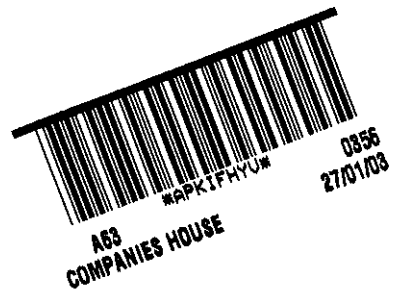


ST MARY'S CONVENT AND NURSING HOME (CHISWICK)

FINANCIAL STATEMENTS

Registered Charity Number: 1080751
Company Number: 3959483

YEAR ENDED 31 MARCH 2002



**ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
LIST OF DIRECTORS, ADVISORS AND MAIN ADDRESSES**

DIRECTORS	Miss Cynthia Boreham (Sister Cynthia Clare SSM) Mr T R Dibley Miss Jennifer Goodeve (Sister Jennifer Anne SSM) Mr J B Randle Mr R I Turner Miss Pamela Groombridge (Sister Mary Paul SSM) (appointed 8 December 2001)
SECRETARY	Mr D Darvill
ADDRESS	St Mary's Convent and Nursing Home (Chiswick) Burlington Lane Chiswick London W4 2QE
AUDITORS	PKF New Garden House 78 Hatton Garden London EC1N 8JA
SOLICITORS	Bircham Dyson Bell 50 Broadway Westminster London SW1H 0BL
BANKERS	National Westminster Bank Plc 135 Bishopsgate London EC2M 3UR
INVESTMENT MANAGERS	Carr Sheppards Crosthwaite 2 Gresham Street London EC2V 7QN

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

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ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
DIRECTORS' REPORT
YEAR ENDED 31 MARCH 2002

INTRODUCTION

The accounts accompanying this report are those of St Mary's Convent and Nursing Home (Chiswick).

CHARITY CONSTITUTION AND OBJECTS

The charitable company was incorporated on 24 March 2000 as a company limited by guarantee and is governed by its Memorandum and Articles of Association. The charitable company is a registered charity with registration number 1080751. The charitable company's objects are for the advancement of the Anglican Christian religion in particular:

- by providing residential home accommodation, nursing and other care facilities to members of the public, to members of the convent and to members of the charity;
- by the promotion and maintenance of public worship;
- by the promotion of religious and spiritual teaching.

The Directors, who also act as Trustees for the charitable activities of the charity, are shown at the front of the financial statements

PRINCIPAL ACTIVITIES

St Mary's Convent and Nursing Home, which has for many years been part of St Margaret's Convent (East Grinstead) has provided residential home and nursing home facilities in Chiswick since 1910. The residential home provides single rooms for retired residents. The nursing home provides care for the very old and those suffering from progressively disabling diseases.

HISTORY AND BACKGROUND

The Anglican Sisterhood of St Margaret was founded by John Mason Neale, who was warden of almshouses in East Grinstead, Sussex in 1855. He recruited and arranged training for women volunteers to go into the cottages of rural families to do nursing and welfare work. In 1910, the Society joined with another nursing sisterhood, the Community of St Mary and St John Evangelist, which had been actively supported by Florence Nightingale in its early years, and which ran a hospital for 'incurables' in Kensington Square.

Previously, in 1896, to give their 48 patients an environment free of London's soot and dust, the Community of St Mary and St John Evangelist bought a piece of land from the Duke of Devonshire in then-rural riverside Chiswick, and built the convent and hospital we see today. Today, there are 40 residents in the Nursing Home and 23 in the residential part of St Mary's cared for by 8 Sisters and 75 staff. The residents are aged from 65 to 101. Residents either have their own rooms or are cared for in two wards.

