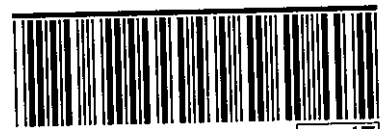


**Tunbridge Wells Independent Hospital Limited**  
**(formerly Ashurst Park Independent Hospital Limited)**

**Annual report**  
**for the year ended 1 October 1995**

2345011

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# **Tunbridge Wells Independent Hospital Limited** <sup>1</sup> **(formerly Ashurst Park Independent Hospital Limited)**

## **Directors and advisers**

### **Executive directors**

**G Smith (Chairman)**

**I Fozard**

**G R Stevens**

### **Secretary and registered office**

**D R Morris**  
Bridge House  
Outwood Lane  
Horsforth  
LEEDS  
LS18 4UP

### **Registered Auditors**

**Coopers & Lybrand**  
Albion Court  
5 Albion Place  
LEEDS  
LS1 6JP

### **Solicitors**

**Walker Morris**  
Kings Court  
King Street  
LEEDS  
LS1 2HL

### **Bankers**

**Midland Bank plc**  
2 Cloth Hall Street  
HUDDERSFIELD  
HD1 2ES

# **Tunbridge Wells Independent Hospital Limited** 2 **(formerly Ashurst Park Independent Hospital Limited)**

## **Directors' report for the year ended 1 October 1995**

The directors present their report and the audited financial statements for the year ended 1 October 1995

### **Change of name**

The Company changed its name to Tunbridge Wells Independent Hospital Limited on 21 October 1994.

### **Principal activities**

The Company is engaged in the operation and administration of a private hospital.

### **Review of business**

The results of the Company for the year are set out on page 6.

On 21 July 1995 the whole of the issued share capital of the company was acquired by Goldsbrough Limited, a subsidiary of Goldsbrough Healthcare plc. The company was previously a subsidiary of Independent British Healthcare PLC.

The directors consider the year end financial position and the future prospects to be satisfactory.

### **Dividends and transfers to reserves**

The directors do not propose the payment of a dividend. The profit retained in the Company for the year of £36,000 (1994 : £371,000) will be transferred to reserves.

### **Directors**

The directors of the company who served during the period were as follows:

V Sarsfield	(resigned 24 July 1995)
B Chadwick	(resigned 24 July 1995)
E Hemming	(resigned 24 July 1995)
D Preston	(resigned 24 July 1995)
G Smith	(appointed 24 July 1995)
I Fozard	(appointed 24 July 1995)
G R Stevens	(appointed 4 September 1995)

# **Tunbridge Wells Independent Hospital Limited** **(formerly Ashurst Park Independent Hospital Limited)**

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## **Directors' interests in shares of the company**

The directors holding office at 1 October 1995 had no interest in the shares of the company at that date or at any time during the period. The interests of the directors holding office at 1 October 1995 in the shares of the ultimate parent company, Goldsborough Healthcare PLC, are set out in the financial statements of that company.

## **Changes in fixed assets**

The movements in fixed assets during the period are set out in note 9 to the financial statements.

## **Taxation status**

In the opinion of the directors the company is not a close company within the provisions of the Income and Corporation Taxes Act 1988.

## **Insurance of officers**

Following acquisition of the company, the ultimate parent company maintained an insurance policy to indemnify directors and officers of that company and of its subsidiary companies against liabilities in relation to those companies.

## **Auditors**

A resolution to reappoint the auditors, Coopers & Lybrand, will be proposed at the annual general meeting.

**By order of the board**



**D R Morris**  
**Company Secretary**  
Leeds  
22 January 1996

# **Tunbridge Wells Independent Hospital Limited**

## **(formerly Ashurst Park Independent Hospital Limited)**

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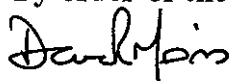
### **Statement of directors' responsibilities**

The directors are required by UK company law to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company as at the end of the financial year and of the profit or loss of the company for that period.

The directors confirm that suitable accounting policies have been used and applied consistently and reasonable and prudent judgements and estimates have been made in the preparation of the financial statements for the year ended 1 October 1995. The directors also confirm that applicable accounting standards have been followed and that the financial statements have been prepared on the going concern basis.

The directors are responsible for keeping proper accounting records, for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**By order of the board**



**D R Morris**

**Company secretary**

22 January 1996

# **Report of the auditors to the members of Tunbridge Wells Independent Hospital Limited (formerly Ashurst Park Independent Hospital Limited)**

We have audited the financial statements on pages 6 to 14.

