

Amore Group (Holdings) Limited (formerly
Craegmoor Group (No.4) Limited)
Annual report and financial statements
for the year ended 31 December 2014

Registered number: 6628016

THURSDAY



A4GL1GP6

A21

24/09/2015

#466

COMPANIES HOUSE

Amore Group (Holdings) Limited (formerly Craegmoor
Group (No.4) Limited)

Annual report and financial statements
for the year ended 31 December 2014

Contents

Strategic report for the year ended 31 December 2014	1
Directors' report for the year ended 31 December 2014	2
Independent auditors' report to the members of Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited).....	4
Profit and loss account for the year ended 31 December 2014.....	6
Balance sheet as at 31 December 2014.....	7
Statement of changes in shareholders' funds for the year ended 31 December 2014.....	8
Statement of accounting policies	9
Notes to the financial statements for the year ended 31 December 2014	11

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Strategic report for the year ended 31 December 2014

The directors present their strategic report on Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited) for the year ended 31 December 2014. The Company changed its name to Amore Care (Holdings) Limited on the 16 June 2015.

Principal activities and review of business

The principal activity of the company is to act as an intermediate holding company.

The results for the year are set out in the profit and loss account on page 6 and the position of the company as at the year end is set out in the balance sheet on page 7.

Key performance indicators

Given the straightforward nature of the business, the company's directors are of the opinion that analysis using key performance indicators is not necessary for an understanding of the development, performance or position of the business. The development, performance and position of Priory Group No. 1 Limited, which includes the company, are discussed in the group's annual report which does not form part of this report.

Financial risk management

The company's operations mean that it is exposed to a variety of financial risks that include the effects of changes in credit risk, liquidity risk and interest rate risk. The directors monitor the risks in order to limit the adverse effects on the financial performance by reviewing levels of debt finance and the related finance costs, however these are integrated with the risks of the group and not managed separately. Accordingly, the financial risk management policies of Priory Group No. 1 Limited, which include those of the company, are discussed in the group's annual report which does not form part of this report.

Principal risks and uncertainties

From the perspective of the company, the principal risks and uncertainties are integrated with the principal risks of the group and are not managed separately. Accordingly, the principal risks and uncertainties of Priory Group No. 1 Limited, which include those of the company, are discussed in the group's annual report which does not form part of this report.

Future developments

The future developments of the company are aligned to the strategy of the Priory Group, headed by Priory Group No. 1 Limited. The group's strategy for the future development of the business is included in the group's annual report, which does not form part of this report.

By order of the board



David Hall

Company Secretary

27 August 2015

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Directors' report for the year ended 31 December 2014

The directors present their report and the audited financial statements of the company for the year ended 31 December 2014.

Dividends

The directors do not recommend the payment of a dividend (2013: £nil).

Going concern

The ultimate parent company, Priory Group No. 1 Limited, has confirmed that it will continue to provide financial support to the company for the foreseeable future and for at least twelve months from the date of approval of these financial statements. Accordingly the financial statements have been prepared on the going concern basis.

Directors

The directors of the company who held office during the year and up to the date of signing the financial statements were as follows:

Jason Lock	(resigned 1 April 2015)
Matthew Franzidis	(resigned 7 January 2015)
Tom Riall	
Mark Moran	(appointed 1 April 2015)

In accordance with the articles of association, no directors retire by rotation.

Future developments

The future developments of the company are discussed in the strategic report.

Post balance sheet events

On 8 June 2015 the company acquired the entire issued share capital of Amore Care (Holdings) Limited from a fellow group undertaking for consideration of £36,500,000. The consideration was settled via the intercompany account.

On 8 June 2015 the company disposed of its entire investment in the ordinary shares of its subsidiary, Craegmoor Group (No.5) Limited to a fellow group undertaking for consideration of £113,423,000. The consideration was settled via the intercompany account.

On 8 June 2015, following a special resolution passed by members of the company, the company reduced its issued share capital to one ordinary share of £0.01 by cancelling and extinguishing 115,927,356 ordinary shares of £0.01 in the capital of the company; concurrently, the company reduced its share premium account standing in the books of the company by £114,767,964 to £nil.

Independent auditors

The independent auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office.

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Directors' report for the year ended 31 December 2014 (continued)

Provision of information to auditors

Each of the persons who are directors at the time when this directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware; and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information.

Statement of directors' responsibilities

The directors are responsible for preparing the strategic report, 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 prepared the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 "Reduced Disclosure Framework" (FRS 101).

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 judgements and accounting estimates that are reasonable and prudent;
- State whether applicable United Kingdom Accounting Standards, including FRS 101, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Notify its shareholders in writing about the use of disclosure exemptions, if any, of FRS 101 used in the preparation of the financial statements.

