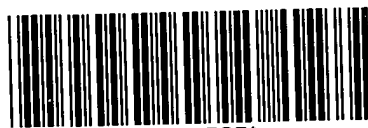


Company Number: 05555988

**CANUTE INTERNATIONAL MEDICAL
SERVICES LIMITED
DIRECTORS' REPORT AND FINANCIAL
STATEMENTS
31 JULY 2014**

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CANUTE INTERNATIONAL MEDICAL SERVICES LIMITED
DIRECTORS' REPORT
YEAR ENDED 31 JULY 2014

The directors present their report and the financial statements for the year ended 31 July 2014.

PRINCIPAL ACTIVITY

The principal activity of the company is the installation, de-installation, relocation, remarketing and logistical movement of medical equipment.

DIRECTORS

The directors who served during the year were as follows:

A P Marshall
N A Marshall
S L Ely

AUDITORS

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware and we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the board on 30 January 2015 and signed on its behalf by:



N A MARSHALL

Director

CANUTE INTERNATIONAL MEDICAL SERVICES 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 then apply them consistently;
- make judgments and accounting 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 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.

Independent Auditor's Report to the Members of Canute International Medical Services Limited

We have audited the financial statements of Canute International Medical Services Limited for the year ended 31 July 2014 which comprise the Profit and Loss Account, the Balance Sheet and the related notes numbered 1 to 12.

The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective April 2008) (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 auditors

As explained more fully in the Statement of Directors' Responsibilities, 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 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 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 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 July 2014 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.

**Independent Auditor's Report to the Members of Canute International Medical Services Limited
(continued)**

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.



Stephen Bullock

Senior Statutory Auditor
For and on behalf of
Crowe Clark Whitehill LLP
Statutory Auditor
St Bride's House
10 Salisbury Square
London
EC4Y 8EH

30 January 2015

CANUTE INTERNATIONAL MEDICAL SERVICES LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 JULY 2014

	Notes	2014 £	2013 £
TURNOVER	1(b)	4,836,068	4,321,346
Operating costs	4	<u>(4,805,215)</u>	<u>(4,476,199)</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		30,853	(154,853)
Tax on profit/(loss) on ordinary activities	5	<u>(6,249)</u>	<u>-</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		24,604	(154,853)
Profit and loss brought forward		<u>89,665</u>	<u>244,518</u>
PROFIT AND LOSS ACCOUNT CARRIED FORWARD		<u>114,269</u>	<u>89,665</u>

The profit and loss account contains all the gains and losses recognised in the current year and previous year and the profit/(loss) for the financial year represents the only movement in shareholders' funds during those years.

All the above activities are continuing.

The related notes 1 to 12 form part of these financial statements.

CANUTE INTERNATIONAL MEDICAL SERVICES LIMITED
BALANCE SHEET
31 JULY 2014

COMPANY NUMBER: 05555988

	Notes	2014 £	2013 £
CURRENT ASSETS			
Stocks	1(c)	5,858	4,091
Debtors	6	807,436	374,378
Cash at bank and in hand		<u>24,900</u>	<u>17,862</u>
		838,194	396,331
CREDITORS: amounts falling due within one year	7	<u>(723,825)</u>	<u>(306,566)</u>
NET CURRENT ASSETS		<u>114,369</u>	<u>89,765</u>
CAPITAL AND RESERVES			
Called up share capital	8	100	100
Profit and loss account		<u>114,269</u>	<u>89,665</u>
SHAREHOLDERS' FUNDS		<u>114,369</u>	<u>89,765</u>

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved and authorised for issue by the board on 30 January 2015 and were signed on its behalf by:



N A MARSHALL

Director



S L ELY

Director

The related notes 1 to 12 form part of these financial statements.

CANUTE INTERNATIONAL MEDICAL SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 JULY 2014

1. ACCOUNTING POLICIES

(a) Basis of Accounting

The financial statements have been prepared under the historical cost convention, in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) and on the going concern basis.

The directors have reviewed the company's cash-flow forecasts for the twelve months from the date the financial statements have been approved and consider the company to be a going concern in light of this review. The review has paid due regard to the company's and its fellow group undertakings' current and anticipated bank facilities.

