

Registration number: 05064697

**NETWORKING CARE PARTNERSHIPS (SOUTH WEST) LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2016**

Hazlewoods LLP  
Windsor House  
Bayshill Road  
Cheltenham  
GL50 3AT



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**NETWORKING CARE PARTNERSHIPS (SOUTH WEST) LIMITED  
COMPANY INFORMATION**

<b>Directors</b>	A G Lennox P M Moss P Kirkpatrick D A Berry
<b>Registered office</b>	Unit 21 Miller Court Severn Drive Tewkesbury Gloucestershire GL20 8DN
<b>Bankers</b>	Natwest plc PO Box 4115 Hornchurch Essex RM12 4DF
<b>Auditors</b>	Hazlewoods LLP Windsor House Bayshill Road Cheltenham GL50 3AT

**NETWORKING CARE PARTNERSHIPS (SOUTH WEST) LIMITED  
DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2016**

The directors present their report and the financial statements for the year ended 31 March 2016.

**Directors of the company**

The directors who held office during the year were as follows:

A G Lennox

P M Moss

P Kirkpatrick

The following director was appointed after the year end:

D A Berry (appointed 16 May 2016)

**Disclosure of information to the auditors**

Each director has taken the steps that they ought to have taken as a director in order to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

**Reappointment of auditors**

Hazlewoods LLP have expressed their willingness to continue in office.

**Small company provisions statement**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the Board on 28/7/16 and signed on its behalf by:



P M Moss  
Director

## **NETWORKING CARE PARTNERSHIPS (SOUTH WEST) LIMITED**

### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Directors' Report and 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). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent; and
- *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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

## **NETWORKING CARE PARTNERSHIPS (SOUTH WEST) LIMITED INDEPENDENT AUDITOR'S REPORT**

We have audited the financial statements of Networking Care Partnerships (South West) Limited for the year ended 31 March 2016, set out on pages 6 to 11. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 auditor**

As explained more fully in the Statement of Directors' Responsibilities (set out on page 3), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report and Financial Statements to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on 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 31 March 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**NETWORKING CARE PARTNERSHIPS (SOUTH WEST) LIMITED**  
**INDEPENDENT AUDITOR'S REPORT**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Directors' Report and take advantage of the small companies exemption from the requirement to prepare a Strategic Report.

.....  
Andrew Brookes (Senior Statutory Auditor)  
For and on behalf of Hazlewoods LLP, Statutory Auditors

Windsor House  
Bayshill Road  
Cheltenham  
GL50 3AT

Date: 29 July 2016

**NETWORKING CARE PARTNERSHIPS (SOUTH WEST) LIMITED**  
**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2016**

	Note	2016 £	2015 £
Turnover		1,708,330	1,604,525
Cost of sales		<u>(1,239,967)</u>	<u>(1,202,538)</u>
Gross profit		468,363	401,987
Administrative expenses		<u>(171,253)</u>	<u>(133,543)</u>
Operating profit	2	297,110	268,444
Other interest receivable and similar income		73,737	-
Interest payable and similar charges	3	<u>(14,680)</u>	<u>-</u>
Profit on ordinary activities before taxation		356,167	268,444
Tax on profit on ordinary activities	4	<u>(3,164)</u>	<u>(36,168)</u>
Profit for the financial year	10	<u><u>353,003</u></u>	<u><u>232,276</u></u>

Turnover and operating profit derive wholly from continuing operations.



**NETWORKING CARE PARTNERSHIPS (SOUTH WEST) LIMITED**  
**(REGISTRATION NUMBER: 05064697)**  
**BALANCE SHEET AS AT 31 MARCH 2016**

	Note	2016 £	2015 £
<b>Fixed assets</b>			
Tangible assets	5	<u>70,273</u>	<u>76,273</u>
<b>Current assets</b>			
Debtors: Amounts falling due within one year	6	13,931	17,095
Debtors: Amounts falling due after more than one year	6	<u>1,291,395</u>	<u>914,548</u>
		1,305,326	931,643
Creditors: Amounts falling due within one year	7	<u>(1,387)</u>	<u>(1,387)</u>
Net current assets		<u>1,303,939</u>	<u>930,256</u>
Total assets less current liabilities		1,374,212	1,006,529
Creditors: Amounts falling due after more than one year	8	<u>(198,178)</u>	<u>(183,498)</u>
Net assets		<u>1,176,034</u>	<u>823,031</u>
<b>Capital and reserves</b>			
Called up share capital	9	1	1
Profit and loss account	10	<u>1,176,033</u>	<u>823,030</u>
Shareholders' funds		<u>1,176,034</u>	<u>823,031</u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (Effective 2015).