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.

By order of the board



David Hall
Company Secretary
27 August 2015

80 Hammersmith Road
London
England
W14 8UD

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Independent auditors' report to the members of Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Report on the financial statements

Our opinion

In our opinion Amore Group (Holdings) Limited's (formerly Craegmoor Group (No.4) Limited's) the financial statements (the "financial statements"):

- give a true and fair view of the state of the company's affairs as at 31 December 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

What we have audited

Amore Group (Holdings) Limited's (formerly Craegmoor Group (No.4) Limited's) financial statements comprise:

- the balance sheet as at 31 December 2014;
- the profit and loss account for the year then ended;
- the statement of changes in shareholders' funds for the year then ended;
- the accounting policies; and
- the notes to the financial statements, which include other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 101 "Reduced Disclosure Framework". In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- 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.

We have no exceptions to report arising from this responsibility.

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Independent auditors' report to the members of Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited) (continued)

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the directors' responsibilities statement 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) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves

We conducted our audit in accordance with ISAs (UK & Ireland). 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.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual 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.



Tom Yeates (Senior Statutory Auditor)

For and on behalf of PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

Newcastle upon Tyne

27 August 2015

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Profit and loss account for the year ended 31 December 2014

	Note	2014 £'000	2013 £'000
Interest receivable and similar income	3	29,829	27,154
Interest payable and similar charges	4	(14,437)	(14,436)
Profit on ordinary activities before taxation	1	15,392	12,718
Tax on profit on ordinary activities	5	(3,019)	(2,396)
Profit for the financial year		12,373	10,322

The results for the current and prior year derive from continuing activities.

There is no other comprehensive income for the period.

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Balance sheet as at 31 December 2014

	Note	2014 £'000	2013 £'000
Fixed assets			
Investments	6	446,080	416,251
Current assets			
Debtors	7	110	110
		110	110
Creditors: amounts falling due within one year	8	(95,492)	(78,036)
Net current liabilities		(95,382)	(77,926)
Total assets less current liabilities		350,698	338,325
Creditors: amounts falling due after more than one year	9	(202,620)	(202,620)
Net assets		148,078	135,705
Capital and reserves			
Called up share capital	10	1,159	1,159
Share premium account		114,768	114,768
Profit and loss account		32,151	19,778
Total shareholders' funds		148,078	135,705

The financial statements on pages 6 to 19 were approved by the board of directors on 27 August 2015 and were signed on its behalf by:



Mark Moran
Director

Registered number: 6628016

**Amore Group (Holdings) Limited (formerly Craegmoor Group
(No.4) Limited)**

**Statement of changes in shareholders' funds for the year ended 31
December 2014**

	Called up share capital £'000	Share premium account £'000	Profit and loss account £'000	Total £'000
At 1 January 2013	1,159	114,768	9,456	125,383
Profit for the financial year	-	-	10,322	10,322
At 31 December 2013	1,159	114,768	19,778	135,705
Profit for the financial year	-	-	12,373	12,373
At 31 December 2014	1,159	114,768	32,151	148,078

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Statement of accounting policies

The following accounting policies have been applied consistently in the company's financial statements.

Basis of preparation

The company is a private limited company, incorporated and domiciled in the United Kingdom.

The financial statements are presented in sterling, rounded to the nearest thousand. They are prepared on a going concern basis and under the historical cost convention. The principal accounting policies applied in the preparation of these financial statements are set out below, and, unless otherwise stated, these policies have been consistently applied to all the periods presented.

These financial statements have been prepared in accordance with United Kingdom Accounting Standards, in particular, Financial Reporting Standard 101 "Reduced Disclosure Framework (FRS 101) and, the Companies Act 2006 (the Act). FRS 101 sets out a reduced disclosure framework for a "qualifying entity" as defined in the standard which addresses the financial reporting requirements and disclosure exemptions in the individual financial statements of qualifying entities that otherwise apply the recognition, measurement and disclosure requirements of EU-adopted IFRS.

The Company is a qualifying entity for the purposes of FRS 101. Note 11 gives details of the Company's ultimate parent and from where its consolidated financial statements prepared in accordance with IFRS may be obtained.

These are the first financial statements of the Company prepared in accordance with FRS 101. The Company's date of transition to FRS 101 is 1 January 2013. The Company has notified its shareholders in writing about, and they do not object to, the use of the disclosure exemptions used by the Company in these financial statements. The impact of the amendments to the Company's previously adopted accounting policies in accordance with UK GAAP (excluding FRS 101) was not material to the shareholders' equity as at the date of transition or as at 31 December 2013 or as at 31 December 2014, nor on the profit or loss for the years ended 31 December 2013 and 31 December 2014.

