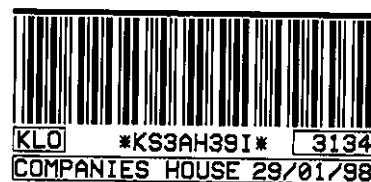


REGISTERED NUMBER: 2351631 (England and Wales)

Abbreviated Financial Statements
for the Year Ended 31 March 1997
for
Independent Care Management Limited



Independent Care Management Limited

**Index to the Abbreviated Financial Statements
for the Year Ended 31 March 1997**

	Page
Company Information	1
Report of the Auditors on the Abbreviated Financial Statements	2
Abbreviated Balance Sheet	3
Notes to the Abbreviated Financial Statements	4

Independent Care Management Limited

Company Information
for the Year Ended 31 March 1997

DIRECTORS:

F.J. Hollendoner
A.D. Stevensen
E.G. Bachrach

SECRETARY:

RB Secretariat Limited

REGISTERED OFFICE:

Beaufort House
10th Floor
15 St. Botolph Street
LONDON EC3A 7BE

REGISTERED NUMBER:

2351631 (England and Wales)

AUDITORS:

Anderson Associates
Registered Auditor
Certified Accountants
80 Ebury Street
London
SW1W 9QD

Independent Care Management Limited

**Report of the Auditors to
Independent Care Management Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements on pages three to six, together with the full financial statements of the company for the year ended 31 March 1997 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

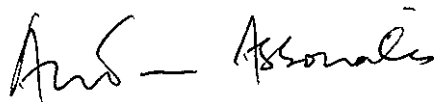
In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to six are properly prepared in accordance with those provisions.

Other information

On 21 January 1998 we reported, as auditors to the shareholders of the company on the financial statements for the year ended 31 March 1997 prepared under Section 226 of the Companies Act 1985, and our report included the following paragraph:

"Going concern

In forming our opinion we have considered the adequacy of the disclosures made in note 1 to the accounts concerning the appropriateness of the going concern basis. The accounts have been prepared on a going concern basis and do not include any adjustments which would result should additional funding, if required, not be made available by the directors. Our opinion is not qualified in this respect."



Anderson Associates
Registered Auditor
Certified Accountants
80 Ebury Street
London
SW1W 9QD

Dated: 21 January 1998

Independent Care Management Limited

Abbreviated Balance Sheet

31 March 1997

		31.3.97		31.3.96	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		5,841		24,180
CURRENT ASSETS:					
Debtors		36,879		70,099	
Cash at bank and in hand		10,791		2,635	
		<u>47,670</u>		<u>72,734</u>	
CREDITORS: Amounts falling due within one year		<u>163,094</u>		<u>145,480</u>	
NET CURRENT LIABILITIES:			<u>(115,424)</u>		<u>(72,746)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			(109,583)		(48,566)
CREDITORS: Amounts falling due after more than one year			<u>13,469</u>		<u>15,006</u>
			<u>£(123,052)</u>		<u>£(63,572)</u>
CAPITAL AND RESERVES:					
Called up share capital	3		188,000		188,000
Profit and loss account			<u>(311,052)</u>		<u>(251,572)</u>
Shareholders' funds (including non-equity interests)			<u>£(123,052)</u>		<u>£(63,572)</u>

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:



F.J. Hollendoner - DIRECTOR

Approved by the Board on 29 January 1998

Independent Care Management Limited

Notes to the Abbreviated Financial Statements for the Year Ended 31 March 1997

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc	- 33% on cost
-------------------------	---------------

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account as incurred.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Fundamental accounting concept

The accounts are prepared on the going concern basis. In circumstances where the going concern basis is invalid adjustments would have to be made to reduce the value of assets to their realisable amount, to provide for any further liabilities which might arise, and to reclassify fixed assets and long term liabilities as current assets and liabilities.

Independent Care Management Limited

Notes to the Abbreviated Financial Statements for the Year Ended 31 March 1997

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 April 1996	62,900
Additions	695
	<hr/>
At 31 March 1997	63,595
	<hr/>
DEPRECIATION:	
At 1 April 1996	38,719
Charge for year	19,035
	<hr/>
At 31 March 1997	57,754
	<hr/>
NET BOOK VALUE:	
At 31 March 1997	5,841
	<hr/> <hr/>
At 31 March 1996	24,180
	<hr/> <hr/>

3. CALLED UP SHARE CAPITAL

Authorised:				
Number:	Class:	Nominal value:	31.3.97	31.3.96
			£	£
1,264,000	'A' ordinary shares	10p	126,400	126,400
136,000	'B' and 'C' ordinary shares	10p	13,600	13,600
60,000	10% cum. redeemable pref.	£1	60,000	60,000
			<hr/>	<hr/>
			200,000	200,000
			<hr/> <hr/>	<hr/> <hr/>
 Allotted, issued and fully paid:				
Number:	Class:	Nominal value:	31.3.97	31.3.96
			£	£
1,264,000	'A' ordinary shares	10p	126,400	126,400
136,000	'B' and 'C' ordinary shares	10p	13,600	13,600
48,000	10% cum. redeemable pref.	£1	48,000	48,000
			<hr/>	<hr/>
			188,000	188,000
			<hr/> <hr/>	<hr/> <hr/>

The preference shares were due to have been redeemed out of available profits at their nominal value plus any arrears of dividends at 30 June 1992. On a winding up the preference shares take priority over the ordinary shares and the amount receivable by the shareholders would be the nominal value plus any arrears of dividends. Preference shareholders may only vote on any resolution affecting the class rights attached to such shares. Preference dividends are outstanding in respect of amounts due to be paid in June in the years 1992 to 1997 inclusive.

Independent Care Management Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 March 1997**

4. TRANSACTIONS WITH DIRECTORS

Three directors of the company, F.J.Hollendoner, E.G.Bachrach, and A.D.Stevenson are directors of Chichester Independent Hospital Ltd and Haywards Heath Independent Hospital Ltd which were supplied with project development, commissioning and management services in respect of Chichester Independent Hospital Ltd to the value of £54,440 (1996 - £89,163) and in respect of Haywards Heath Independent Hospital Ltd to the value of £64,000 (1996 - £64,720).