

GROUNDSTYLE LIMITED  
WESTON HOUSE  
344 WESTON ROAD  
WEST COYNEY  
STOKE ON TRENT  
STATEMENT OF ACCOUNT  
FOR THE PERIOD  
31ST MARCH 2002

4069786

CRUTCHLEY & ASSOCIATES  
21 CHAPEL ASH  
WOLVERHAMPTON  
WV3 0TZ



**GROUNDSTYLE LIMITED**

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COMPANY NUMBER	4069786

## REPORT OF THE DIRECTORS TO THE MEMBERS OF

### GROUNDSTYLE LIMITED

The Directors submit their report, together with audited financial statements of the company for the period ended 31st March 2002.

#### PRINCIPAL ACTIVITY

The company operated as a small registered care home within the United Kingdom.

#### RESULTS AND APPROPRIATIONS

The profit after taxation was £15385, no payment of any dividend is recommended by the board.

#### REVIEW OF THE FINANCIAL POSITION

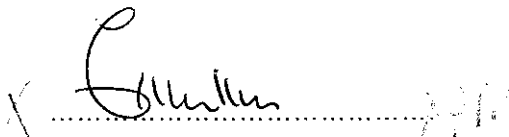
Improvements made to facilities and standards have enabled the company to increase the average weekly residency from ten to twenty seven persons. The Directors are confident that future trading prospects are extremely promising and that the state of affairs of the company is satisfactory.

#### DIRECTORS

The Directors who served during the year and their interest in the shares of the company of those serving at the end of the year were as follows:

	No of Shares 2002	No of Shares 2001
P. McVay	34	24
C. Mullins	34	24
B.D.J. Shah	---	
M. A. Fowkes (Resigned 10.10.2001)	---	
W. Morris (Resigned 11.05.2001)	---	52
Hahmitas Property Limited	34	
	<hr/>	<hr/>
	102	100
	<hr/>	<hr/>

BY ORDER OF THE BOARD

  
.....

SECRETARY

## **GROUNDSTYLE LIMITED**

### **DIRECTORS RESPONSIBILITIES**

Company law require the directors to prepare financial statements for each financial year which gives a true and fair view of the state of affairs of the company and of the profit or loss of the company for the period. In preparing those 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;
- : Comply with applicable accounting standards 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 maintaining 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 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 REPORT TO THE MEMBERS OF  
GROUNDSTYLE LIMITED**

We report on the financial statements on pages 3 to 9 which have been prepared following the accounting policies set out on page 5

**Respective responsibilities of directors and auditors**

As described on page 1 and 1a the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**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 of 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.

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st March 2002 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**CRUTCHLEY & ASSOCIATES**



**21 CHAPEL ASH  
WOLVERHAMPTON**

**DATE: SEPTEMBER 2002**

**GROUNDSTYLE LIMITED****PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 31ST MARCH 2002**

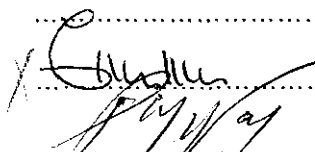
	<b>Notes</b>	<b>2002</b>	<b>2001</b>
<b>Income:</b>			
Fees	1c	277403	35287
		<hr/>	<hr/>
Total Income		277403	35287
Cost of Sales		(160239)	(28208)
		<hr/>	<hr/>
Gross Profit		117164	7079
Administration Expenses	2	(99637)	(9348)
		<hr/>	<hr/>
<b>OPERATING PROFIT/ (LOSS)</b>	3	17527	(2269)
		<hr/> <hr/>	<hr/> <hr/>
<b>PROFIT /(LOSS) ON ORDINARY</b>			
<b>ACTIVITIES BEFORE TAXATION</b>		17527	(2269)
Tax on Profit on Ordinary Activities	5	(2142)	---
		<hr/>	<hr/>
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES AFTER</b>			
<b>TAXATION</b>		15385	(2269)
Dividend		---	---
		<hr/>	<hr/>
<b>RETAINED PROFIT FOR THE YEAR</b>		15385	(2269)
<b>ACCUMULATED (LOSS)/PROFIT BROUGHT FORWARD</b>		(2269)	---
		<hr/>	<hr/>
<b>ACCUMULATED PROFIT CARRIED FORWARD</b>		13116	(2269)
		<hr/> <hr/>	<hr/> <hr/>

**GROUNDSTYLE LIMITED**

**BALANCE SHEET**

**AT 31ST MARCH 2002**

	Notes	2002	2001
<b>FIXED ASSETS</b>			
Tangible Assets	6	8761	---
<b>CURRENT ASSETS</b>			
Debtors and Prepaid Expenses	8	26596	---
Cash at Bank		5746	---
Loan Accounts	9	<u>15065</u>	<u>4054</u>
		<u>47407</u>	<u>4054</u>
<b>CREDITORS - amounts falling</b>			
due within 12 months	10	<u>(22984)</u>	<u>6323</u>
<b>NET CURRENT ASSETS</b>		<u>24423</u>	<u>(2269)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		33184	(2269)
<b>CREDITORS - amounts falling due</b>			
after more than 12 months	11	<u>(19966)</u>	<u>100</u>
<b>NET ASSETS</b>		<u>13218</u>	<u>(2169)</u>
<b>CAPITAL AND RESERVES</b>			
Called up Share Capital	12	102	100
Profit and Loss Account		<u>13116</u>	<u>(2269)</u>
		<u>13218</u>	<u>(2169)</u>

  
 23.09.02

DIRECTORS

DATE

**GROUNDSTYLE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST MARCH 2002**

**1 ACCOUNTING POLICIES**

**a. Accounting Convention**

The financial statements have been prepared under the Historical Cost Convention.

