464,728	1,617,043	1,247,689	1,552,913
Other loans	50,000	-	50,000	-
Trade creditors	192,774	239,965	19,956	23,789
Amounts owed to group undertakings	-	-	1,106,747	3,688,337
Corporation tax	160,403	144,801	-	-
Taxes and social security costs	121,705	155,262	2,545	7,651
Other creditors	388,186	405,460	36,485	82,086
Accruals and deferred income	757,392	681,317	16,963	42,253
	<u>3,135,188</u>	<u>3,243,848</u>	<u>2,480,385</u>	<u>5,397,029</u>

ABBEEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2013

11 Creditors - amounts falling due after more than one year

	Group		Company	
	2013	2012	2013	2012
	£	£	£	£
Bank loans	24,010,788	22,729,950	24,010,788	22,729,950
Other loans	1,441,893	1,529,893	589,000	677,000
	<u>25,452,681</u>	<u>24,259,843</u>	<u>24,599,788</u>	<u>23,406,950</u>
Analysis of loans				
Bank loans	22,772,250	21,680,000	22,772,250	21,680,000
Revolving credit facility	2,025,550	2,449,950	2,025,550	2,449,950
Other loans	1,491,893	1,529,893	639,000	677,000
	<u>26,289,693</u>	<u>25,659,843</u>	<u>25,436,800</u>	<u>24,806,950</u>
Included in current liabilities	(837,012)	(1,400,000)	(837,012)	(1,400,000)
	<u>25,452,681</u>	<u>24,259,843</u>	<u>24,599,788</u>	<u>23,406,950</u>
Loan maturity analysis				
In more than one year but not more than two years	1,207,012	22,729,950	1,207,012	22,729,950
In more than two years but not more than five years	24,245,669	1,529,893	23,392,776	677,000
	<u>25,452,681</u>	<u>24,259,843</u>	<u>24,599,788</u>	<u>23,406,950</u>

The bank loans and revolving credit facility are secured by debenture and an unlimited inter company composite guarantee between the group and connected companies, supported by first legal charges over the assets of the company and other group and connected companies. Interest is charged on the term loan at 2.85% above LIBOR on £3,600,000 and 1.85% above LIBOR on the balance (£19,695,000 at the balance sheet date). Interest is charged on the revolving credit facility at 3.35% above LIBOR.

Associated with the loan an interest rate cap is in place on £14,000,000 until 31 October 2016 which caps the LIBOR rate at 1%.

The loan from the executive pension scheme of £639,000 is secured over three of the group's properties.

12 Share capital	2013	2012
	£	£
Allotted, called up and fully paid		
321 Ordinary shares of £1 each	<u>321</u>	<u>321</u>

ABBEEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2013

13 Statement of movements on reserves

Group

	Revaluation reserve £	Merger reserve £	Profit and loss account £
Balance at 1 May 2012	17,223,550	(357,491)	1,332,134
Profit for the year	-	-	629,811
Balance at 30 April 2013	<u>17,223,550</u>	<u>(357,491)</u>	<u>1,961,945</u>

Company

	Profit and loss account £
Balance at 1 May 2012	19,728
Loss for the year	(13,805)
Balance at 30 April 2013	<u>5,923</u>

Loss for the financial year of the parent company

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements

14 Minority interests

	2013 £	2012 £
Minority interests' share of net assets and liabilities in subsidiary undertakings	<u>574,426</u>	<u>536,298</u>

ABBEEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2013

15 Reconciliation of movements in shareholders' funds	2013	2012
Group	£	£
Profit for the financial year	629,811	573,871
Other recognised gains and losses	-	1,984,486
Net addition to shareholders' funds	629,811	2,558,357
Opening shareholders' funds	18,198,514	15,640,157
Closing shareholders' funds	18,828,325	18,198,514

Company	2013	2012
	£	£
Loss for the financial year	(13,805)	(104,231)
Opening shareholders' funds	20,049	124,280
Closing shareholders' funds	6,244	20,049

16 Directors' remuneration	2013	2012
	£	£
Remuneration for qualifying services	132,200	159,200
Company pension contributions to defined contribution schemes	100,000	100,000
	232,200	259,200

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 2 (2012 - 2)

Remuneration disclosed above include the following amounts paid to the highest paid director

Remuneration for qualifying services	81,800	81,800
Company pension contributions to defined contribution schemes	50,000	50,000

No directors received any share options in respect of a long term incentive share scheme in either year

ABBHEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 APRIL 2013

17 Employees

Number of employees

The average weekly number of employees (including directors) during the year was

	2013 Number	2012 Number
Resident welfare	466	464
Administration	27	30
	<u>493</u>	<u>494</u>

Employment costs

	2013 £	2012 £
Wages and salaries	7,037,746	7,000,038
Social security costs	463,060	482,348
Other pension costs	252,316	252,566
	<u>7,753,122</u>	<u>7,734,952</u>

Other pension costs represent contributions to defined contribution pension schemes

18 Control

The controlling party in both financial years is considered to be Mr J M Patel by virtue of his 100% shareholding

ABBEY TOTAL CARE GROUP LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2013

19 Related party relationships and transactions

Group

The group has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies which have been eliminated on consolidation

Design & Construct (London) Ltd, a company controlled by Mr J M Patel, supplied services to the group in respect of development costs for the group's freehold properties totalling £729,740 (2012 - £604,802), repairs and maintenance charges totalling £662,559 (2012 - £689,851), fixtures and fittings totalling £532,373 (2012 - £377,532) At the year end Design & Construct (London) Ltd owed the group £244,597 (2012 - £61,647)

During the year the group paid interest of £39,838 (2012 - £39,838) to Patelcrest Ltd, a company in which Mr J M Patel is a director and has a participating interest At the year end the group owed Patelcrest Ltd £775,226 (2012 - £775,226)

During the year the group paid interest of £4,000 (2012 - £4,000) to Gathercrest Ltd, a company controlled by family members of the director At the year end the group owed Gathercrest Ltd £77,667 (2012 - £77,667)

During the year Onetree Estates Ltd, a company under the control of Mr J M Patel's brother, paid the group interest of £40,390 (2012 - £50,038) At the year end Onetree Estates Ltd owed the group £1,564,249 (2012 - £1,705,318)

At the year end the group was owed £32,881 (2012 - £32,881) by Newvalley Developments Ltd, a company in which Mr J M Patel is a director and has a participating interest

At the year end the group owed the directors, Mr J M Patel, £481 (2012 - £2,539) and Mrs D J Patel £72 (2012 - £95)

At the year end the group owed family members of the directors £35,932 (2012 - £26,072)

Included in other loans is a loan from the group's pension scheme of £639,000 (2012 - £677,000) Interest is payable on this loan at a rate of 1% above the base rate

Company

At the year end the company owed the directors, Mr J M Patel, £481 (2012 - £2,539) and Mrs D J Patel £72 (2012 - £95)

At the year end the company owed family members of the directors £35,932 (2012 - £26,072)

At the year end the company was due £174,271 (2012 - £148,197) from Design & Construct (London) Ltd, a company controlled by Mr J M Patel

During the year interest of £40,390 (2012 - £50,038) was received from Onetree Estates Ltd At the year end the company was due £1,317,350 (2012 - £1,458,420) from Onetree Estates Ltd

Included in other loans is a loan from the company's pension scheme of £639,000 (2012 - £677,000) Interest is payable on this loan at a rate of 1% above the base rate

The company has taken advantage of the exemption from the requirement to disclose transactions with group companies