

**Community Care Limited (formerly Eskgrove
Healthcare Limited)**

**Directors' report and financial
statements**

Registered number 2006031

31 December 2000



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Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 2000.

Principal activities and business review

The company has not traded in the year. On 11 October 2000, the company changed its name from Eskgrove Healthcare Limited to Community Care Limited.

Directors and directors' interests

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

D Brosnan
O McGartoll
M Parsons
D Duncan

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

The directors' interests in the shares of the ultimate parent company are detailed in the directors' report of that company.

Auditors

Pursuant to a shareholders' resolution, the company is not obliged to re-appoint its auditors annually and KPMG will therefore continue in office.

By order of the board



Owen McGartoll
Secretary

Suite 201
The Chambers
Chelsea Harbour
London
SW10 0XF

16 May 2001

Statement of 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 for that year. In preparing those 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;
- 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 maintaining 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 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.



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Report of the auditors to the members of Community Care Limited (formerly Eskgrove Healthcare Limited)

We have audited the financial statements on pages 4 to 6.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the directors' report and, as described on page 2, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

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. 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 transactions with the company is not disclosed.

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 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 of the state of the company's affairs as at 31 December 2000 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG
Chartered Accountants
Registered Auditors

2001

Balance sheet
at 31 December 2000

	<i>Note</i>	2000 £000	1999 £000
Fixed assets			
Investments	2	2,829	2,829
Current assets			
Debtors due after one year	3	1,306	1,306
Total assets		4,135	4,135
Creditors: amounts falling due after more than one year	4	(10,428)	(10,428)
Net liabilities		(6,293)	(6,293)
Capital and reserves			
Called up share capital	5	10	10
Profit and loss account	1	(6,303)	(6,303)
Shareholders' funds		(6,293)	(6,293)

These financial statements were approved by the board of directors on its behalf by: *16 May* 2001 and were signed on

David Duncan

David 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 company's financial statements.

Basis of preparation

The financial statements have been prepared under the historical cost accounting rules.

The company is exempt from the requirement of Financial Reporting Standard No.1 (revised) to prepare a cash flow statement as it is a wholly owned subsidiary undertaking of Barchester Healthcare plc, and its cash flows are included within the consolidated cash flow statement of that company.

The company is exempt by virtue of s228 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.

Profit and loss account

During the financial year and the 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.

2 Fixed asset investments

<i>Cost</i>	Shares in subsidiary undertaking £000
At 31 December 1999 and 31 December 2000	2,829

The company owns 100% of the ordinary share capital of Community Clean Limited (formerly Barchester Healthcare (Hull) Limited), a company registered in England, which is non-trading.

3 Debtors: due after one year

	2000 £000	1999 £000
Amounts owed by group undertakings	1,306	1,306

Notes (continued)

4 Creditors: amounts falling due after more than one year

	2000 £000	1999 £000
Amounts owed to parent and fellow subsidiary undertakings	10,428	10,428

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

5 Share capital

	2000 £000	1999 £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

6 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.

The company's ultimate parent undertaking is Barchester Healthcare plc, a company incorporated in Great Britain and registered in England.

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

Suite 201
 The Chambers
 Chelsea Harbour
 London
 SW10 0XF

No other group accounts include the results of the company.