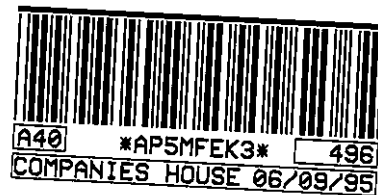


**CARE HAVEN LIMITED**  
**REPORT AND ACCOUNTS**  
**YEAR ENDED 31 MARCH 1995**



**CLARK WHITEHILL**  
**Chartered Accountants**

25 New Street Square London EC4A 3LN  
Telephone 0171-353 1577 Facsimile 0171-583 1720  
DX 0014 London Chancery Lane  
A member of Horwath International



**CARE HAVEN LIMITED**  
**REPORT OF THE DIRECTORS**  
**YEAR ENDED 31 MARCH 1995**

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**DIRECTORS:** S Dhandsa  
N Dhandsa  
J W White (Resigned 30 June 1994)  
A L Robinson  
S Manoharan  
S H Armstrong (Appointed 1 July 1994)

The directors have pleasure in presenting their report and accounts for the year ended 31 March 1995.

**RESULTS AND DIVIDENDS**

The results for the year are shown on page 4. The directors do not recommend the payment of a dividend.

**REVIEW OF THE BUSINESS AND FUTURE DEVELOPMENTS**

The company's performance has been adversely affected by a downturn in the volume of work undertaken and by contract overruns. The directors believe contracts currently in progress are more profitable.

**PRINCIPAL ACTIVITIES**

The principal activity of the company is design and project management.

**TANGIBLE FIXED ASSETS**

Details of changes in the fixed assets of the company are set out in note 7 to the accounts.

**DIRECTORS INTERESTS**

Messrs Manoharan and Armstrong had no interests in the share capital of the ultimate parent company at any time during the year.

All the other directors at 31 March 1995 are also directors of the ultimate parent company. Their interests are disclosed in that company's accounts.

**AUDITORS**

The auditors, Clark Whitehill, will retire at the forthcoming Annual General Meeting and offer themselves for re-appointment.

By Order of the Board

*Robert Armstrong*

Secretary

**CARE HAVEN LIMITED**  
**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

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Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the company's state of affairs at the end of the year and of its profit or loss for the period. In preparing those accounts 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 accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to assume 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 accounts 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 or other irregularities.



# CLARK WHITEHILL

## Chartered Accountants

25 New Street Square London EC4A 3LN  
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### AUDITORS' REPORT

#### TO THE SHAREHOLDERS OF CARE HAVEN LIMITED

We have audited the accounts on pages 4 to 11 which have been prepared under the accounting policies set out on page 6 and 7.

#### Respective Responsibilities of Directors and Auditors

As described on page 2 the company's directors are responsible for the preparation of accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 the information in the accounts.

#### Unqualified Opinion

In our opinion, the accounts give a true and fair view of the state of the company's affairs at 31 March 1995 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Clark Whitehill*

Chartered Accountants  
and Registered Auditor

26 June 1995

**CARE HAVEN LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 MARCH 1995**

	Notes	1995 £	1994 £
<b>TURNOVER</b>	2	<b>5,289,885</b>	<b>7,519,265</b>
Cost of Sales		<u>4,952,679</u>	<u>6,387,073</u>
<b>GROSS PROFIT</b>		<b>337,206</b>	<b>1,132,192</b>
Administrative expenses		<u>(571,426)</u>	<u>(910,554)</u>
<b>OPERATING (LOSS)/PROFIT</b>	4	<b>(234,220)</b>	<b>221,638</b>
Interest payable and similar charges	5	<u>(17,909)</u>	<u>(7,553)</u>
<b>(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		<b>(252,129)</b>	<b>214,085</b>
Tax on (loss)/profit on ordinary activities	6	<u>-</u>	<u>-</u>
<b>RETAINED PROFIT FOR THE YEAR</b>		<b>(259,129)</b>	<b>214,085</b>
<b>RETAINED PROFIT AT 1 APRIL 1994</b>		<b>552,837</b>	<b>338,752</b>
(Loss)/profit for the year		<u>(252,129)</u>	<u>214,085</u>
<b>RETAINED PROFIT AT 31 MARCH 1995</b>		<b><u>300,708</u></b>	<b><u>552,837</u></b>

The profit and loss account contains all the gains and losses recognised in the year and the retained loss for the year represents the total movement in shareholders funds.

The notes on pages 6 to 11 form part of these accounts.

