

CLEARLINK LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005

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
AUDITORS :	Ramsay Brown and Partners Ramsay House 18 Vera Avenue Grange Park London N21 1RB
BANKERS :	HSBC Bank Plc Queen Street Morley Leeds LS27 8DY

CLEARLINK LIMITED

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CLEARLINK LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2005

The directors present their report and the financial statements for the year ended 31 March 2005.

Principal activity

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

Results and dividends

The results for the year are set out on page 3.

Directors and their interests

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

	<u>Ordinary shares</u>	
	<u>31/03/05</u>	<u>01/04/04</u>
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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

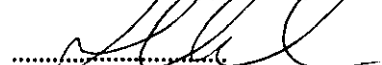
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets 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.

This report was approved by the Board on 25/11/06 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 3 to 7 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out on page 5.

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 2005 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.....27/1/06.....

Ramsay Brown and Partners
Chartered Accountants

Registered Auditor

CLEARLINK LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2005

		<u>2005</u>	<u>2004</u>
	<u>Notes</u>	<u>£</u>	<u>£</u>
Turnover	2	235,220	234,496
Administrative expenses		(52,806)	(74,692)
Operating profit	3	182,414	159,804
Other interest receivable and similar income		429	502
Interest payable and similar charges		(151,661)	(153,760)
Profit on ordinary activities before taxation		31,182	6,546
Tax on profit on ordinary activities		-	-
Profit on ordinary activities after taxation		31,182	6,546
Retained profit for the year		31,182	6,546
Accumulated loss brought forward		(67,357)	(73,903)
Accumulated loss carried forward		(36,175)	(67,357)

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 5 to 7 form an integral part of these financial statements.

CLEARLINK LIMITED

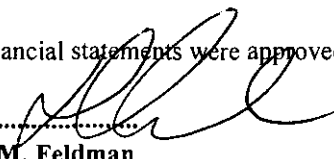
BALANCE SHEET

AS AT 31 MARCH 2005

		<u>2005</u>		<u>2004</u>	
	<u>Notes</u>	£	£	£	£
Fixed assets					
Tangible assets	5		1,814,084		1,827,848
Current assets					
Debtors	6	8,394		2,999	
Cash at bank and in hand		20,823		27,690	
		29,217		30,689	
Creditors: amounts falling due within one year	7	(37,026)		(47,673)	
Net current liabilities			(7,809)		(16,984)
Total assets less current liabilities			1,806,275		1,810,864
Creditors: amounts falling due after more than one year	8		(1,842,437)		(1,878,208)
Deficiency of assets			(36,162)		(67,344)
Capital and reserves					
Called up share capital	9		13		13
Profit and loss account			(36,175)		(67,357)
Shareholders' funds			(36,162)		(67,344)

The financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 25/1/06 and signed on its behalf by


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

The notes on pages 5 to 7 form an integral part of these financial statements.

CLEARLINK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

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
Building and Improvements	-	nil
Fixtures, fittings and equipment	-	10% straight line

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

	<u>2005</u>	<u>2004</u>
	£	£
Operating profit is stated after charging:		
Depreciation and other amounts written off tangible assets	13,764	13,764
Auditors' remuneration	2,235	2,050
	<u> </u>	<u> </u>

4. Directors' emoluments

	<u>2005</u>	<u>2004</u>
	£	£
Remuneration and other benefits	16,230	35,392
	<u> </u>	<u> </u>

CLEARLINK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005

5. <u>Tangible fixed assets</u>	<u>Long leasehold land</u>	<u>Long leasehold building & improvements</u>	<u>Fixtures, fittings and equipment</u>	<u>Total</u>
	£	£	£	£
Cost or valuation				
At 1 April 2004				
and at 31 March 2005	131,228	1,668,686	127,136	1,927,050
Depreciation				
At 1 April 2004	7,350	-	91,852	99,202
Charge for the year	1,050	-	12,714	13,764
At 31 March 2005	8,400	-	104,566	112,966
Net book values				
At 31 March 2005	122,828	1,668,686	22,570	1,814,084
At 31 March 2004	123,878	1,668,686	35,284	1,827,848

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.

6. <u>Debtors</u>	<u>2005</u>	<u>2004</u>
	£	£
Other debtors	2,999	2,999
Prepayments and accrued income	5,395	-
	<u>8,394</u>	<u>2,999</u>
7. <u>Creditors: amounts falling due within one year</u>	<u>2005</u>	<u>2004</u>
	£	£
Trade creditors	500	500
Other taxes and social security costs	17,781	27,148
Accruals and deferred income	18,745	20,025
	<u>37,026</u>	<u>47,673</u>

CLEARLINK LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005

8. <u>Creditors: amounts falling due after more than one year</u>	<u>2005</u> £	<u>2004</u> £
Loans	1,842,437	1,878,208

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 £195,562 (2004: £209,037).

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 (2004: £13,475).

Also included in the above is a loan totalling £1,646,875 (2004: £1,669,171) from the General Practice Finance Corporation Limited, which is secured on the land and buildings.

9. <u>Share capital</u>	<u>2005</u> £	<u>2004</u> £
Authorised		
1,000 Ordinary shares of 1 each	1,000	1,000
Allotted, called up and fully paid		
13 Ordinary shares of 1 each	13	13

10. 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 £2,988. The amount receivable from the De Keyser Group Medical Practice in respect of rent for the year is £220,000 (2004:£220,000).