

Coopers
& Lybrand

Q S Enterprises Limited
Annual report
for the year ended 31 March 1992

Registered no. 1850377

**Directors' report
for the year ended 31 March 1992**

The directors present their report and the audited financial statements for the year ended 31 March 1992.

Principal activities

The company provides a clinical Magnetic Resonance scanning service to patients. The profit and loss account for the year is set out on page 4.

Review of business and future developments

The refurbishment of the Queen Square Imaging Centre coupled with the installation of an IGE 'Vectra' 0.5 Tesla scanner was completed shortly after the start of the financial year. After a period of staff training on the new equipment, the centre was reopened for clinical scanning on 5 June 1991. During the remainder of the year clinical activity was rapidly re-established despite an increasingly competitive market for patients in London. This reflects well on the quality of service the Company is now able to offer. Planning for a further upgrading of equipment through the installation of a more powerful scanner was progressed during the year. The redesign of the Imaging Centre has already taken account of this further step in equipment enhancement.

Changes in fixed assets

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

Directors

The directors of the company during the period were:-

G R Petty
A Wheatley

Directors' interests in shares of the company

Neither of the directors had any beneficial interest in the shares of the company.

Close company provisions

In the opinion of the directors the company is a close company within the meaning of the Income and Corporation Taxes Act 1988, as amended by Finance Act 1989.

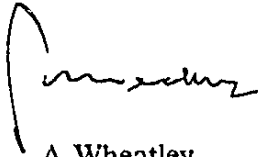
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Auditor

A resolution to reappoint the auditor, Coopers & Lybrand, will be proposed at the annual general meeting. Until 1 June 1992 the Firm practised in the name of Coopers & Lybrand Deloitte.

By order of the board



A Wheatley
Secretary
30th December 1992

**Report of the auditor to the members of
Q S Enterprises Limited**

We have audited the financial statements on pages 4 to 9 in accordance with Auditing Standards.

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 March 1992 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Coopers & Lybrand

Coopers & Lybrand
Chartered Accountants and Registered Auditor
London

20 December 1992

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Profit and loss account for the year ended 31 March 1992

	Notes	1992 £	1991 £
Turnover	2	881,122	776,257
Staff costs	5	(218,988)	(180,546)
Depreciation		(38,639)	(129,765)
Other operating charges		(458,096)	(282,647)
Operating profit before exceptional items		<u>165,399</u>	<u>183,299</u>
Exceptional items	6	-	(181,498)
Operating profit before interest		165,399	1,801
Interest receivable and similar income		3,486	26,008
Interest payable and similar charges		(17,186)	(26,785)
Profit on ordinary activities before taxation		<u>151,699</u>	<u>1,024</u>
Taxation	7	(48,616)	19,951
Profit for the financial year		<u><u>103,083</u></u>	<u><u>20,975</u></u>

Statement of accumulated profits

	1992 £	1991 £
Accumulated profits at 1 April	255,674	234,699
Profit for the year	103,083	20,975
Accumulated profits at 31 March	<u><u>358,757</u></u>	<u><u>255,674</u></u>

The notes on pages 6 to 9 form part of these accounts.

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**Balance sheet
at 31 March 1992**

	Notes	1992 £	1991 £
Fixed assets			
Tangible assets	8	<u>598,163</u>	<u>475,890</u>
Current assets			
Debtors	9	216,818	251,404
Cash at bank and in hand		<u>10,113</u>	<u>114,618</u>
		<u>226,931</u>	<u>366,022</u>
Creditors: amounts falling due within one year	10	<u>(398,123)</u>	<u>(486,236)</u>
Net current liabilities		<u>(171,192)</u>	<u>(120,214)</u>
Total assets less current liabilities		<u>426,971</u>	<u>355,676</u>
Creditors: amounts falling due after more than one year	11	<u>(68,212)</u>	<u>(100,000)</u>
Net assets		<u>358,759</u>	<u>255,676</u>
Capital and reserves			
Called up share capital	12	2	2
Profit and loss account		<u>358,757</u>	<u>255,674</u>
		<u>358,759</u>	<u>255,676</u>

The financial statements on pages 4 to 9 were approved by the board of directors on 30 December 1992 and were signed on its behalf by:

A Wheatley

G R Petty

Directors

The notes on pages 6 to 9 form part of these accounts.

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**Notes to the financial statements
for the year ended 31 March 1992****1 Principal accounting policies**

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies is set out below.