There is a full programme of activity – music and movements, art classes, hairdressing, physio, walks to the river or to Chiswick House, and expeditions in the Convent's minibus to nearby Wimbledon or Richmond Park. Friends of St Mary's organise entertainment – concerts in the chapel, visiting animals, magicians and talks on a variety of subjects. There is a convent dog cat and dog. The garden is well maintained and during the summer is a pleasure for all. It is the only Nursing Home of this kind within the Chiswick wards of the Borough of Hounslow, its local authority and one of the few in West London. There is considerable effort made to ensure the residents, where possible, are able to maintain their integration in the local community.

Locally St Mary's is known to provide comforting and caring surroundings for elderly relatives. Its reputation is high. There is a sense of community, of involvement of sharing their last days together with warm companionship. Some of the residents are paid for by Social Services, some pay from their own funds. Fees at St Mary's are kept well below levels at comparable facilities, consistent with our strictly not-for-profit charitable status.

AIMS

St Mary's Convent and Nursing Home aims are to:

- provide excellent personal and nursing care to its 63 older residents, in a homely environment, where they live as part of an extended Christian family, whilst also having the right to privacy and independence;

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
DIRECTORS' REPORT
YEAR ENDED 31 MARCH 2002
(Continued)

- provide care, delivered by skilled staff, underpinned by the core values of privacy, dignity, choice, rights, proper assessment of risk, respect, equality, fulfilment, independence and security, to a standard, which embraces fundamental principles of good practice and meets the requirements of the Care Standards Act 2000;
- recognise each resident as an individual and enable the resident to achieve the highest possible quality of life throughout their stay. Family and friends are welcome and are involved in care planning and delivery, providing the resident gives consent;
- enable the resident to experience a comfortable and peaceful death, surrounded by loved ones and caring staff.

The activities and fundamental ethos of St Mary's Convent and Nursing Home are:

- to provide nursing and residential care for residents, aged over 65 years, who are physically frail, disabled or require supervision due to mental and/or physical deterioration. The Home is staffed by registered nurses and care assistants, some of whom are undertaking NVQ level 2 and 3 in care, to provide this care;
- to provide holistic care for the residents, including meeting social and spiritual needs and this involves a varied activity programme throughout the week, both inside the Home and out. Staff, volunteers and paid contributors are involved in providing the programme;
- to provide a local Care Home for the older people of Chiswick and surrounding areas, so they do not have to move away for this facility, and can maintain local links and involvement if they wish. It is the only Care Home providing nursing in Chiswick;
- to enable the residents to live as independently as possible, in their own rooms, respecting their choices for decoration and room layout where practically possible;
- to provide assistance to residents if they need it, but to limit interventions to suit their needs and desires, ensuring they maintain control over their lives and enable them to take risks within a monitored and safe environment;
- to provide a homely, flexible and accepting environment where resident and their family and friends feel able to continue their relationships and enjoy family life, arranging and participating in any activities that are important to the resident's cultural, social or religious needs.

DEVELOPMENTS IN THE YEAR

In last year's Directors' report attention was drawn to the Care Standards Act 2000 and the associated National Minimum Standards for Care Homes for Older People. The Care Standards Act required all nursing home residents to have individual rooms with en-suite bathroom facilities. Because St Mary's has two open wards it was believed that it would lose its licence to operate as a nursing home unless the accommodation was altered to conform to the requirement of the Care Standards Act. After considering a number of studies prepared by Williams Surveyors and Richard Heath Architects Limited the Directors decided it would be necessary to construct an extension to accommodate the additional single rooms and at the same time make other changes to the existing structure to enhance the physical environment for residents and staff.

Planning permission was obtained for the construction work and in September 2001 a major fund raising effort was launched in order to raise a proportion of the budgeted cost of the project. The total cost of the project is expected to be £1.7 million and building work commenced on 23 September 2002.