## CARE HAVEN LIMITED

## BALANCE SHEET

31 MARCH 1995

	Notes	£	1995 £	1994 £
<b>FIXED ASSETS</b>				
Tangible assets	7		102,573	97,018
<b>CURRENT ASSETS</b>				
Stocks	8	92,967		27,474
Debtors	9	2,268,037		2,188,765
Cash at bank and in hand		457		336,526
		2,361,461		2,552,765
<b>CREDITORS: amounts falling due within one year</b>	10	<u>2,111,442</u>		<u>2,053,744</u>
<b>NET CURRENT ASSETS</b>			<u>250,019</u>	<u>499,021</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>352,592</b>	<b>596,039</b>
<b>CREDITORS: amounts falling due after more than one year</b>	11		<u>41,884</u>	<u>33,202</u>
<b>NET ASSETS</b>			<u><b>310,708</b></u>	<u><b>562,837</b></u>
Financed by:				
<b>CAPITAL AND RESERVES</b>				
Called up share capital	12		10,000	10,000
Profit and loss account			<u>300,708</u>	<u>552,837</u>
<b>EQUITY SHAREHOLDERS' FUNDS</b>			<u><b>310,708</b></u>	<u><b>562,837</b></u>

Approved by the board on 26/6/95  
and signed on its behalf:

 } Directors

The notes on pages 6 to 11 form part of these accounts.

CARE HAVEN LIMITED  
NOTES TO THE ACCOUNTS  
YEAR ENDED 31 MARCH 1995

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**1. ACCOUNTING POLICIES**

**a) Basis of Accounting**

These accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

**b) Depreciation**

Depreciation is provided on all tangible fixed assets in use, at rates calculated to write off the cost, in equal annual instalments of each asset over its expected useful life, as follows:

Motor vehicle	- 25%
Office equipment	- 20% - 33 1/3%
Plant, tools & equipment	- 20%

**c) Stocks and Work in Progress**

Stocks and work-in-progress are valued at the lower of cost and net realisable value. Cost is determined on a 'first in, first out' basis and in the case of work-in-progress and finished goods includes all direct expenditure and production and other overheads, based on normal levels of activity, incurred in bringing products to their present location and condition.

**d) Long Term Contracts**

The amounts of profit attributable to the stage of a long term contract is recognised when the outcome of the contract can be established with reasonable certainty. Turnover for such contracts is stated at cost appropriate to their stage of completion plus attributable profits. Provision is made for any losses which are foreseen.

Where payments on account exceed cumulative turnover, the excess is classified as a deduction from any balance on that contract in stocks, with any residual balance in excess of cost being classified within creditors.

Amounts recoverable on contracts, which are included in debtors, are stated at cost plus attributable profit less any foreseeable losses.

**e) Deferred Taxation**

Deferred taxation is accounted for using the liability method on all material timing differences to the extent that it is probable that liabilities or assets will crystallise. Timing differences are taxable items, allowances or reliefs which are given effect to in taxation periods different from those in which they have effect in accounts. They comprise mainly accelerated tax depreciation allowances and short term timing differences.

**CARE HAVEN LIMITED**  
**NOTES TO THE ACCOUNTS (CONTINUED)**  
**YEAR ENDED 31 MARCH 1995**

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**1. ACCOUNTING POLICIES (CONTINUED)**

**f) Leased Assets**

Where the company has entered into finance leases, the obligations to the lessor are shown as part of borrowing and the rights in the corresponding assets are treated in the same way as owned fixed assets. Leases are regarded as finance leases where their terms transfer to the lessee substantially all the benefits and burdens of ownership other than the right to legal title. Rentals payable under operating leases are charged to the profit and loss account as incurred. Assets held under hire purchase contracts are accounted for as if held under finance leases.

**g) Cash Flow Statement**

The company has not prepared a cash flow statement because it has taken advantage of the FRS 1 exemption from so doing on the basis that it is a wholly owned subsidiary and its ultimate parent company, Associated Nursing Services plc, has included such a statement in its own accounts.

**2. TURNOVER**

Turnover represents amounts invoiced to customers less trade discounts and excluding VAT. All turnover arises entirely in the United Kingdom.

**3. DIRECTORS AND STAFF**

	1995	1994
	£	£
<b>a) Directors' emoluments:</b>		
For executive services	50,745	54,280
Compensation for loss of office	18,170	-
	<u>68,915</u>	<u>54,280</u>
 Emoluments for executive services excluding pension contributions:		
Chairman	Nil	Nil
Highest paid director	34,072	52,940
 Other directors:	No.	No
£Nil - £5,000	3	4
£10,001 - £15,000	<u>1</u>	<u>-</u>



CARE HAVEN LIMITED  
NOTES TO THE ACCOUNTS (CONTINUED)  
YEAR ENDED 31 MARCH 1995

**3. DIRECTORS AND STAFF (CONTINUED)**

<b>b) Staff costs for all employees including directors:</b>	<b>1995</b>	<b>1994</b>
	<b>£</b>	<b>£</b>
Wages and salaries	513,077	447,298
Social security costs	44,767	44,594
Other pension costs	1,041	4,367
	<u>558,885</u>	<u>496,259</u>

The weekly average number of employees during the year was 26 (1994 - 34).