The principle disclosure exemptions adopted by the Company in accordance with FRS 101 are as follows:

- Statement of cash flows;
- IFRS 7 financial instrument disclosures;
- IAS 1 information on management of capital;
- IAS 8 disclosures in respect of new standards and interpretations that have been issued but which are not yet effective;
- IAS 24 disclosure of key management personnel compensation;
- IAS 24 disclosures in respect of related party transactions entered into between fellow group companies (the company has no other related party transactions); and
- Roll-forward reconciliations in respect of share capital (IAS 1).

The preparation of financial statements in conformity with FRS 101 requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best knowledge of the amount, event or actions, actual results ultimately may differ from those estimates.

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Statement of accounting policies (continued)

Basis of preparation (continued)

The ultimate parent company, Priory Group No. 1 Limited, has confirmed that it will continue to provide financial support to the company for the foreseeable future and for at least twelve months from the date of approval of these financial statements. Accordingly the financial statements have been prepared on the going concern basis.

The company is exempt by virtue of section 400 of the Companies Act 2006 from the requirement to prepare group financial statements on the grounds that it is included in the consolidated financial statements of a parent undertaking. These financial statements present information about the company as an individual undertaking and not about its group.

Investments

Investments in subsidiaries are stated at cost less provision for any impairment in value.

Taxation

The tax expense represents the tax currently payable and deferred tax.

The tax currently payable is based on the taxable profit for the year. Taxable profit can differ from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years, or that are never taxable or deductible. The company's liability for current tax is calculated using rates that have been effective during the accounting period.

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the balance sheet liability method. Deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax liabilities and when they relate to income taxes levied by the same taxation authority, and the company intends to settle its current tax assets and liabilities on a net basis.

Deferred tax balances are not discounted.

Group relief

Payment is generally made for group relief at the current tax rate at the time of first estimating the tax provision. To the extent that amendments are subsequently made to the group relief plan, there is generally no payment or receipt in respect of the change.

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Notes to the financial statements for the year ended 31 December 2014

1 Profit on ordinary activities before taxation

The remuneration of the auditors of £1,000 (2013: £1,000) was borne by another group undertaking.

2 Staff costs

The company has no employees other than the directors.

The costs relating to the directors' services have been borne by Priory Central Services Limited, a fellow subsidiary undertaking. No amounts have been recharged to the company in respect of the directors' services and the directors do not believe that it is practical to allocate these costs between group companies.

3 Interest receivable and similar income

	2014	2013
	£'000	£'000
On amounts owed by group undertakings	29,829	27,154

4 Interest payable and similar charges

	2014	2013
	£'000	£'000
On amounts owed to group undertakings	14,437	14,436

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Notes to the financial statements for the year ended 31 December 2014 (continued)

5 Tax on profit on ordinary activities

	2014	2013
	£'000	£'000
UK corporation tax:		
Current tax charge arising in the year	3,019	2,380
Total current tax charge	3,019	2,380
Deferred tax:		
Effect of tax rate change on opening balance	-	16
Total deferred tax charge	-	16
Total tax charge	3,019	2,396

The standard rate of tax for the year, based on the UK standard rate of corporation tax is 21.5% (2013: 23.25%). The actual tax charge for the year is lower (2013: lower) than the standard rate for the reasons set out in the following reconciliation:

	2014	2013
	£'000	£'000
Profit on ordinary activities before taxation	15,392	12,718
Tax on profit on ordinary activities at standard rate	3,309	2,957
Factors affecting charge for the year:		
Other permanent differences	(84)	(91)
Transfer pricing adjustments	(206)	(486)
Impact of rate changes	-	16
Total tax charge for the year	3,019	2,396

The standard rate of corporation tax in the UK changed from 23% to 21% with effect from 1 April 2014. Accordingly, the company's profits for this accounting year are taxed at an effective rate of 21.5% (2013: 23.25%). In his budget speech on 20 March 2013, the Chancellor announced that the main rate of corporation tax would change from 21% to 20% from 1 April 2015. This change was substantively enacted in July 2013, as such the company's deferred tax balances have been restated to reflect their expected unwind at 20% rather than the main rate of 21%.