On 23 July 2002 the health secretary, Alan Milburn, made a statement to the House of Commons which suggested some relaxation of the prescriptive guidelines laid down by the Care Standards Act and the National Minimum Standards for Care Homes for Older People. It is the Directors' view that the relaxation will not affect the need for residents to have individual rooms with en-suite bathroom facilities. Potential residents, their families and local authorities are increasingly reluctant to accept accommodation in an open ward and accordingly the need for the construction work remains as strong as ever. Whatever the relaxation of guidelines by central government the Directors are of the opinion that St Mary's would not retain its registration as a care home if it kept its open wards.

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
DIRECTORS' REPORT
YEAR ENDED 31 MARCH 2002
(Continued)

The current project will allow St Mary's to be rebuilt as a fit and proper facility for the 21st century. It will avoid the closure of a caring facility with a rich history and an established place in the West London community. Closure would be a devastating change for many of the elderly and often quite sick residents. The construction project will avert the threat of closure and ensure that St Mary's Convent and Nursing Home is able to continue to offer care and a safe community to the elderly as it has for over 100 years in Chiswick.

REVIEW OF THE YEAR

The financial statements cover the year ended 31 March 2002.

The property used by St Mary's Convent and Nursing Home is owned by St Margaret's Convent (East Grinstead) and occupied by St Mary's Convent and Nursing Home under a long lease at a peppercorn rent.

Incoming resources for the period amounted to £1,500,151.

The overall net movement in funds amounted to a surplus £33,344 for the period.

RISK MANAGEMENT

The Directors have identified and considered the major risks to which St Mary's Convent and Nursing Home is exposed. Systems have been established to mitigate those risks and the risk policies which have been developed will be regularly updated and adapted as circumstances change.

St Mary's operates in a highly regulated field of activity and as such is subject to regular inspection by a number of agencies. The result of this degree of scrutiny is that operational risk policies are very well developed in the areas of quality of service, health and safety of residents and employees and employment issues. External risks to the work of St Mary's, principally as a result of legislation change are also identified and controlled as far as possible. The issues relating to the proposed changes to open ward accommodation are a good example of external risk and the response to it.

In the areas of governance, financial and compliance risk the Directors have considered both the systems controlling risk and the quality of St Mary's senior staff and professional advisers who implement and monitor the risk control systems. The Directors consider that the risk systems in place combined with the skills of those responsible for implementing the policies minimise the exposure to risk.

INVESTMENT POLICY

Until such time as the funds may be required to help finance building works; the objectives will be to maintain a balance between income and capital appreciation. Eligible investments will comprise fixed interest securities and equities, quoted on a Recognised Investment Exchange, and unit trusts which are authorised under the Financial Services and Markets Act 2000.

RESERVES POLICY

The balance sheet shows general reserves of £1,430,220 and designated reserves of £135,664. Of the general reserves, £430,217 is represented by tangible fixed assets used in the nursing and residential homes.

Of the general reserves a further £575,783 is represented by investments which provide a useful source of income. It is likely that some of the investments will have to be sold partly to fund the construction project.

This leaves free funds of £424,222 from the general fund which represents approximately 4 months expenditure. The Directors do not consider this level of free funds is excessive given the unpredictable nature of cash flows, the likely demands of the construction project and the current inadequacy of Government funding for patients in nursing homes without private means. Because fees paid by local authorities in no way meet the cost of providing care a contingency fund is needed to meet that shortfall.

The designated fund represent donations earmarked by the Directors for the funding of the construction project.

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
DIRECTORS' REPORT
YEAR ENDED 31 MARCH 2002
(Continued)

AUDITORS

A resolution to reappoint PKF as auditors of the charitable company will be proposed at the Annual General Meeting.

