

Abbreviated Accounts
for the Year Ended 30 April 2008
for
Chelston Park Nursing & Residential
Home Limited

FRIDAY



AS5QI7QC

A34

27/02/2009

372

COMPANIES HOUSE

**Chelston Park Nursing & Residential
Home Limited**

**Contents of the Abbreviated Accounts
for the Year Ended 30 April 2008**

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors on the Abbreviated Accounts	4
Abbreviated Profit and Loss Account	5
Abbreviated Balance Sheet	6
Cash Flow Statement	7
Notes to the Cash Flow Statement	8
Notes to the Abbreviated Accounts	10

**Chelston Park Nursing & Residential
Home Limited**

**Company Information
for the Year Ended 30 April 2008**

DIRECTORS:

P C Allistone
R P Allistone

SECRETARY:

R P Allistone

REGISTERED OFFICE:

West Buckland Road
WELLINGTON
Somerset
TA21 9PH

REGISTERED NUMBER:

4018940

AUDITORS:

A C Mole & Sons
Chartered Accountants
& Registered Auditors
Riverside House
Riverside Business Park
Wylds Road
BRIDGWATER
Somerset
TA6 4BH

**Chelston Park Nursing & Residential
Home Limited**

**Report of the Directors
for the Year Ended 30 April 2008**

The directors present their report with the accounts of the company for the year ended 30 April 2008.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of providing nursing and residential care for the elderly.

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed accounts.

The year under review saw the completion, in November 2007, of the 50 bed separate unit known as Chelston Gardens to provide care for people with dementia. The unit has been progressively brought on stream and occupancy continues to increase.

The directors recognise the uncertainties arising as a result of the current economic climate and its impact on both personal and local government budgets. Their aim is to continue to provide a high standard of care whilst building a stronger financial base to enable continuing investment in the business.

DIVIDENDS

No dividends will be distributed for the year ended 30 April 2008.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 May 2007 to the date of this report.

P C Allistone
R P Allistone

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**Chelston Park Nursing & Residential
Home Limited**

**Report of the Directors
for the Year Ended 30 April 2008**

AUDITORS

ON BEHALF OF THE BOARD:

Richard Allistone

.....
R P Allistone - Director

Date: *22/02/09.*
.....

Report of the Independent Auditors to
Chelston Park Nursing & Residential
Home Limited
Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages five to fifteen, together with the financial statements of Chelston Park Nursing & Residential Home Limited for the year ended 30 April 2008 prepared under Section 226 of the Companies Act 1985.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Act to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2006/3 "The Special Auditor's Report on Abbreviated Accounts in the United Kingdom" issued by the Auditing Practices Board. In accordance with that Bulletin 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 accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 246A(3) of the Companies Act 1985, and the abbreviated accounts have been properly prepared in accordance with that provision.



A C Mole & Sons
Chartered Accountants
& Registered Auditors
Riverside House
Riverside Business Park
Wylds Road
BRIDGWATER
Somerset
TA6 4BH

Date: 26 February 2009

**Chelston Park Nursing & Residential
Home Limited**

**Abbreviated Profit and Loss Account
for the Year Ended 30 April 2008**

	Notes	2008 £	2007 £
GROSS PROFIT		357,433	273,464
Administrative expenses		653,537	350,450
OPERATING LOSS	3	(296,104)	(76,986)
Interest payable and similar charges	4	264,231	103,292
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(560,335)	(180,278)
Tax on loss on ordinary activities	5	-	-
LOSS FOR THE FINANCIAL YEAR AFTER TAXATION		<u>(560,335)</u>	<u>(180,278)</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the losses for the current year or previous year.

