

**CLEARLINK LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31 MARCH 2004**

**Registration Number: 3080995**



**CLEARLINK LIMITED**

**COMPANY INFORMATION**

DIRECTORS :	Dr. S. M. Feldman Dr. D. C. Hurwitz Dr. S. J. Ledger Dr. K. L. Logan Dr. S. C. Gogna
SECRETARY:	Dr. S. M. Feldman
COMPANY NUMBER:	3080995
REGISTERED OFFICE:	Ramsay House 18 Vera Avenue Grange Park London N21 1RB
BANKERS:	HSBC Bank Plc Queen Street Morley Leeds LS27 8DY
AUDITORS :	Ramsay Brown and Partners Ramsay House 18 Vera Avenue Grange Park London N21 1RB

**CLEARLINK LIMITED**

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**CLEARLINK LIMITED**  
**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31 MARCH 2004**

The directors present their report and the financial statements for the year ended 31 March 2004.

**Principal Activity**

The principal activity of the company continues to be that of property investment and rental.

**Directors and their Interests**

The directors who served during the year and their interests in the company are as stated below:

	<b><u>1,000 Ordinary shares</u></b>	
	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b>or date of appointment</b>	
Dr. S. M. Feldman	2	2
Dr. D. C. Hurwitz	2	2
Dr. S. J. Ledger	2	2
Dr. K. L. Logan	2	2
Dr. S. C. Gogna	2	2

**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 the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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 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 financial statements 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 and other irregularities.

**Auditors**

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Ramsay Brown and Partners be reappointed as auditors of the company will be put to the Annual General Meeting.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

**CLEARLINK LIMITED**

**DIRECTORS' REPORT**

**FOR THE YEAR ENDED 31 MARCH 2004**

This report was approved by the Board on ..... *Sept 04* ..... and signed on its behalf by

.....  
**Dr. S. M. Feldman**  
**Secretary**

**CLEARLINK LIMITED**

**INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF  
CLEARLINK LIMITED**

We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

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**

As described on page 1, the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 if, in our opinion, the director's 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 director's remuneration and transactions with the company is not disclosed.

We read the director's report and consider the implications for our report if we become aware of any apparent misstatements within it.

**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 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 March 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Ramsay House, 18 Vera Avenue  
Grange Park, London N21 1RB

Date.....Sept 04.....

Ramsay Brown and Partners  
**Chartered Accountants**

**Registered Auditor**

**CLEARLINK LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 MARCH 2004**

		<b><u>Continuing operations</u></b>	
		<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>Notes</u></b>	<b><u>£</u></b>	<b><u>£</u></b>
<b>Turnover</b>	<b>2</b>	234,496	214,326
Administrative expenses		(74,692)	(70,025)
<b>Operating profit</b>	<b>3</b>	159,804	144,301
Interest receivable and similar income		502	779
Interest payable and similar charges	<b>4</b>	(153,760)	(153,886)
<b>Retained profit/(loss) for the year</b>		6,546	(8,806)
Accumulated (loss) brought forward		(73,903)	(65,097)
<b>Accumulated (loss) carried forward</b>		(67,357)	(73,903)
<b>Statement of total recognised gains and losses</b>			
<b>Profit/(loss) on ordinary activities after taxation</b>		6,546	(8,806)
Prior year adjustment		-	167,134
<b>Total recognised gains since last annual report</b>		6,546	158,328

The notes on pages 6 to 9 form an integral part of these financial statements.

**CLEARLINK LIMITED**

**BALANCE SHEET**

**AS AT 31 MARCH 2004**

		<u>2004</u>	<u>2003</u>
	<u>Notes</u>	£	£
<b>Fixed Assets</b>			
Tangible assets	6	1,827,848	1,841,612
<b>Current Assets</b>			
Debtors	7	2,999	3,215
Cash at bank and in hand		27,690	21,196
		30,689	24,411
<b>Creditors: amounts falling due within one year</b>	8	(47,673)	(33,506)
<b>Net Current Liabilities</b>		(16,984)	(9,095)
<b>Total Assets Less Current Liabilities</b>		1,810,864	1,832,517
<b>Creditors: amounts falling due after more than one year</b>	9	(1,878,208)	(1,906,407)
<b>Deficiency of Assets</b>		(67,344)	(73,890)
<b>Capital and Reserves</b>			
Called up share capital	10	13	13
Profit and loss account		(67,357)	(73,903)
<b>Equity Shareholders' Funds</b>	11	(67,344)	(73,890)

The financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on and signed on its behalf by

.....  
**Dr. S. M. Feldman**  
Director

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The notes on pages 6 to 9 form an integral part of these financial statements.