For and on behalf of the Directors

Cynthia F. Baeham

Sister Cynthia Clare SSM

Jennifer A. Greedie

Sister Jennifer Anne SSM

22 January 2003

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the Directors to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources of the charitable company for that period. In preparing those financial statements, the Directors are required:

- to select suitable accounting policies and then apply them consistently;
- to make judgments and estimates that are reasonable and prudent;
- to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable 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 charitable company and enable it to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors are also responsible for ensuring that their report is prepared in accordance with company law in the United Kingdom.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
ST MARY'S CONVENT AND NURSING HOME (CHISWICK)**

We have audited the financial statements of St Mary's Convent and Nursing Home (Chiswick) for the year ended 31 March 2002 which comprise the Statement of Financial Activities, the Balance Sheet, Cash Flow Statement and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of Directors and auditors

The responsibilities of the Directors (who also act as trustees for the charitable activities of St Mary's Convent and Nursing Home (Chiswick)) for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

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 Directors' Report is not consistent with the financial statements, if the charitable 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 is not disclosed regarding the remuneration of the officers and Directors and any transactions with the charitable company.

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

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 charitable 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 affairs of the charitable company at 31 March 2002 and of its incoming resources and application of resources for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

London, UK.

22 January 2003



PKF
Registered Auditors

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MARCH 2002

	<u>Notes</u>	<u>General funds £</u>	<u>Designated funds £</u>	<u>Total funds 31 March 2002 £</u>	<u>Total funds 31 March 2001 £</u>
INCOMING RESOURCES					
Donations and legacies	2	22,544	135,664	158,208	116,713
Activities in furtherance of the charity's objects					
Nursing and residential home fees	3	1,258,724	-	1,258,724	1,193,329
Other income	4	28,612	-	28,612	24,394
Activities for generating funds:					
Investment income	5	54,607	-	54,607	60,014
		<hr/>	<hr/>	<hr/>	<hr/>
		1,364,487	135,664	1,500,151	1,394,450
		<hr/>	<hr/>	<hr/>	<hr/>
RESOURCES EXPENDED					
Charitable expenditure					
Activities in furtherance of the charity's objects					
Nursing and residential care		1,342,792	-	1,342,792	1,291,562
Management and administration costs		98,284	-	98,284	89,974
		<hr/>	<hr/>	<hr/>	<hr/>
Total resources expended	8	1,441,076	-	1,441,076	1,381,536
		<hr/>	<hr/>	<hr/>	<hr/>
Net incoming resources	6	(76,589)	135,664	59,075	12,914
Transfer of net assets from St Margaret's Convent (East Grinstead)		-	-	-	1,523,164
Losses on investments		(25,731)	-	(25,731)	(3,538)
		<hr/>	<hr/>	<hr/>	<hr/>
NET MOVEMENT IN FUNDS		(102,320)	135,664	33,344	1,532,540
Funds at 31 March 2001		1,532,540	-	1,532,540	-
		<hr/>	<hr/>	<hr/>	<hr/>
Funds at 31 March 2002		1,430,220	135,664	1,565,884	1,532,540
		<hr/>	<hr/>	<hr/>	<hr/>

All of the above results are derived from continuing operations.

There are no recognised gains and losses other than those included above.

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
CASH FLOW STATEMENT
YEAR ENDED 31 MARCH 2002

	<u>Notes</u>	Year ended 31 March <u>2002</u> £	Period ended 31 March <u>2001</u> £
Reconciliation of changes in resources from operating activities			
Net incoming resources		59,075	12,914
Depreciation of tangible fixed assets		98,810	85,199
Decrease in debtors		17,186	8,669
Increase in creditors		31,164	28,144
		<hr/>	<hr/>
Net cash inflow from operating activities		206,235	134,926
		<hr/>	<hr/>
CASH FLOW STATEMENT			
Net cash inflow from operating activities		206,235	134,926
Capital expenditure	13	(125,911)	(71,474)
		<hr/>	<hr/>
Increase in net cash		80,324	63,452
		<hr/>	<hr/>
Reconciliation of net cash flow to movement in net funds	14		
Increase in cash in the period		80,324	63,452
Net funds at 1 April 2001		619,925	556,473
		<hr/>	<hr/>
Net funds at 31 March 2002		700,249	619,925
		<hr/>	<hr/>

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

1 ACCOUNTING POLICIES

(a) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investments, and, in accordance with applicable accounting standards and the Statement of Recommended Practice, Accounting and Reporting by Charities, issued by the Charity Commission for England and Wales in October 2000.

