

PRESTIGE & SURREY NURSING GROUP LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1995



Jacob Cavenagh & Skeet
Chartered Accountants
6/8 Tudor Court
Brighton Road
Sutton, Surrey
SM2 5AE

Company no. 1006953

PRESTIGE & SURREY NURSING GROUP LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1995

INDEX	PAGE
Report of the directors	1
Statement of directors' responsibilities	2
Report of the auditors	3
Profit and loss account	4
Balance sheet	5
Notes to the accounts	6 - 10

PRESTIGE & SURREY NURSING GROUP LIMITED

REPORT OF THE DIRECTORS

The directors present their annual report and the audited financial statements for the year ended 31st December 1995.

ACTIVITIES

The company's principal activity during the year continued to be that of nursing agents.

REVIEW OF DEVELOPMENTS AND FUTURE PROSPECTS

The company has had a satisfactory year. The surplus for the year after taxation was £77,159 (1994 £60,366).

1995 proved to be a strong trading year for Prestige as we were able to take advantage of the rapidly growing healthcare market. Our branch network continues to develop accordingly and we will be consolidating our share of existing markets in 1996 in addition to increasing our penetration in the NHS Trust sector. Allied to our imminent accreditation for ISO 9002 Quality Assurance and our long term commitment to high quality training for all staff, we believe that 1996 will yield record profits on a vastly increased turnover.

THE DIRECTORS AND THEIR INTERESTS

The directors who served during the year and their beneficial interests in the issued share capital were as follows:

	1995	1994
P B Bruce	5000	5000
Mrs P Bruce	5000	5000
J Bruce (appointed 8th June 1995)	-	-

FIXED ASSETS

The movements in fixed assets during the year are set out in note 8 to the financial statements.

AUDITORS

The auditors, Jacob Cavenagh & Skeet were appointed during the year and have expressed their willingness to continue in office, a resolution to reappoint them will be passed at the forthcoming annual general meeting.

By order of the Board

P. Bruce

Mrs P Bruce
Secretary

30th April 1996

PRESTIGE AND SURREY NURSING GROUP LIMITED

DIRECTORS' RESPONSIBILITIES

Company law requires the directors 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 directors are required to:

- select suitable accounting policies and 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 directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

REPORT OF THE AUDITORS

TO THE MEMBERS OF

PRESTIGE AND SURREY NURSING GROUP LIMITED

We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material mis-statement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31st December 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Jacob Cavenagh & Skeet

Jacob Cavenagh & Skeet
Chartered Accountants
and Registered Auditor

6/8 Tudor Court
Brighton Road
Sutton
Surrey
SM2 5AE

30th April 1996

PRESTIGE & SURREY NURSING GROUP LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST DECEMBER 1995

	Note	1995 £	1994 £
TURNOVER		3,592,693	3,450,210
COST OF SALES		3,067,233	3,069,307
GROSS SURPLUS		<u>525,460</u>	<u>380,903</u>
ADMINISTRATION COSTS		<u>428,085</u>	<u>300,091</u>
OPERATING SURPLUS	2	97,375	80,812
Interest receivable		789	1,073
Interest payable	4	<u>(2,122)</u>	<u>(1,686)</u>
SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		96,042	80,199
Tax on surplus on ordinary activities	5	<u>18,883</u>	<u>19,833</u>
SURPLUS FOR THE YEAR		77,159	60,366
Dividends	6	<u>21,000</u>	<u>16,500</u>
RETAINED SURPLUS FOR THE YEAR		56,159	43,866
Retained surplus brought forward		<u>210,581</u>	<u>166,715</u>
RETAINED SURPLUS CARRIED FORWARD		<u><u>266,740</u></u>	<u><u>210,581</u></u>

The turnover is generated from continuing activities.
The company has no recognised gains or losses other than reported above.

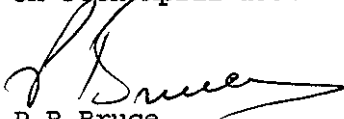
PRESTIGE & SURREY NURSING GROUP LIMITED

BALANCE SHEET

AS AT 31ST DECEMBER 1995

	Note	1995		1994	
		£	£	£	£
FIXED ASSETS					
Intangible assets	7		3,650		4,250
Tangible assets	8		51,309		48,749
			<u>54,959</u>		<u>52,999</u>
CURRENT ASSETS					
Debtors	9	395,671		272,459	
Cash at bank and in hand		2,695		4,756	
			<u>398,366</u>		<u>277,215</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	10	(154,585)		(87,633)	
NET CURRENT ASSETS			<u>243,781</u>		<u>189,582</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			298,740		242,581
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	11		(22,000)		(22,000)
NET ASSETS			<u>276,740</u>		<u>220,581</u>
CAPITAL AND RESERVES					
Share capital	12		10,000		10,000
Profit and loss account			266,740		210,581
			<u>276,740</u>		<u>220,581</u>

The financial statements were approved by the board of directors on 30th April 1996 and signed on their behalf by:


P B Bruce
Director

PRESTIGE & SURREY NURSING GROUP LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1995

1. ACCOUNTING POLICIES

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

The company has relied on the exemption set out in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover represents amounts receivable for services provided to customers and clients, net of Value Added Tax.