**CLEARLINK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2004**

**1. Accounting Policies**

**1.1. Accounting convention**

The financial statements are prepared under the historical cost convention, and on the going concern basis as the directors have indicated their willingness to provide any financial support that the company may require.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

**1.2. Turnover**

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

**1.3. Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold land	-	Over 125 years
Buildings and Improvements	-	nil
Fixtures and fittings	-	10% straight line

**1.4 Government grants**

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

**2. Turnover**

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

**3. Operating profit**

	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b>£</b>	<b>£</b>
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	13,764	13,764
Auditors' remuneration	2,050	1,950
	<u>          </u>	<u>          </u>

**4. Interest payable and similar charges**

	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b>£</b>	<b>£</b>
On loans repayable in five years or more	153,760	153,886
	<u>          </u>	<u>          </u>

**CLEARLINK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2004**

**5. Directors' emoluments**

	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>
Remuneration	<b><u>35,392</u></b>	<b><u>37,112</u></b>

**6. Tangible fixed assets**

	<b><u>Long leasehold land</u></b>	<b><u>Long leasehold building &amp; improvements</u></b>	<b><u>Fixtures, fittings equipment</u></b>	<b><u>Total</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>	<b><u>£</u></b>	<b><u>£</u></b>
<b>Cost or valuation</b>				
At 1 April 2003 and 31 March 2004	<b><u>131,228</u></b>	<b><u>1,668,686</u></b>	<b><u>127,136</u></b>	<b><u>1,927,050</u></b>
<b>Depreciation</b>				
At 1 April 2003	<b><u>6,300</u></b>	<b><u>-</u></b>	<b><u>79,138</u></b>	<b><u>85,438</u></b>
Charge for the year	<b><u>1,050</u></b>	<b><u>-</u></b>	<b><u>12,714</u></b>	<b><u>13,764</u></b>
At 31 March 2004	<b><u>7,350</u></b>	<b><u>-</u></b>	<b><u>91,852</u></b>	<b><u>99,202</u></b>
<b>Net book values</b>				
At 31 March 2004	<b><u>123,878</u></b>	<b><u>1,668,686</u></b>	<b><u>35,284</u></b>	<b><u>1,827,848</u></b>
At 31 March 2003	<b><u>124,928</u></b>	<b><u>1,668,686</u></b>	<b><u>47,998</u></b>	<b><u>1,841,612</u></b>

The long leasehold building and improvements are stated in the accounts at the value calculated to represent the open market value, as determined by the directors of the company.

**7. Debtors**

	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>
Other debtors	<b><u>2,999</u></b>	<b><u>11</u></b>
Prepayments and accrued income	<b><u>-</u></b>	<b><u>3,204</u></b>
	<b><u>2,999</u></b>	<b><u>3,215</u></b>

**CLEARLINK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2004**

8.	<b><u>Creditors: amounts falling due within one year</u></b>	<b><u>2004</u></b> £	<b><u>2003</u></b> £
	Trade creditors	500	500
	Other taxes and social security costs	27,148	8,569
	Other creditors	-	7,012
	Accruals and deferred income	20,025	17,425
		<u>47,673</u>	<u>33,506</u>

9.	<b><u>Creditors: amounts falling due after more than one year</u></b>	<b><u>2004</u></b> £	<b><u>2003</u></b> £
	Loans	<u>1,878,208</u>	<u>1,906,407</u>

**Maturity of debt included above**

The loans included above fall due after more than five years and are not repayable by instalments.

Included are non-repayable government grants totalling £209,037 (2003:£222,512).

In accordance with the policy adopted on government grants, the amount recognised in the profit and loss account for the year in respect of government grants is £13,475 (2003:£13,475).

Also included in the above is a loan totalling £1,669,171 (2003 :£1,683,895), from the General Practice Finance Corporation Limited, which is secured on the land and buildings.

10.	<b><u>Share capital</u></b>	<b><u>2004</u></b> £	<b><u>2003</u></b> £
	<b>Authorised equity</b>		
	1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
	<b>Allotted, called up and fully paid equity</b>		
	13 Ordinary shares of £1 each	<u>13</u>	<u>13</u>

**CLEARLINK LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2004**

**11. Reconciliation of movements in shareholders' funds**

	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b><u>£</u></b>	<b><u>£</u></b>
Profit/(loss) for the year	6,546	(8,806)
Opening shareholders' funds	(73,890)	(65,084)
Closing shareholders' funds	<u>(67,344)</u>	<u>(73,890)</u>

**12. Related party transactions**

The De Keyser Group Practice consists of 7 General Practitioners, 5 of whom comprise the board of directors of Clearlink Limited. Included in other debtors is an amount of £2,988 due from the De Keyser Group Medical Practice. The Maximum outstanding during the year was £19,988. The amount receivable from the De Keyser Group Medical Practice in respect of rent for the year is £220,000 (2003:£200,000).