(b) Income

Nursing and residential home fees are recognised on an accruals basis.

Income from donations and legacies are included in the accounts on a receivable basis.

Legacies are included in the Statement of Financial Activities when the charitable company becomes entitled to the income and there is certainty of receipt and the amount is quantifiable.

(c) Resources expended

Management and administration comprises the cost of managing the Charity. It represents the salaries of administrative staff employed, accountancy and legal costs and other general charges.

(d) Tangible fixed assets and depreciation

Tangible fixed assets over £1,000 are capitalised.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Leasehold improvements	- 10% per annum
Furniture and fittings	- 10% per annum
Motor vehicles	- 20% per annum

(e) Fund accounting

General funds are available for use at the discretion of the Directors in furtherance of the general objectives of the Charity.

Designated funds are those funds set aside by the Directors out of unrestricted funds for specific future purposes or projects.

(f) Investments

Investments are included at market value.

Dividend income is recognised as income on the date that the related investments are marked ex-dividend. Deposit interest is included on an accruals basis.

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

2	DONATIONS AND LEGACIES	<u>2002</u> £	<u>2001</u> £
	St Margarets Convent (East Grinstead) - other donations	-	3,875
	The estate of Winnie Smith	-	33,093
	Sisters' pensions	28,962	23,789
	Sundry donations	129,246	55,956
		<hr/>	<hr/>
		158,208	116,713
		<hr/>	<hr/>
3	NURSING AND RESIDENTIAL FEES	<u>2002</u> £	<u>2001</u> £
	Nursing home fees	860,586	819,578
	Residential home fees	398,138	373,751
		<hr/>	<hr/>
		1,258,724	1,193,329
		<hr/>	<hr/>
4	OTHER INCOME	<u>2002</u> £	<u>2001</u> £
	Sundry sales	10,336	10,192
	Rent received from staff accommodation	18,276	13,220
	Sundry income	-	982
		<hr/>	<hr/>
		28,612	24,394
		<hr/>	<hr/>
5	INTEREST AND INVESTMENT INCOME	<u>2002</u> £	<u>2001</u> £
	Listed investments		
	- Fixed interest	20,993	20,993
	- Equities	5,063	6,265
	Deposit interest	28,551	32,756
		<hr/>	<hr/>
		54,607	60,014
		<hr/>	<hr/>

Following the abolition of Advance Corporation Tax on 6 April 1999, distributions paid by UK companies will only carry tax credits of 10% and tax credits will no longer be payable to shareholders with no tax liability.

Charities can claim transitional relief until 5 April 2004. The relief takes the form of a payment of a percentage of the distribution received by the Charity, the percentage being scaled down each year.

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

6	NET INCOMING RESOURCES	<u>2002</u> £	<u>2001</u> £
	This is stated after:		
	Auditors' remuneration - audit	10,000	12,300
	- accountancy and financial advice	11,200	9,694
	- payroll services	-	2,950
	Depreciation	98,810	85,199
		<u> </u>	<u> </u>

7	INFORMATION REGARDING TRUSTEES AND EMPLOYEES	<u>2002</u> £	<u>2001</u> £
	Wages and salaries	936,030	879,587
	Employer's National Insurance	69,477	67,438
		<u> </u>	<u> </u>
		1,005,507	947,025
		<u> </u>	<u> </u>

The average number of employees in the period was 91 of which 4 related to management and administration and 87 related to nursing and residential staff.

The number of employees whose emoluments exceeded £50,000 was nil (2001: nil over £40,000).