**Chelston Park Nursing & Residential
Home Limited**

Abbreviated Balance Sheet
30 April 2008

	Notes	2008		2007	
		£	£	£	£
FIXED ASSETS					
Tangible assets	6		6,358,640		4,619,500
CURRENT ASSETS					
Debtors	7	167,800		70,535	
Cash at bank and in hand		2,609		335,971	
		170,409		406,506	
CREDITORS					
Amounts falling due within one year	8	860,739		1,147,388	
NET CURRENT LIABILITIES			(690,330)		(740,882)
TOTAL ASSETS LESS CURRENT LIABILITIES			5,668,310		3,878,618
CREDITORS					
Amounts falling due after more than one year	9		4,777,747		2,427,720
NET ASSETS			890,563		1,450,898
CAPITAL AND RESERVES					
Called up share capital	13		2		2
Revaluation reserve	14		1,860,011		1,860,011
Profit and loss account	14		(969,450)		(409,115)
SHAREHOLDERS' FUNDS	17		890,563		1,450,898

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

The financial statements were approved by the Board of Directors on 22/02/2009 and were signed on its behalf by:



R P Allistone - Director

The notes form part of these abbreviated accounts

**Chelston Park Nursing & Residential
Home Limited**

**Cash Flow Statement
for the Year Ended 30 April 2008**

	Notes	£	2008	£	2007	£
Net cash (outflow)/inflow from operating activities	1			(248,336)		541,612
Returns on investments and servicing of finance	2			(264,231)		(103,292)
Capital expenditure	2			(1,789,566)		(2,080,884)
				(2,302,133)		(1,642,564)
Financing	2			1,968,771		1,967,547
(Decrease)/Increase in cash in the period				(333,362)		324,983

**Reconciliation of net cash flow
to movement in net debt**

	3					
(Decrease)/Increase in cash in the period			(333,362)		324,983	
Cash inflow from increase in debt and lease financing			(2,146,323)		(1,497,546)	
Change in net debt resulting from cash flows			(2,479,685)		(1,172,563)	
New finance leases			(295,443)		-	
Movement in net debt in the period			(2,775,128)		(1,172,563)	
Net debt at 1 May			(2,131,099)		(958,536)	
Net debt at 30 April			(4,906,227)		(2,131,099)	

The notes form part of these abbreviated accounts

**Chelston Park Nursing & Residential
Home Limited**

**Notes to the Cash Flow Statement
for the Year Ended 30 April 2008**

1. RECONCILIATION OF OPERATING LOSS TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES

	2008	2007
	£	£
Operating loss	(296,104)	(76,986)
Depreciation charges	345,869	114,582
(Increase)/Decrease in debtors	(86,842)	11,539
(Decrease)/Increase in creditors	(211,259)	492,477
Net cash (outflow)/inflow from operating activities	(248,336)	541,612

2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2008	2007
	£	£
Returns on investments and servicing of finance		
Interest paid	(258,467)	(103,292)
Interest element of finance lease payments	(5,764)	-
Net cash outflow for returns on investments and servicing of finance	(264,231)	(103,292)
 Capital expenditure		
Purchase of tangible fixed assets	(1,789,566)	(2,080,884)
Net cash outflow for capital expenditure	(1,789,566)	(2,080,884)
 Financing		
New loans in year	2,037,776	1,517,316
Loan repayments in year	(25,563)	(39,350)
Interest accruing on loan	158,925	19,581
Finance lease repayments in year	(24,814)	-
Amount introduced by directors	-	470,000
Amount withdrawn by directors	(177,553)	-
Net cash inflow from financing	1,968,771	1,967,547

The notes form part of these abbreviated accounts

**Chelston Park Nursing & Residential
Home Limited**

**Notes to the Cash Flow Statement
for the Year Ended 30 April 2008**

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.5.07 £	Cash flow £	Other non-cash changes £	At 30.4.08 £
Net cash:				
Cash at bank and in hand	335,971	(333,362)		2,609
	<u>335,971</u>	<u>(333,362)</u>		<u>2,609</u>
Debt:				
Finance leases	-	24,814	(295,443)	(270,629)
Debts falling due within one year	(39,350)	(58,213)	25,563	(72,000)
Debts falling due after one year	<u>(2,427,720)</u>	<u>(2,112,924)</u>	<u>(25,563)</u>	<u>(4,566,207)</u>
	<u>(2,467,070)</u>	<u>(2,146,323)</u>	<u>(295,443)</u>	<u>(4,908,836)</u>
Total	<u>(2,131,099)</u>	<u>(2,479,685)</u>	<u>(295,443)</u>	<u>(4,906,227)</u>