<b>4. OPERATING PROFIT</b>	<b>1995</b>	<b>1994</b>
	<b>£</b>	<b>£</b>
This is stated after charging:		
Auditors' remuneration	7,000	4,500
Depreciation:		
On owned assets	12,450	16,986
On assets held under hire purchase contracts	25,958	23,707
	<u>45,408</u>	<u>45,193</u>

**5. INTEREST PAYABLE**

Bank loans and overdrafts	9,889	-
Hire purchase	8,020	7,553
	<u>17,909</u>	<u>7,553</u>

**6. TAX ON PROFIT ON ORDINARY ACTIVITIES**

Based on the profit for the year:

Corporation tax at 33%	-	-
	<u>-</u>	<u>-</u>

As a result of the loss for the year, there is no tax charge.

CARE HAVEN LIMITED  
NOTES TO THE ACCOUNTS (CONTINUED)  
YEAR ENDED 31 MARCH 1995

7. TANGIBLE FIXED ASSETS

	Motor Vehicles £	Plant, Tools & Equipment £	Office Equipment £	Computers £	Total £
Cost					
1 April 1994	109,058	21,089	12,505	16,208	158,860
Additions	71,302	-	-	9,499	80,801
Disposals	(47,130)	(21,089)	(12,505)	(1,199)	(81,923)
<b>31 March 1995</b>	<b>133,230</b>	<b>-</b>	<b>-</b>	<b>24,508</b>	<b>157,738</b>
Depreciation					
1 April 1994	33,281	14,288	5,617	8,656	61,842
Charge for the year	27,783	4,084	2,501	4,040	38,408
Disposals	(18,295)	(18,372)	(8,118)	(300)	(45,085)
<b>31 March 1995</b>	<b>42,769</b>	<b>-</b>	<b>-</b>	<b>12,396</b>	<b>55,165</b>
Net Book Values					
<b>31 March 1995</b>	<b>90,461</b>	<b>-</b>	<b>-</b>	<b>12,112</b>	<b>102,573</b>
<i>1 April 1994</i>	<i>75,777</i>	<i>6,801</i>	<i>6,888</i>	<i>7,552</i>	<i>97,018</i>

Assets held under hire purchase contracts included within the heading 'motor vehicles' were as follows:

	1995 £	1994 £
Cost	125,930	101,758
Accumulated depreciation	(36,077)	(30,848)
Net Book Value	89,853	70,910

8. STOCKS

Long term contract balances	92,967	27,474
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Long term contract balances comprise net costs less foreseeable losses.

**CARE HAVEN LIMITED**  
**NOTES TO THE ACCOUNTS (CONTINUED)**  
**YEAR ENDED 31 MARCH 1995**

<b>9. DEBTORS</b>	<b>1995</b>	<b>1994</b>
	<b>£</b>	<b>£</b>
Trade debtors	476,398	462,813
Amounts recoverable on contracts	282,435	78,387
Amounts owed by group undertakings	975,531	1,482,624
Other debtors	484,620	140,178
Prepayments and accrued income	49,053	24,763
	<u>2,268,037</u>	<u>2,188,765</u>

**10. CREDITORS:**

amounts falling due within one year

Bank overdraft	880,291	-
Trade creditors	662,734	810,706
Amounts owed to group undertakings	10,098	421,210
Other creditors	12,292	12,292
Other taxes and social security costs	33,930	14,647
Hire purchase liabilities	45,502	33,326
Accruals and deferred income	16,306	83,889
Construction accruals	450,289	677,674
	<u>2,111,442</u>	<u>2,053,744</u>

**11. CREDITORS:**

amounts falling due after more than one year

Hire purchase liabilities repayable:

Between one and two years	28,858	22,876
Between two and five years	13,026	10,326
	<u>41,884</u>	<u>33,202</u>

CARE HAVEN LIMITED  
NOTES TO THE ACCOUNTS (CONTINUED)  
YEAR ENDED 31 MARCH 1995

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<b>12. SHARE CAPITAL</b>	<b>1995</b>	<b>1994</b>
	<b>£</b>	<b>£</b>
Authorised		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Issued		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

**13. ULTIMATE PARENT COMPANY**

The ultimate parent company is Associated Nursing Services plc, a company registered in England and Wales, the accounts of which are available from The Company Secretary, Associated Nursing Services plc, No.1 Battersea Square, London SW11 3PZ.

**14. PENSION COSTS**

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administrated fund. The pension costs charge represents contributions payable by the company to the fund and amounted to £1,041 (1994: £4,367) for the year.