A number of the Sisters live at St Mary's Convent and Nursing Home (Chiswick), including Sister Jennifer Anne SSM, who is the manager of the home. In accordance with their vows of poverty the Sisters are provided with board, lodgings, travel and personal expenses. Pensions received by the Sisters are given to the charity. The Sisters receive no other benefit in money or in kind. They receive no salary for the work they do at St Mary's Convent and Nursing Home (Chiswick).

The lay Directors receive no remuneration or reimbursement of expenses.

8	ANALYSIS OF TOTAL RESOURCES EXPENDED	<u>Staff</u> <u>costs</u> £	<u>Other</u> <u>costs</u> £	<u>Depreciation</u> £	<u>2002</u> £
	Nursing and residential care	959,220	284,762	98,810	1,342,792
	Management and administration	46,287	51,997	-	98,284
		<u> </u>	<u> </u>	<u> </u>	<u> </u>
		1,005,507	336,759	98,810	1,441,076
		<u> </u>	<u> </u>	<u> </u>	<u> </u>

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

8 ANALYSIS OF TOTAL RESOURCES EXPENDED (Continued)

	<u>2002</u> £	<u>2001</u> £
Other costs related to the following:		
Residential and household	66,863	62,448
Nursing and medical	19,019	16,203
Premises and garden	59,921	49,899
Chapel	563	303
Repairs and renewals	67,382	116,631
Hire and lease of equipment	23,680	23,739
Sundries	47,334	37,208
	<u>284,762</u>	<u>306,431</u>

Management and administration costs consist of:

Professional fees	38,422	35,160
Printing and stationery	6,453	2,197
Postage and telephone	7,122	5,525
	<u>51,997</u>	<u>42,882</u>

9 TANGIBLE FIXED ASSETS

	<u>Leasehold</u> <u>improvements</u> £	<u>Fixtures and</u> <u>fittings</u> £	<u>Motor</u> <u>vehicles</u> £	<u>Total</u> £
Cost				
At 1 April 2001	-	842,924	28,012	870,936
Additions	87,830	48,038	-	135,868
Transfers	26,653	(26,653)	-	-
	<u>114,483</u>	<u>864,309</u>	<u>28,012</u>	<u>1,006,804</u>
Depreciation				
At 1 April 2001	-	452,557	25,222	477,779
Charge for period	11,398	86,482	930	98,810
Transfers	4,018	(4,018)	-	-
	<u>15,416</u>	<u>535,021</u>	<u>26,152</u>	<u>576,589</u>
Net book amounts				
At 31 March 2002	<u>99,067</u>	<u>329,288</u>	<u>1,860</u>	<u>430,215</u>

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

10 FIXED ASSET INVESTMENTS	<u>2002</u> £	<u>2001</u> £
1 April 2001	563,480	563,378
Additions at cost	26,753	35,928
Disposals at opening market value (or cost if acquired in the year)	(37,955)	(31,167)
Net unrealised investments losses	(24,485)	(4,659)
	<hr/>	<hr/>
Market value at 31 March 2002	527,793	563,480
Add:		
Cash awaiting investment	47,990	27,934
	<hr/>	<hr/>
At 31 March 2002	575,783	591,414
	<hr/>	<hr/>
Investments held at 31 March 2002 comprise the following:	<u>2002</u> £	<u>2001</u> £
UK listed investments	527,793	563,480
Cash balances	47,990	27,934
	<hr/>	<hr/>
	575,783	591,414
	<hr/>	<hr/>
Analysis of UK Listed investments:		
Fixed interest	399,511	401,804
Equities	128,282	161,676
	<hr/>	<hr/>
At 31 March 2002	527,793	563,480
	<hr/>	<hr/>

The following UK Listed investment details are given for those investments which represent over 5 per cent of the total portfolio.