## **Respective responsibilities of directors and auditors**

As described on page 4 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements 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 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 at 1 October 1995 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Coopers & Lybrand.*

**Chartered Accountants and Registered Auditors**  
22 January 1996

# Tunbridge Wells Independent Hospital Limited 6 (formerly Ashurst Park Independent Hospital Limited)

## Profit and loss account for the year ended 1 October 1995

	Notes	1995 £'000	1994 £'000
Turnover	2	3,785	3,389
Cost of sales		(1,940)	(1,836)
<b>Gross profit</b>		<b>1,845</b>	<b>1,553</b>
Net operating expenses		(1,255)	(1,107)
<b>Operating profit</b>		<b>590</b>	<b>446</b>
Interest payable and similar charges	5	(4)	(13)
<b>Profit on ordinary activities before taxation</b>	2,6	<b>586</b>	<b>433</b>
Tax on profit on ordinary activities	7	(49)	(62)
<b>Profit after tax on ordinary activities</b>		<b>537</b>	<b>371</b>
Dividends	8	(501)	-
<b>Retained profit for the year</b>	16	<b>36</b>	<b>371</b>

All of the companies activities during the year have been in respect of continuing operations.

The company has no recognised gains and losses other than the profit above and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the profit on ordinary activities before taxation and the retained profit for the year stated above, and their historical cost equivalents.

# Tunbridge Wells Independent Hospital Limited 7

## (formerly Ashurst Park Independent Hospital Limited)

### Balance sheet at 1 October 1995

	Notes	1995 £'000	1994 £'000
<b>Fixed assets</b>			
Tangible assets	9	<u>309</u>	<u>280</u>
<b>Current assets</b>			
Stocks	10	121	125
Debtors	11	720	908
Cash at bank and in hand		<u>95</u>	<u>-</u>
		<u>936</u>	<u>1,033</u>
<b>Creditors: amounts falling due within one year</b>	12	<u>(790)</u>	<u>(864)</u>
<b>Net current assets</b>		<u>146</u>	<u>169</u>
<b>Total assets less current liabilities</b>		<u>455</u>	<u>449</u>
<b>Provisions for liabilities and charges</b>	13	<u>-</u>	<u>(30)</u>
<b>Net assets</b>		<u><u>455</u></u>	<u><u>419</u></u>
<b>Capital and reserves</b>			
Called up share capital	15	-	-
Profit and loss account	16	<u>455</u>	<u>419</u>
<b>Equity shareholders' funds</b>	17	<u><u>455</u></u>	<u><u>419</u></u>

The financial statements on pages 6 to 14 were approved by the board of directors on 22 January 1996 and were signed on its behalf by:

**G Smith**  
Director





## **Notes to the financial statements for the year ended 1 October 1995**

### **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, which have been applied consistently, is set out below.

#### **Basis of accounting**

The financial statements are prepared in accordance with the historical cost convention.

#### **Cashflow statement**

As permitted by Financial Reporting Standard No 1, no cashflow statement is provided as the company is a wholly owned subsidiary undertaking of a company incorporated in the UK.

#### **Tangible fixed assets**

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated so as to write off the cost of tangible fixed assets on a straight line basis over their expected useful lives. The annual rate used for this purpose is:

Medical equipment, fixtures and fittings	10%
--	-----

#### **Pension costs**

The company pays contributions to personal money purchase schemes for eligible employees, and accounts for the amount due in each period as a cost in the profit and loss account.

#### **Operating leases**

Costs in respect of operating leases are charged on a straight line basis over the lease term.

#### **Taxation**

The charge for taxation is based on the profit for the period and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Provision is made for deferred tax only to the extent that it is probable that an actual liability will crystallise.

# Tunbridge Wells Independent Hospital Limited

(formerly Ashurst Park Independent Hospital Limited)

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## Stocks

Stocks are stated at the lower of cost and net realisable value.

## Turnover

Turnover, all of which arises in the UK, is derived from the provision of services to patients during the year.

## 2 Turnover and profit on ordinary activities before taxation

Turnover and profit on ordinary activities before taxation arise wholly in the United Kingdom and are attributable to one continuing activity, the provision of medical care.

## 3 Directors' emoluments

No remuneration was paid to the directors of the company during the current year or previous year.

## 4 Employee information

The average number of person employed by the company (including directors) during the year, analysed by category, was as follows:

	1995 Number	1994 Number
Nursing	51	48
Administration	11	14
Ancillary	24	26
	—	—
	86	88
	=	=

The aggregate payroll costs were as follows:

	1995 £'000	1994 £'000
Wages and salaries	1,124	1,140
Social security costs	95	98
Other pension costs (note 14)	12	11
	—	—
	1,231	1,249
	=	=

# Tunbridge Wells Independent Hospital Limited

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## (formerly Ashurst Park Independent Hospital Limited)

### 5 Interest payable and similar charges

	1995 £'000	1994 £'000
On bank loans, overdrafts and other loans wholly repayable within five years not by instalments	4	13
	=	=

### 6 Profit on ordinary activities before taxation

	1995 £'000	1994 £'000
Profit on ordinary activities before taxation is stated after charging		
Auditors' remuneration	-	5
Depreciation on tangible fixed assets	59	35
Land and buildings - operating leases	441	441
	=	=

Auditors' remuneration in the current year is borne by a fellow subsidiary undertaking.