1.3 Depreciation of tangible assets

Provision is made for depreciation on all tangible assets at rates calculated to write off cost less estimated residual value of each asset over its expected useful life as follows:

Fixtures and fittings:	10 % per annum on cost
Plant and machinery:	20 % per annum on reducing balance
Motor vehicles:	25 % per annum on reducing balance

1.4 Leasing and hire purchase commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

2. OPERATING SURPLUS

	1995	1994
	£	£

This is stated after charging:

Staff costs (see note 3)	502,600	333,622
Auditors' remuneration	3,500	6,023
Depreciation	8,158	12,179
Goodwill written off	600	600
Loss on disposal of fixed assets	1,282	-
Operating lease rentals in respect of:		
Land and buildings	38,510	30,670

PRESTIGE & SURREY NURSING GROUP LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1995

3. EMPLOYEE INFORMATION	1995	1994
	£	£
3.1 Staff costs:		
Wages and salaries	484,979	331,572
Social security costs	17,621	2,050
	<u>502,600</u>	<u>333,622</u>
3.2 The average weekly number of employees during the year was made up as follows:	1995	1994
	No.	No.
Office and management	11	8
Branch Staff	25	17
	<u>36</u>	<u>25</u>
3.3 Directors' emoluments:	1995	1994
	£	£
Salary for management services	49,473	22,390
Benefits in kind	12,146	-
	<u>61,619</u>	<u>22,390</u>
Emoluments of the Chairman	<u>36,763</u>	<u>20,000</u>
Other directors' emoluments fell within the following ranges:		
£5,001 - £10,000	1	1
£15,001 - £20,000	1	1
4. INTEREST PAYABLE	1995	1994
	£	£
On bank overdraft repayable on demand	251	103
On loans repayable within 5 years	1,871	1,583
	<u>2,122</u>	<u>1,686</u>

PRESTIGE & SURREY NURSING GROUP LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1995

5.	TAXATION	1995	1994
		£	£
	The tax charge based on the result for the year was as follows:		
	U.K corporation tax at 25% (1994 - 25%)	23,009	19,833
	Overprovision re previous year	(4,126)	-
		<u>18,883</u>	<u>19,833</u>
6.	DIVIDENDS	1995	1994
	Dividend paid 31st December 1995 £2.10 per share.	<u>21,000</u>	<u>16,500</u>
7.	INTANGIBLE FIXED ASSETS		
			Goodwill
			£
	Cost:		
	At 1st January 1995 and		
	At 31st December 1995		<u>12,500</u>
	Amortisation:		
	At 1st January 1995		8,250
	Charge for year		<u>600</u>
	At 31st December 1995		<u>8,850</u>
	Net book value at 31st December 1995		<u>3,650</u>
	Net book value at 1st January 1995		<u>4,250</u>

PRESTIGE & SURREY NURSING GROUP LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1995

8. TANGIBLE FIXED ASSETS

	Computer Equipment £	Fixtures and fittings £	Motor Vehicles £	Total £
Cost				
At 1st January 1995	33,996	44,290	69,941	148,227
Additions	1,205	10,794	-	11,999
Disposals	-	-	(7,203)	(7,203)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31st December 1995	35,201	55,084	62,738	153,023
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation				
At 1st January 1995	25,886	27,876	45,715	99,477
Charge for the year	1,863	2,039	4,256	8,158
On disposals	-	-	(5,921)	(5,921)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31st December 1995	27,749	29,915	44,050	101,714
	<hr/>	<hr/>	<hr/>	<hr/>
Net book value				
At 31st December 1995	7,452	25,169	18,688	51,309
	<hr/>	<hr/>	<hr/>	<hr/>
At 1st January 1995	8,110	16,414	24,226	48,750
	<hr/>	<hr/>	<hr/>	<hr/>

9. DEBTORS

	1995 £	1994 £
Trade debtors	365,454	231,208
Other debtors	5,561	9,938
Prepayments	24,656	31,313
	<hr/>	<hr/>
	395,671	272,459
	<hr/>	<hr/>

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

	1995 £	1994 £
Bank overdraft	22,227	-
Payments received on account	30,490	-
Trade creditors	189	-
Corporation tax payable 1st October 1996	17,759	24,417
Other taxes and social security costs	80,281	57,134
Directors' current account	139	134
Accruals	3,500	5,948
	<hr/>	<hr/>
	154,585	87,633
	<hr/>	<hr/>