(b) Turnover

Turnover represents the invoiced amount of goods sold and services provided, exclusive of value added tax and trade discounts.

(c) Stocks

Stocks have been valued at the lower of cost and net realisable value. Stocks consist entirely of consumables.

(d) Pension Costs

Contributions payable to the group's pension scheme are charged to the profit and loss account in the year to which they relate.

(e) Related Party Transactions

The company has taken advantage of the exemptions afforded under FRS 8 "Related Party Transactions" as the 100% owned subsidiary of parent undertakings which prepare consolidated financial statements.

(f) Rentals Payable

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

2. TURNOVER

Turnover, profit/(loss) before taxation and net assets are attributable to the principal activity. The company operates in the UK and predominantly all its turnover is to the UK market.

CANUTE INTERNATIONAL MEDICAL SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Continued)
YEAR ENDED 31 JULY 2014

3. DIRECTORS AND EMPLOYEES

	2014 £	2013 £
(a) Staff costs		
Wages and salaries	1,383,557	1,428,602
Social security costs	149,134	165,689
Other pension costs	13,694	16,681
	<u>1,546,385</u>	<u>1,610,972</u>
(b) The weekly average number of employees during the year was made up as follows:	No.	No.
Management and office	11	13
Drivers	13	10
Fitters	17	18
	<u>41</u>	<u>41</u>

The directors of the company are remunerated via the company's parent undertakings.

4. PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION

	2014 £	2013 £
Is stated after charging:		
Staff costs (note 3)	1,546,385	1,610,972
Auditors' remuneration	7,500	7,500
Other operating costs	3,251,330	2,857,727
	<u>4,805,215</u>	<u>4,476,199</u>

5. TAX ON PROFIT/(LOSS) ON ORDINARY ACTIVITIES

UK corporation tax		
- Current year (see below)	<u>6,249</u>	<u>-</u>

Factors affecting the tax charge for the year

The tax for the year is different than the standard rate of corporation tax in the UK.
The differences are explained below:

Profit/(loss) on ordinary activities before taxation	<u>30,853</u>	<u>(154,853)</u>
Profit/(loss) on ordinary activities before taxation multiplied by the standard rate of UK corporation tax	6,479	(30,971)
Effects of:		
Group relief	-	30,426
Other adjustments	(230)	545
	<u>6,249</u>	<u>-</u>

CANUTE INTERNATIONAL MEDICAL SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Continued)
YEAR ENDED 31 JULY 2014

6. DEBTORS	2014	2013
	£	£
Trade debtors	<u>807,436</u>	<u>374,378</u>
7. CREDITORS: amounts falling due within one year		
Corporation tax	6,249	-
Other taxes and social security costs	161,201	192,221
Amounts owed to group undertakings	<u>556,375</u>	<u>114,345</u>
	<u>723,825</u>	<u>306,566</u>

The company's and its fellow group undertakings' bank facilities are secured by a fixed and floating charge over the assets of those companies. In addition there are cross guarantees in favour of the bank given by the company and its fellow group undertakings.

At 31 July 2014 the total amount owed to the bank was £9,538,000 (2013: £9,519,000) in respect of all borrowings of the company and the above detailed companies.

8. SHARE CAPITAL	2014	2013
	£	£
Issued and fully paid:		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

9. PENSION COMMITMENTS

The company contributes to a group defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge to the profit and loss account represents contributions payable by the company to the fund.

10. OTHER FINANCIAL COMMITMENTS

The company rents motor vehicles from its parent undertakings on a day-to-day basis.

11. CONTINGENT LIABILITIES

The company's and certain other group undertakings' finance lease obligations and operating lease commitments for plant and machinery are subject to a cross guarantee given by the company and those undertakings.

The amounts involved are £16,628,000 (2013: £21,914,000) for finance lease obligations and £2,267,000 (2013: £837,000) for annual operating lease commitments as at the balance sheet date.

12. PARENT UNDERTAKINGS AND CONTROLLING PARTY

The company's immediate parent undertaking is Canute Haulage Group Limited ("CHG") whose immediate and ultimate parent undertaking is Canute UK Limited ("CUK"). CUK is controlled by A P Marshall, a director of the company. The consolidated financial statements of CHG and CUK are publicly available from Companies House, Crown Way, Cardiff, CF14 3UZ.