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Notes to the financial statements for the year ended 31 December 2014 (continued)

6 Investments

	Shares in subsidiary undertakings £'000	Loans to subsidiary undertakings £'000	Total £'000
Cost			
At 1 January 2014	113,923	302,829	416,752
Interest on loan	-	29,829	29,829
At 31 December 2014	113,923	332,658	446,581
Impairment			
At 1 January 2014 and at 31 December 2014	501	-	501
Net book value			
At 31 December 2014	113,422	332,658	446,080
At 31 December 2013	113,422	302,829	416,251

Loans to subsidiary undertakings

The loans to subsidiary undertakings of £332,658,000 (2013: £302,829,000) carry interest at a rate of 9.85% per annum. Interest is payable on the last day of each interest period. Interest periods shall be twelve months or such other period as agreed between the borrower and lender. The loan is repayable on the earlier of the termination date of the loan, which is 18 July 2018, or on written demand of the lender.

During the financial year interest of £29,829,000 (2013: £27,154,000) has been accrued on loans made to subsidiary undertakings. This has been added to the loans.

Shares in subsidiary undertakings

The subsidiary undertaking in which the company has a direct interest are as follows:

Subsidiary undertaking	Principal activity	Country of incorporation	Class and percentage of shares held
Craegmoor Group (No.5) Limited	Holding company	United Kingdom	100% ordinary shares

The directors consider that the carrying value of the investment is supported by its underlying net assets.

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Notes to the financial statements for the year ended 31 December 2014 (continued)

6 Investments (continued)

The subsidiary undertaking in which the company has an indirect interest are as follows:

Subsidiary undertaking	Principal activity	Country of incorporation	Class and percentage of shares held
Craegmoor Group (No.6) Limited	Holding company	United Kingdom	100% ordinary
Craegmoor Limited	Holding company	United Kingdom	100% ordinary
Amore Care Holdings Limited	Holding company	United Kingdom	100% ordinary
Craegmoor Facilities Company Limited	Supply of services	United Kingdom	100% ordinary
Craegmoor Hospitals (Holdings) Limited	Holding company	United Kingdom	100% ordinary
Craegmoor Learning (Holdings) Limited	Holding company	United Kingdom	100% ordinary
Craegmoor Care (Holdings) Limited	Holding company	United Kingdom	100% ordinary
Speciality Care Limited	Holding company	United Kingdom	100% 10p ordinary shares 100% £1 cumulative redeemable preference shares
Craegmoor (Harbour Care) Limited	Holding company	United Kingdom	100% ordinary
Harbour Care (UK) Limited	Care delivery	United Kingdom	100% of total issued share capital (ordinary, A, B and cumulative preference)
Speciality Care (Rest Homes) Limited	Care delivery	United Kingdom	100% ordinary
Strathmore College Limited	Care delivery	United Kingdom	100% ordinary
Speciality Care (Medicare) Limited	Holding company	United Kingdom	100% ordinary
Specialised Courses Offering Purposeful Education Limited	Care Delivery	United Kingdom	100% ordinary
Independent Community Living (Holdings) Limited	Holding company	United Kingdom	100% ordinary
Craegmoor Hospitals Limited	Care delivery	United Kingdom	100% ordinary
Speciality Care (Care Homes) Limited	Care delivery	United Kingdom	100% ordinary
Burnside Care Limited	Care delivery	United Kingdom	100% ordinary
Craegmoor Healthcare Company Limited	Non trading	United Kingdom	100% ordinary
Craegmoor Supporting You Limited	Care delivery	United Kingdom	100% ordinary

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Notes to the financial statements for the year ended 31 December 2014 (continued)

6 Investments (continued)

Subsidiary undertaking	Principal activity	Country of incorporation	Class and percentage of shares held
Greymount Properties Limited	Care delivery	United Kingdom	100% ordinary
Parkcare Homes (No. 2) Limited	Care delivery	United Kingdom	100% ordinary
Autism TASCC Services Limited	Care delivery	United Kingdom	100% ordinary
Cotswold Care Services Limited	Care delivery	United Kingdom	100% ordinary
Craegmoor Holdings Limited	Care delivery	United Kingdom	100% ordinary
Craegmoor Homes Limited	Care delivery	United Kingdom	100% ordinary
J C Care Limited	Care delivery	United Kingdom	100% ordinary
Johnston Care Limited	Care delivery	United Kingdom	100% ordinary
Lambs Support Services Limited	Care delivery	United Kingdom	100% ordinary
Positive Living Limited	Care delivery	United Kingdom	100% ordinary
Sapphire Care Services Limited	Care delivery	United Kingdom	100% ordinary
Strathmore Care Services Limited	Care delivery	United Kingdom	100% ordinary
Treehome Limited	Care delivery	United Kingdom	100% ordinary
Grovedraft Limited	Non trading	United Kingdom	100% ordinary
Peninsula Autism Services and Support Limited	Care delivery	United Kingdom	100% ordinary
High Quality Lifestyles Limited	Care delivery	United Kingdom	100% ordinary
New Directions (Hastings) Limited	Care delivery	United Kingdom	100% ordinary
New Directions (Bexhill) Limited	Care delivery	United Kingdom	100% ordinary
New Directions (Robertsbridge) Limited	Care delivery	United Kingdom	100% ordinary
New Directions (St. Leonards on Sea) Limited	Care delivery	United Kingdom	100% ordinary
Lansdowne Road Limited	Care delivery	United Kingdom	100% ordinary
Lothlorien Community Limited	Care delivery	United Kingdom	100% ordinary
R. J. Homes Limited	Care delivery	United Kingdom	100% ordinary
Heddfan Care Limited	Care delivery	United Kingdom	100% ordinary
Conquest Care Homes (Norfolk) Limited	Care delivery	United Kingdom	100% ordinary

