

Community Care Limited

**Directors' report and financial
statements**

Registered number 2006031

31 December 2005



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COMPANIES HOUSE 27/10/2006

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Company information

Directors	Michael Parsons David Duncan Jon Hather
Secretary	Jon Hather
Auditors	KPMG LLP Plym House 3 Longbridge Road Marsh Mills Plymouth PL6 8LT
Bankers	Royal Bank of Scotland London Corporate Services 2½ Devonshire Square London EC2M 4XJ
Solicitors	Berwin Leighton Paisner Adelaide House London Bridge London EC4R 9HA
Registered office	Suite 201 The Chambers Chelsea Harbour London SW10 0XF
Registered number	2006031

Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 2005.

Principal activities and business review

The company did not trade during the year and there is no immediate intention to recommence trading.

Directors and directors' interests

The directors who held office during the year were as follows:

Denis Brosnan (resigned 23 February 2005)
David Duncan
Jon Hather (appointed 23 February 2005)
Owen McGartoll (resigned 23 February 2005)
Michael Parsons

None of the directors who held office at the end of the financial year had any disclosable interest in the shares of the company.

The directors' interests in the shares of the ultimate parent company, Grove Limited, are disclosed in the directors' report of that company.

Auditors

In accordance with section 384 of the Companies Act 1985, a resolution for the re-appointment of KPMG LLP as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

By order of the board



M Parsons
Director

Suite 201
The Chambers
Chelsea Harbour
London
SW10 0XF

4 October 2006

Statement of directors' responsibilities in respect of the directors' report and the financial statements

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 UK Accounting Standards.

The financial statements are required by law to 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 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; and
- 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 its financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Under applicable law the directors are also responsible for preparing a Directors' Report that complies with that law.



KPMG LLP

Plym House
3 Longbridge Road
Plymouth
PL6 8LT
United Kingdom

Independent auditors' report to the members of Community Care Limited

We have audited the financial statements of Community Care Limited for the year ended 31 December 2005 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. 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 auditor's 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 described in the Statement of Directors' Responsibilities on page 3, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 judgments 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 misstatement, 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, in accordance with UK Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2005 and of its result for the year then ended; and
- have been properly prepared in accordance with the Companies Act 1985.

KPMG LLP

KPMG LLP
Chartered Accountants
Registered Auditor

4 October 2006

Profit and loss account

for the year ended 31 December 2005

During the financial year and preceding financial year the company did not trade and received no income and incurred no expenditure. Consequently, during those years the company made neither a profit nor a loss. There were no other recognised gains or losses in either 2005 or 2004.

Balance sheet

at 31 December 2005

	Note	2005 £000	2004 £000
Fixed assets			
Investments	3	2,829	2,829
Current assets			
Debtors due after one year	4	554	554
Net current assets		554	554
Total assets less current liabilities		3,383	3,383
Creditors: amounts falling due after more than one year	5	(9,676)	(9,676)
Net liabilities		(6,293)	(6,293)
Capital and reserves			
Called up share capital	6	10	10
Profit and loss account	7	(6,303)	(6,303)
Equity shareholder's deficit	8	(6,293)	(6,293)

These financial statements were approved by the board of directors on 4 October 2006 and were signed on its behalf by:



D Duncan
Director

Notes

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements, except as noted below.

In these financial statements the following new standards have been adopted for the first time:

- FRS 21 'Events after the balance sheet date; and
- FRS 28 'Corresponding amounts'.

The accounting policies under these new standards are set out below together with an indication of the effects of their adoption. FRS 28 'Corresponding amounts' has had no material effect as it imposes the same requirements for comparatives as hitherto required by the Companies Act 1985. FRS 21 'events after the balance sheet date' has had no material effect as there have been no events after the balance sheet date in the current or preceding years that fall under the scope of this FRS.

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

The company is exempt from the requirement of FRS 1 (revised 1996) to prepare a cash flow statement as it is ultimately a wholly owned subsidiary undertaking of Barchester Healthcare Limited and its cash flows are included within the consolidated cash flow statement of that company.

The company is exempt by virtue of Section 228 of the Companies Act 1985 from the requirement to prepare group accounts. These financial statements present information about the company as an individual undertaking and not about its group.

As the company is a wholly owned subsidiary of Barchester Healthcare Limited the company has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed transactions or balances with entities which form part of the group. The consolidated financial statements of Barchester Healthcare Limited within which the company is included, can be obtained from the address given in note 9.

2 Staff costs

The directors received no emoluments for services to the company during the year (2004: £nil). The directors received remuneration for services to Grove Limited of which Community Care Limited is a subsidiary undertaking, however the proportion attributable to their services to Community Care Limited is not separately identifiable.

3 Fixed asset investments

	Shares in subsidiary undertaking £000
Cost	
At 31 December 2004 and 31 December 2005	2,829

The company owns 100% of the ordinary share capital of Community Clean Limited, a company registered in England and Wales, which during 2004 entered into a number of nursing home development projects.

Notes (continued)

4 Debtors: due after one year

	2005 £000	2004 £000
Amounts owed by group undertaking	554	554

The amounts owed by group undertakings are unsecured and not subject to any fixed repayment date.

5 Creditors: amounts falling due after more than one year

	2005 £000	2004 £000
Amounts owed to parent and subsidiary undertakings	9,676	9,676

The amounts owed to the company's parent and subsidiary undertakings fall due after more than five years and are interest free.

6 Share capital

	2005 £000	2004 £000
<i>Authorised</i>		
10,000 ordinary shares of £1 each	10	10
<i>Allotted, called up and fully paid</i>		
10,000 ordinary shares of £1 each	10	10

7 Reserves

	Profit and loss account £000
At beginning and end of year	(6,303)

8 Reconciliation of movements in equity shareholder's funds

	£000
At beginning and end of year	(6,293)

Notes *(continued)*

9 Ultimate parent company and parent undertaking of larger group of which the company is a member

The company is a wholly owned subsidiary undertaking of Barchester Healthcare Homes Limited, a company incorporated in Great Britain and registered in England and Wales.

The company's ultimate parent undertaking is Grove Limited, a company incorporated in and registered in Jersey.

The smallest group in which the results of the company are consolidated is that headed by Barchester Healthcare Limited. The largest group in which the results of the company are consolidated is that headed by Grove Limited. The consolidated accounts of Barchester Healthcare Limited are available to the public and may be obtained from:

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The Chambers
Chelsea Harbour
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