The notes form part of these abbreviated accounts

**Chelston Park Nursing & Residential
Home Limited**

**Notes to the Abbreviated Accounts
for the Year Ended 30 April 2008**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

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 or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 4% on cost
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 33% on reducing balance

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

No provision has been made for deferred tax liabilities in respect of unrealised surpluses on the revaluation of assets, as there is no intention to dispose of these assets in the foreseeable future.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

2. STAFF COSTS

	2008	2007
	£	£
Wages and salaries	839,056	604,412
Social security costs	68,066	44,794
	<u>907,122</u>	<u>649,206</u>

The average monthly number of employees during the year was as follows:

	2008	2007
Chelston Park direct staff	42	50
Chelston Gardens direct staff	30	-
Administration	6	3
Directors	2	2
	<u>80</u>	<u>55</u>

**Chelston Park Nursing & Residential
Home Limited**

**Notes to the Abbreviated Accounts - continued
for the Year Ended 30 April 2008**

3. OPERATING LOSS

The operating loss is stated after charging:

	2008	2007
	£	£
Other operating leases	15,269	4,742
Depreciation - owned assets	271,513	142,695
Depreciation - assets on finance leases	74,356	-
Auditors remuneration	2,200	2,115
	<u>84,000</u>	<u>48,000</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2008	2007
	£	£
Bank interest	2,458	3,430
Bank loan interest	256,009	99,862
Leasing charges	5,764	-
	<u>264,231</u>	<u>103,292</u>

5. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 30 April 2008 nor for the year ended 30 April 2007.

6. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
COST OR VALUATION				
At 1 May 2007	4,687,031	92,918	4,009	4,783,958
Additions	1,773,303	304,015	7,691	2,085,009
At 30 April 2008	<u>6,460,334</u>	<u>396,933</u>	<u>11,700</u>	<u>6,868,967</u>
DEPRECIATION				
At 1 May 2007	102,600	59,691	2,167	164,458
Charge for year	258,413	84,310	3,146	345,869
At 30 April 2008	<u>361,013</u>	<u>144,001</u>	<u>5,313</u>	<u>510,327</u>
NET BOOK VALUE				
At 30 April 2008	<u>6,099,321</u>	<u>252,932</u>	<u>6,387</u>	<u>6,358,640</u>
At 30 April 2007	<u>4,584,431</u>	<u>33,227</u>	<u>1,842</u>	<u>4,619,500</u>

**Chelston Park Nursing & Residential
Home Limited**

**Notes to the Abbreviated Accounts - continued
for the Year Ended 30 April 2008**

6. TANGIBLE FIXED ASSETS - continued

Cost or valuation at 30 April 2008 is represented by:

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
Valuation in 2005	405,508	-	-	405,508
Valuation in 2006	1,278,755	-	-	1,278,755
Cost	4,776,071	396,933	11,700	5,184,704
	<u>6,460,334</u>	<u>396,933</u>	<u>11,700</u>	<u>6,868,967</u>

If freehold property had not been revalued it would have been included at the following historical cost:

	2008 £	2007 £
Cost	<u>4,776,071</u>	<u>3,002,768</u>
Aggregate depreciation	<u>404,510</u>	<u>213,468</u>

Freehold land and buildings were valued on an open market basis on 12 January 2006 by Colliers CRE Chartered Surveyors.

The directors are not aware of any material change in value and therefore the valuations have not been updated.

A tax liability of approximately £410,000 would arise if the property was sold at the value shown.

Fixed assets, included in the above, which are held under finance leases are as follows:

	Fixtures and fittings £	Computer equipment £	Totals £
COST OR VALUATION			
Additions	<u>289,253</u>	<u>6,190</u>	<u>295,443</u>
At 30 April 2008	<u>289,253</u>	<u>6,190</u>	<u>295,443</u>
DEPRECIATION			
Charge for year	<u>72,313</u>	<u>2,043</u>	<u>74,356</u>
At 30 April 2008	<u>72,313</u>	<u>2,043</u>	<u>74,356</u>
NET BOOK VALUE			
At 30 April 2008	<u>216,940</u>	<u>4,147</u>	<u>221,087</u>