**b. Depreciation and Amortisation**

The cost of the fixed assets is written off at rates calculated to reduce net book value to estimated realisable value at the end of their expected useful lives as follows:

Fixtures and Fittings	25% per annum
Office Equipment	25% per annum
Expenditure Leasehold Property	25% per annum

**c. Turnover**

Turnover comprises the invoice value of goods and services supplied by the company, excluding value added tax.

<b>2</b>	<b>NET OPERATING EXPENSES</b>	<b>2002</b>	<b>2001</b>
	Administration Expenses	99187	9348
<b>3</b>	<b>OPERATING EXPENSES</b>		
	This is stated after charging:		
	Auditors Remuneration	1000	450
	Depreciation of Tangible Assets	2921	---
<b>4</b>	<b>DIRECTORS AND STAFF</b>		
<b>a.</b>	Directors Emoluments	10475	---
<b>b.</b>	Staff Number and Costs (including directors)		
	Salaries	148735	25855
	Social Security Costs	6887	1105
		155622	26960
	The average weekly number of employees during the year was:		
	Office and Management	3	3
	Care Assistants	23	19
		26	22



**GROUNDSTYLE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST MARCH 2002**

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TAX ON PROFIT ON ORDINARY ACTIVITIES		2002	2001
United Kingdom Corporation based on profit for the year at 20%		2142	Nil
		<u>2142</u>	<u>Nil</u>

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TANGIBLE ASSETS	Expenditure Leasehold Property	Office Equipment	Fixtures & Fittings	Total
At Cost	10431	63	1188	11682
	<u>10431</u>	<u>63</u>	<u>1188</u>	<u>11682</u>
Depreciation				
Charge for period	2608	16	297	2921
	<u>2608</u>	<u>16</u>	<u>297</u>	<u>2921</u>
N.B.V. 31st March 2002	7823	47	891	8761
	<u>7823</u>	<u>47</u>	<u>891</u>	<u>8761</u>
N.B.V. 31st March 2001	---	---	---	---
	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>

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**CASH FLOW STATEMENT**

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

8

DEBTORS AND PREPAID EXPENSES		
Sundry Debtors	26596	---
	<u>26596</u>	<u>---</u>

9

LOAN ACCOUNTS		
Haversham House	11663	4054
Manor House Limited	3402	---
	<u>11663</u>	<u>4054</u>
	15065	4054

**GROUNDSTYLE LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31st MARCH 2002**

		<b>2002</b>	<b>2001</b>
<b>10</b>	<b>CREDITORS - amounts falling due within one year:</b>		
	Bank Overdraft (secured)	13392	3468
	Accruals	7450	1750
	Other Taxation and Social Security	---	1105
	Corporation Tax	2142	---
		<hr/>	<hr/>
		22984	6323
		<hr/>	<hr/>
	The bank overdraft is secured by personal guarantees		
	of the directors		
<b>11</b>	<b>CREDITORS - amounts falling due after more than one year:</b>		
	Directors Loan Account	19966	(100)
		<hr/>	<hr/>
<b>12</b>	<b>CALLED UP SHARE CAPITAL</b>		
	Authorised Ordinary Shares of £1 each	1000	1000
		<hr/>	<hr/>
	Allocated, called up and fully paid Ordinary Shares		
	of £1 each	102	100
		<hr/>	<hr/>

**GROUNDSTYLE LIMITED****PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 31st MARCH 2002**

	<b>2002</b>	<b>2001</b>
Fees/Reimbursed Expenses	277403	35287
<b>COST OF SALES</b>		
General Salaries	145147	26960
Medical Consumables	1119	---
Provisions	13973	1248
	<u>160239</u>	<u>28208</u>
<b>GROSS PROFIT</b>	117164	7079
<b>ADMINISTRATION EXPENSES</b>	<u>(99637)</u>	<u>(9348)</u>
<b>PROFIT/(LOSS) ON ORDINARY ACTIVITIES</b>	<u>17527</u>	<u>(2269)</u>

**GROUNDSTYLE LIMITED****ADMINISTRATION EXPENSES****AT 31st MARCH 2002**

	2002	2001
W. Morris	7500	---
M. Fowkes	2975	---
	<hr/> 10475	<hr/> ---
<b>EXPENSES</b>		
Rent, Rates and Water	41307	6000
Light and Heat	14534	1000
Telephone and Office Expenses	1736	297
Insurance	3043	---
Commissions	1128	---
Repairs and Renewals	6185	1075
Trade Expenses	368	---
Professional Fees	5771	128
Registration Fees	2240	---
Auditors Remuneration	1000	450
Bank Charges	1538	194
Interest Paid	392	---
Miscellaneous Items	6999	204
Depreciation - Tangible Assets	2921	---
	<hr/> 89162	<hr/> 9348
	<hr/> 99637	<hr/> 9348
	<hr/> <hr/>	<hr/> <hr/>