Approved and authorised by the Board on 28/7/16 and signed on its behalf by:



P M Moss  
Director

**NETWORKING CARE PARTNERSHIPS (SOUTH WEST) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016**

**1 Accounting policies**

**Basis of preparation**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (FRSSE) (effective January 2015).

**Going concern**

The company has received confirmation of continuing financial support from the ultimate controlling party, Sovereign Capital Partners LLP, which confirms that it will provide sufficient funds for the company to meet its financial obligations for a period of at least twelve months from the date of approving these financial statements. Accordingly the financial statements have been prepared on a going concern basis.

**Turnover**

Turnover represents amounts receivable during the year for the provision of care and accommodation. Where the amount received relates to a period which covers the balance sheet date, that amount is apportioned over the period to which it relates.

**Depreciation**

Depreciation is provided on tangible fixed assets so as to write off the cost, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Short term leasehold property	over the life of the lease
Motor vehicles	25% per annum

**Deferred tax**

Deferred tax is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes, which have arisen but not reversed by the balance sheet date, except as required by the FRSSE.

Deferred tax is measured at the rates that are expected to apply in the periods when the timing differences are expected to reverse, based on the tax rates and law enacted at the balance sheet date.

**Operating leases**

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

**Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities. Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as interest expense in the profit and loss account.

**NETWORKING CARE PARTNERSHIPS (SOUTH WEST) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016**

**2 Operating profit**

Operating profit is stated after charging:

	2016 £	2015 £
Depreciation	<u>6,000</u>	<u>6,000</u>

Auditor's remuneration has been borne by a fellow subsidiary company.

**3 Interest payable and similar charges**

	2016 £	2015 £
Interest on loans from group undertakings	<u>14,680</u>	<u>-</u>

**4 Taxation**

**Tax on profit on ordinary activities**

	2016 £	2015 £
<b>Deferred tax</b>		
Origination and reversal of timing differences	<u>3,164</u>	<u>36,168</u>

Taxable profits have been offset against losses surrendered from other group companies.

**5 Tangible fixed assets**

	Short leasehold land and buildings £	Motor vehicles £	Total £
<b>Cost</b>			
At 1 April 2015 and at 31 March 2016	<u>197,000</u>	<u>68,000</u>	<u>265,000</u>
<b>Depreciation</b>			
At 1 April 2015	120,727	68,000	188,727
Charge for the year	<u>6,000</u>	<u>-</u>	<u>6,000</u>
At 31 March 2016	<u>126,727</u>	<u>68,000</u>	<u>194,727</u>
<b>Net book value</b>			
At 31 March 2016	<u>70,273</u>	<u>-</u>	<u>70,273</u>
At 31 March 2015	<u>76,273</u>	<u>-</u>	<u>76,273</u>

**NETWORKING CARE PARTNERSHIPS (SOUTH WEST) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016**

**6 Debtors**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Amounts owed by group undertakings	1,291,395	914,548
Deferred tax	<u>13,931</u>	<u>17,095</u>
	<u><u>1,305,326</u></u>	<u><u>931,643</u></u>

Debtors includes £1,291,395 (2015 - £914,548) receivable after more than one year.

**Deferred tax**

The movement in the deferred tax asset in the year is as follows:

	<b>Deferred tax</b>
	<b>£</b>
At 1 April 2015	17,095
Charged to the profit and loss account	<u>(3,164)</u>
At 31 March 2016	<u><u>13,931</u></u>

**Analysis of deferred tax**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Difference between accumulated depreciation and amortisation and capital allowances	<u>13,931</u>	<u>17,095</u>

**7 Creditors: Amounts falling due within one year**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Other creditors	<u>1,387</u>	<u>1,387</u>

**8 Creditors: Amounts falling due after more than one year**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Amounts owed to group undertakings	<u>198,178</u>	<u>183,498</u>

**NETWORKING CARE PARTNERSHIPS (SOUTH WEST) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016**

**9 Share capital**

**Allotted, called up and fully paid shares**

	2016		2015	
	No.	£	No.	£
Ordinary share of £1 each	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

**10 Reserves**

	Profit and loss account £
At 1 April 2015	823,030
Profit for the year	<u>353,003</u>
At 31 March 2016	<u>1,176,033</u>

**11 Contingent liabilities**

The company is bound by an intra-group cross guarantee in respect of loan notes with other members of the group headed by Assisted Living South West Holdings Limited. The amount guaranteed as at 31 March 2016 is £nil (2015 - £3,516,885).

**12 Related party transactions**

The company has taken advantage of the exemption in FRS8 "Related Party Disclosures" from disclosing transactions with other members of the group.

**13 Control**

The immediate parent company is Assisted Living South West Group Limited, a company registered in England and Wales. The ultimate parent company is Assisted Living South West Holdings Limited, a company registered in England and Wales, which is ultimately controlled by funds managed by Sovereign Capital Partners LLP, a limited liability partnership registered in England and Wales.