### 7 Tax on profit on ordinary activities

	1995 £'000	1994 £'000
United Kingdom corporation tax at 33% (1994 : 33%) on profit for the year on ordinary activities	79	4
Deferred	(30)	(11)
Over provision in respect of prior years:	-	69
	=	=
	49	62
	=	=

The tax charge for the year has been reduced to reflect an amount receivable from the previous holding company in respect of the corporation tax liability up to the corporation tax liability up to the date of disposal.

### 8 Dividends

	1995 £'000	1994 £'000
Ordinary dividend of £250,445 per ordinary share (1994 : Nil)	501	-
	=	=

# Tunbridge Wells Independent Hospital Limited

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## (formerly Ashurst Park Independent Hospital Limited)

### 9 Tangible fixed assets

	Leasehold land and buildings	Medical equipment, fixtures and fittings	Total
	£'000	£'000	£'000
<b>Cost</b>			
At 1 October 1994	12	320	332
Additions	4	160	164
Disposals	-	(102)	(102)
	<u>16</u>	<u>378</u>	<u>394</u>
<b>At 1 October 1995</b>	<b>16</b>	<b>378</b>	<b>394</b>
<b>Depreciation</b>			
At 1 October 1994	-	51	51
Charge for year	-	59	59
On disposals		(25)	(25)
	<u>-</u>	<u>85</u>	<u>85</u>
<b>At 1 October 1995</b>	<b>-</b>	<b>85</b>	<b>85</b>
<b>Net book value</b>			
At 1 October 1995	<u>16</u>	<u>293</u>	<u>309</u>
At 30 September 1994	<u>12</u>	<u>268</u>	<u>280</u>

Included in the cost of medical equipment and fixtures and fittings is £Nil (1994 : £100,209) of capitalised revenue expenditure incurred on the hospital prior to opening.

### 10 Stocks

	1995 £'000	1994 £'000
Pharmaceutical stocks and consumables	<u>121</u>	<u>125</u>

# Tunbridge Wells Independent Hospital Limited 12 (formerly Ashurst Park Independent Hospital Limited)

## 11 Debtors

	1995 £'000	1994 £'000
Trade debtors	484	398
Amounts owed by parent and fellow subsidiary undertakings	40	483
Prepayments and accrued income	22	27
Other debtors	174	-
	<u>720</u>	<u>908</u>
	<u>720</u>	<u>908</u>

## 12 Creditors: amounts falling due within one year

	1995 £'000	1994 £'000
Bank overdrafts	-	171
Trade creditors	218	122
Amounts owed to parent and fellow subsidiary undertakings	202	420
Corporation tax	224	31
Other creditors	49	26
Accruals and deferred income	97	94
	<u>790</u>	<u>864</u>
	<u>790</u>	<u>864</u>

# Tunbridge Wells Independent Hospital Limited

13

## (formerly Ashurst Park Independent Hospital Limited)

### 13 Provisions for liabilities and charges

The movement on the deferred tax provision is as follows:

	£'000
At 1 October 1994	30
Profit and loss account	(30)
	—
At 1 October 1995	-
	=

The amounts provided for deferred taxation and the amounts not provided are set out below:

	Amount provided		Amount unprovided	
	1995	1994	1995	1994
	£'000	£'000	£'000	£'000
Accelerated capital allowances	-	30	-	-
	=	=	=	=

### 14 Pension and similar obligations

The company contributes to a money purchase scheme for certain employees. Payment arrangements are variable with contributions made by both the company and employees. In addition the company contributes towards a number of personal pension schemes. The total pension cost to the company in the year amounted to £12,000 (1994: £11,000).

### 15 Called up share capital

	1995	1994
	£'000	£'000
<b>Authorised</b>		
200,000 ordinary shares of 50 pence	100	100
	=	=
<b>Allotted, called up and fully paid</b>		
2 ordinary shares of 50p each	-	-
	=	=

# Tunbridge Wells Independent Hospital Limited

14

## (formerly Ashurst Park Independent Hospital Limited)

### 16 Profit and loss account

	1995 £'000
At 1 October 1994	419
Retained profit for the year	36
	<hr/>
At 1 October 1995	455
	<hr/>

### 17 Reconciliation of movements in shareholders' funds

	1995 £'000	1994 £'000
Retained profit for the year	36	371
Opening shareholders' funds	419	48
	<hr/>	<hr/>
Closing shareholders' funds	455	419
	<hr/>	<hr/>

### 18 Contingent liabilities

The company guarantees the bank borrowings of other group companies; the amount outstanding at the year end was £35,000,000. At 30 September 1994 the company guaranteed bank borrowings of £20,000,000 which related to its group companies at that time.

### 19 Financial commitments

At 1 October 1995 the company had annual commitments under non-cancellable operating leases as follows:

	1995 Land and buildings £'000	1994 Land and buildings £'000
Expiring in over five years	441	441
	<hr/>	<hr/>

### 20 Ultimate parent company

The ultimate parent company is Goldsborough Healthcare PLC, a company registered in England and Wales. Copies of that company's consolidated financial statements may be obtained from The Secretary, Goldsborough Healthcare PLC, Bridge House, Outwood Lane, Horsforth, Leeds, LS18 4UP.