**Chelston Park Nursing & Residential
Home Limited**

**Notes to the Abbreviated Accounts - continued
for the Year Ended 30 April 2008**

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2008	2007
	£	£
Trade debtors	94,720	21,557
Other debtors	20,967	7,288
Netherclay House	41,690	41,690
Tax	10,423	-
	<u>167,800</u>	<u>70,535</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2008	2007
	£	£
Bank loans and overdrafts (see note 10)	72,000	39,350
Finance leases (see note 11)	59,089	-
Trade creditors	39,787	500,144
Tax	10,423	-
Social security and other taxes	30,926	13,939
Other creditors	178,543	17,747
Netherclay Home Care Ltd	34,101	33,646
Directors' current accounts	292,447	470,000
Accrued expenses	143,423	72,562
	<u>860,739</u>	<u>1,147,388</u>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2008	2007
	£	£
Bank loans (see note 10)	4,566,207	2,427,720
Finance leases (see note 11)	211,540	-
	<u>4,777,747</u>	<u>2,427,720</u>

10. LOANS

An analysis of the maturity of loans is given below:

	2008	2007
	£	£
Amounts falling due within one year or on demand:		
Bank loans	<u>72,000</u>	<u>39,350</u>
Amounts falling due between one and two years:		
Bank loans	<u>102,000</u>	<u>256,814</u>
Amounts falling due between two and five years:		
Bank loans	<u>355,000</u>	<u>853,537</u>

Amounts falling due in more than five years:

**Chelston Park Nursing & Residential
Home Limited**

**Notes to the Abbreviated Accounts - continued
for the Year Ended 30 April 2008**

10. LOANS - continued

	2008 £	2007 £
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans	<u>4,109,207</u>	<u>1,317,369</u>

The loans are repayable over a period of 20 years. Interest is being charged at 1.5% per annum above the bank's base rate.

11. OBLIGATIONS UNDER LEASING AGREEMENTS

	2008 £	Finance leases 2007 £
Net obligations repayable:		
Within one year	59,089	-
Between one and five years	<u>211,540</u>	<u>-</u>
	<u>270,629</u>	<u>-</u>

The following operating lease payments are committed to be paid within one year:

	2008 £	Other operating leases 2007 £
Expiring:		
Between one and five years	917	-
In more than five years	<u>15,707</u>	<u>-</u>
	<u>16,624</u>	<u>-</u>

12. SECURED DEBTS

The following secured debts are included within creditors:

	2008 £	2007 £
Bank loans	<u>4,638,207</u>	<u>2,467,070</u>

The bank loans are secured by a first legal charge over the property of the company and its associated assets.

13. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value: £1	2008 £	2007 £
2	Ordinary		<u>2</u>	<u>2</u>

**Chelston Park Nursing & Residential
Home Limited**

**Notes to the Abbreviated Accounts - continued
for the Year Ended 30 April 2008**

14. RESERVES

	Profit and loss account £	Revaluation reserve £	Totals £
At 1 May 2007	(409,115)	1,860,011	1,450,896
Deficit for the year	(560,335)		(560,335)
At 30 April 2008	<u>(969,450)</u>	<u>1,860,011</u>	<u>890,561</u>

15. CAPITAL COMMITMENTS

	2008 £	2007 £
Contracted but not provided for in the financial statements	-	1,720,000

16. RELATED PARTY DISCLOSURES

The directors of Chelston Park Nursing and Residential Home Limited are also partners, together with their parents, in Netherclay House. Netherclay House owed £41,690 to Chelston Park Nursing and Residential Home Limited at the balance sheet date. During the year Netherclay House paid Chelston Park Nursing and Residential Home Limited £3,388 for staff training.

The directors are also directors and 100% shareholders of Netherclay Home Care Limited. Chelston Park Nursing and Residential Home Limited owed £34,101 to Netherclay Home Care Limited at the balance sheet date. During the year Netherclay Home Care Limited paid Chelston Park Nursing and Residential Home Limited £10,232 for staff training.

17. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2008 £	2007 £
Loss for the financial year	(560,335)	(180,278)
Net reduction of shareholders' funds	(560,335)	(180,278)
Opening shareholders' funds	<u>1,450,898</u>	<u>1,631,176</u>
Closing shareholders' funds	<u>890,563</u>	<u>1,450,898</u>