

**Community Care Limited**

**Directors' report and financial  
statements**

**Registered number 2006031**

**31 December 2007**



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## Company information

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

## Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 2007

### Principal activities and business review

The company did not trade during the year and there is no immediate intention to recommence trading,, however it did write an amount off its investment in the current year

### Directors and directors' interests

The directors who held office during the year were as follows

David Duncan  
Jon Hather  
Owen McGartoll (resigned 4 October 2007)  
Michael Parsons

### Disclosure of information to auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information

### Auditors

Pursuant to a shareholders' resolution, the Company is not obliged to reappoint its auditors annually and KPMG LLP will therefore continue in office

By order of the board



J Hather  
Director

Suite 201  
The Chambers  
Chelsea Harbour  
London  
SW10 0XF

1 OCTOBER 2008

## **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 and applicable law (UK Generally Accepted Accounting Practice)

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 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



**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 2007 which comprise the Profit and loss account, the balance sheet, the reconciliation of movements in shareholders' Funds 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**

The directors' responsibilities for preparing the financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities on page 3.

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 whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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.

## **Independent auditors' report to the members of Community Care Limited** *(continued)*

### **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 2007 and of its loss for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements

*KPMG LLP*

**KPMG LLP**  
*Chartered Accountants*  
*Registered Auditor*

*14 October* 2008

**Profit and loss account**  
*for the year ended 31 December 2007*

	<i>Note</i>	<b>2007 £000</b>	<b>2006 £000</b>
Amounts written off investments		(329)	-
<b>Loss on ordinary activities before taxation</b>	<b>2</b>	<b>(329)</b>	<b>-</b>
Tax on loss on ordinary activities		-	-
<b>Loss for the financial year</b>	<b>8</b>	<b>(329)</b>	<b>-</b>

There were no recognised gains or losses in either the current or preceding financial period other than those shown above

**Reconciliation of movements in equity shareholders' funds**  
*for the year ended 31 December 2007*

	<b>2007 £000</b>	<b>2006 £000</b>
<b>Loss for the financial year</b>	<b>(329)</b>	<b>-</b>
Net reduction to shareholders' funds	(329)	-
Opening shareholders' deficit	(6,293)	(6,293)
<b>Closing shareholders' funds</b>	<b>(6,622)</b>	<b>(6,293)</b>



**Balance sheet**  
*at 31 December 2007*

	<i>Note</i>	<b>2007</b> <b>£000</b>	<b>2006</b> <b>£000</b>
<b>Fixed assets</b>			
Investments	4	2,500	2,829
 Debtors	 5	 554	 554
<b>Total assets</b>		<b>3,054</b>	<b>3,383</b>
<b>Creditors.</b> amounts falling due after more than one year	6	<b>(9,676)</b>	<b>(9,676)</b>
<b>Net liabilities</b>		<b>(6,622)</b>	<b>(6,293)</b>
<b>Capital and reserves</b>			
Called up share capital	7	10	10
Profit and loss account	8	(6,632)	(6,303)
<b>Equity shareholder's deficit</b>		<b>(6,622)</b>	<b>(6,293)</b>

These financial statements were approved by the board of directors on ~~30 SEPTEMBER~~ 2008 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

#### *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 financial statements have been prepared on a going concern basis as the company has the support of their parent company, Barchester Healthcare Limited

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 Operating loss on ordinary activities before taxation

#### *Auditors' remuneration*

	2007 £	2006 £
Audit	500	500

The remuneration of the auditors in the current and prior financial years was borne by another group company. The amount above is management's best estimate of the proportion relating to this company

### 3 Remuneration of directors

The directors received £nil emoluments for services to the company during the year (2006 £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

## Notes (continued)

### 4 Fixed asset investments

	Shares in subsidiary undertaking £000
<i>Cost</i>	
At beginning and end of year	2,829
<i>Provisions</i>	
At beginning of year	-
Impairment	(329)
	<hr/>
At end of year	(329)
	<hr/>
<b>At 31 December 2007</b>	<b>2,500</b>
	<hr/>
At 31 December 2006	2,829
	<hr/>

The company owns 100% of the ordinary share capital of Community Clean Limited, a company registered in England and Wales

### 5 Debtors

	2007 £000	2006 £000
Amounts owed by group undertaking	554	554
	<hr/>	<hr/>

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

### 6 Creditors: amounts falling due after more than one year

	2007 £000	2006 £000
Amounts owed to parent and subsidiary undertakings	9,676	9,676
	<hr/>	<hr/>

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

## Notes (continued)

### 7 Share capital

	2007 £	2006 £
<i>Authorised</i>		
10,000 ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
<i>Allotted, called up and fully paid</i>		
10,000 ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

### 8 Reserves

	Profit and loss account £000
At beginning year	(6,303)
Loss for year	(329)
	<u>          </u>
At end of year	<u>(6,632)</u>

### 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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