Basis of accounting

The accounts have been prepared under the historical cost convention.

Tangible fixed assets

Fixed assets are stated at their purchase price, together with any incidental expenses of acquisition.

Depreciation is calculated so as to write off the cost or valuation of tangible fixed assets on a straight line basis over the shorter of the lease term and the expected useful economic life of the assets concerned. The depreciation period is fifteen years for leasehold improvements, five years for computer equipment, three years for soft furnishings and seven years for all other fixed assets.

Finance and operating leases

Costs in respect of operating leases are charged to the profit and loss account as they are incurred.

Turnover

Turnover, which excludes value added tax, represents the invoiced value of scanning services supplied.

Taxation

The charge of taxation is based on the profit for the year as adjusted for disallowable items. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is probable that a liability will crystallise.

2 Turnover

	1992 £	1991 £
Turnover	<u>881,122</u>	<u>776,257</u>

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Turnover represents the invoiced value of scanning services supplied wholly available within the United Kingdom.

3 Operating profit

Operating profit is stated after charging:-

	1992 £	1991 £
Auditor's remuneration	4,143	5,020
Depreciation of tangible fixed assets	38,638	129,765
Interest charges on finance leases	-	21,142
Insurance on MRI	-	(37,503)
Hire of plant and machinery - operating leases	170,284	24,840

4 Directors' emoluments

No director received any remuneration during the period in respect of his services to the company (1991:£Nil). Amounts paid to the National Hospital for Neurology and Neurosurgery of £15,694 (1991:£14,043) were for making available the services of Mr A Wheatley and Mr GR Petty. This cost is included within Other operating charges.

5 Staff costs

Staff costs represent consultants' fees and amounts invoiced to the company by either the National Hospital for Neurology and Neurosurgery or BUPA Hospitals Limited.

6 Exceptional items

	1992 £	1991 £
Loss on disposal of fixed assets	-	(281,498)
Donation	-	100,000
	<u>-</u>	<u>(181,498)</u>

During 1991, a project to remove and replace the original scanner was initiated and the loan on this scanner was terminated. The Net Book Value of the scanner has been written off.

The Donation refers to monies received from a private family Trust to be used by the company for improvement to scanning services.

7 Taxation

	1992 £	1991 £
United Kingdom corporation tax at 25% (1991: 25%)	50,500	(8,440)
Adjustment in respect of prior years	(1,884)	-
Deferred taxation	-	(11,511)
	<u>48,616</u>	<u>(19,951)</u>

8 Tangible fixed assets

	Leasehold improvements £	Other equipment and furniture £	Total £
Cost or valuation			
At 1 April 1991	469,176	11,442	480,618
Additions	95,768	66,325	162,093
Disposals	(168)	(1,377)	(1,545)
At 31 March 1992	<u>564,776</u>	<u>76,390</u>	<u>641,166</u>
Depreciation			
At 1 April 1990	-	4,728	4,728
Charge for year	27,499	11,139	38,638
Eliminated in respect of disposals	-	(363)	(363)
At 31 March 1992	<u>27,499</u>	<u>15,504</u>	<u>43,003</u>
Net book value			
At 31 March 1992	<u>537,277</u>	<u>60,886</u>	<u>598,163</u>
Net book value			
At 31 March 1991	<u>469,176</u>	<u>6,714</u>	<u>475,890</u>

9 Debtors

	1992 £	1991 £
Amounts falling due within one year		
Trade debtors	201,233	176,523
Other debtors and prepayments	15,585	74,881
	<u>216,818</u>	<u>251,404</u>

10 Creditors: amounts falling due within one year

	1992 £	1991 £
Bank loans and overdrafts	21,030	144,727
Corporation tax	50,500	-
Amounts owing to National Hospital for Neurology and Neurosurgery	45,787	98,397
Other creditors and accruals	280,806	243,112
	<u>398,123</u>	<u>486,236</u>

11 Creditors: amounts falling due after one year

	1992 £	1991 £
Loan from National Hospital for Neurology and Neurosurgery Endowment Trust	50,000	100,000
Other creditors	18,212	-
	<u>68,212</u>	<u>100,000</u>

12 Called-up share capital

	1992 £	1991 £
Authorised		
100 ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
2 ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>

13 Financial commitments

At 31 March 1992 the company had annual commitments under non-cancellable operating leases as follows:-

	1992 £	1991 £
Expiring within one year	34,860	-
	<u>34,860</u>	<u>-</u>