<u>Fixed Interest</u>	<u>Nominal</u> <u>holdings</u> £	<u>Market value</u> <u>31 March 2002</u> £
Treasury 5% Stock 2004	£50,000	50,717
Treasury 5½% Stock 2008/12	£336,234	341,156
	<hr/>	<hr/>
<u>Equities</u>	shares	£
BP Co Ordinary 25p	5,400	33,750
	<hr/>	<hr/>

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

11	DEBTORS	<u>2002</u> £	<u>2001</u> £	
	Trade debtors	9,870	18,626	
	Other debtors	881	10,296	
	Payments and accrued income	17,174	16,189	
		<hr/>	<hr/>	
		27,925	45,111	
		<hr/>	<hr/>	
12	CREDITORS	<u>2002</u> £	<u>2001</u> £	
	Amounts falling due within one year:			
	Trade creditors	36,098	49,718	
	Other creditors	7,753	2,411	
	Taxation and social security	23,563	24,705	
	Nursing care contributions from DSS	32,884	-	
	Accruals	20,000	12,300	
		<hr/>	<hr/>	
		120,298	89,134	
		<hr/>	<hr/>	
	Nursing care contributions represents contributions from DSS received before the year end and paid over to residents after date.			
13	GROSS CASH FLOWS	<u>2002</u> £	<u>2001</u> £	
	Capital expenditure			
	Payments to acquire tangible fixed assets	(135,868)	(67,833)	
	Payments to acquire fixed asset investments	(26,753)	(35,928)	
	Receipts from sales of fixed asset investments	36,710	32,287	
		<hr/>	<hr/>	
		(125,911)	(71,474)	
		<hr/>	<hr/>	
14	ANALYSIS OF CHANGES IN NET FUNDS			
		At 1 April <u>2001</u> £	Cash flows <u>2002</u> £	At 31 March <u>2002</u> £
	Cash at bank and in hand	591,991	60,268	652,259
	Cash awaiting investment	27,934	20,056	47,990
		<hr/>	<hr/>	<hr/>
	Total	619,925	80,324	700,249
		<hr/>	<hr/>	<hr/>

ST MARY'S CONVENT AND NURSING HOME (CHISWICK)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2002

15 ANALYSIS OF NET ASSETS BETWEEN FUNDS	<u>General funds</u> £	<u>Designated funds</u> £	<u>Total funds</u> £
Fund balances at 31 March 2002 represented by:			
Tangible fixed assets	430,215	-	430,215
Fixed asset investments	575,783	-	575,783
Net current assets	424,222	135,664	559,886
	<hr/> 1,430,220 <hr/>	<hr/> 135,664 <hr/>	<hr/> 1,565,884 <hr/>

16 MOVEMENTS IN FUNDS	<u>At 1 April 2001</u> £	<u>Incoming resources</u> £	<u>Outgoing resources</u> £	<u>At 31 March 2002</u> £
General funds	1,532,540	1,364,487	(1,466,807)	1,430,220
Designated fund	-	135,664	-	135,664
	<hr/> 1,532,540 <hr/>	<hr/> 1,500,151 <hr/>	<hr/> 1,466,807 <hr/>	<hr/> 1,565,884 <hr/>

The Directors have designated donations from September 2001 onwards as being for the purpose of the construction work at St Mary's.

17 TAXATION

St Mary's Convent and Nursing Home (Chiswick) is a registered charity and therefore is not liable for income tax or capital gains tax on income and gains derived from charitable activities, as they fall within the various exemptions available to registered charities.

18 PARENT UNDERTAKING

The voting members of the Chapter of St Margaret's Convent are the only members of St Mary's Convent and Nursing Home (Chiswick). Accordingly St Margaret's Convent (East Grinstead), an unincorporated charity (registered charity number 231926) is regarded as the parent undertaking of St Mary's Convent and Nursing Home (Chiswick).

19 RELATED PARTY TRANSACTIONS

The charitable company has taken advantage of exemption given by Financial Reporting Statement No. 8 and has therefore not given details of transactions with its parent undertaking.