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Notes to the financial statements for the year ended 31 December 2014 (continued)

6 Investments (continued)

Subsidiary undertaking	Principal activity	Country of incorporation	Class and percentage of shares held
Conquest Care Homes (Peterborough) Limited	Care delivery	United Kingdom	100% ordinary
Conquest Care Homes (Soham) Limited	Care delivery	United Kingdom	100% ordinary
Ferguson Care Limited	Care delivery	United Kingdom	100% ordinary
Speciality Care (Learning Disabilities) Limited	Care delivery	United Kingdom	100% ordinary
Speciality Care (Rehab) Limited	Care delivery	United Kingdom	100% ordinary
Amore (Prestwick) Limited (formerly Priory (Prestwick) Limited)	Elderly care services	United Kingdom	100% ordinary
Amore Elderly Care Holdings Limited (formerly Priory Elderly Care Holdings Limited)	Elderly care services	United Kingdom	100% ordinary
Amore Elderly Care (Wednesfield) Limited (formerly Priory Elderly Care (Wednesfield) Limited)	Elderly care services	United Kingdom	100% ordinary
Amore (Ben Madigan) Limited (formerly Priory (Ben Madigan) Limited)	Elderly care services	United Kingdom	100% ordinary
Amore (Warrenpoint) Limited (formerly Priory (Warrenpoint) Limited)	Elderly care services	United Kingdom	100% ordinary
Amore (Watton) Limited (formerly Priory (Watton) Limited)	Elderly care services	United Kingdom	100% ordinary
Amore Care Limited (formerly Craegmoor Older People Care Limited)	Elderly care services	United Kingdom	100% ordinary
Speciality Healthcare Limited	Elderly care services	United Kingdom	100% ordinary
Health & Care Services (NW) Limited	Elderly care services	United Kingdom	100% ordinary
Speciality Care (Addison Court) Limited	Elderly care services	United Kingdom	100% ordinary
Speciality Care (EMI) Limited	Elderly care services	United Kingdom	100% ordinary and 100% preference
Speciality Care (UK Lease Homes) Limited	Elderly care services	United Kingdom	100% ordinary
Parkcare Homes Limited	Elderly care services	United Kingdom	100% ordinary
Health & Care Services (UK) Limited	Elderly care services	United Kingdom	100% ordinary

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Notes to the financial statements for the year ended 31 December 2014 (continued)

6 Investments (continued)

Subsidiary undertaking	Principal activity	Country of incorporation	Class and percentage of shares held
Amore (Stoke 1) Limited (formerly Priory (Stoke 1) Limited)	Elderly care services	United Kingdom	100% ordinary
Amore (Wednesfield 1) Limited (formerly Priory (Wednesfield 1) Limited)	Elderly care services	United Kingdom	100% ordinary
S P Cockermouth Limited	Elderly care services	United Kingdom	100% ordinary
Priory (Coventry) Limited	Elderly care services	Isle of Man	100% ordinary
Yorkshire Parkcare Company Limited	Elderly care services	United Kingdom	100% ordinary
Speciality Care (Rest Care) Limited	Non-trading	United Kingdom	100% ordinary
Amore (Bourne) Limited (formerly Priory (Bourne) Limited)	Non-trading	United Kingdom	100% ordinary
Amore (Cockermouth) Limited (formerly Priory (Cockermouth) Limited)	Non-trading	United Kingdom	100% ordinary
Amore (Ings Road) Limited (formerly Priory (Ings Road) Limited)	Non-trading	United Kingdom	100% ordinary
Amore Elderly Care Limited (formerly Priory Elderly Care Limited)	Elderly care services	United Kingdom	100% ordinary
Amore (Stoke 2) Limited (formerly Priory (Stoke 2) Limited)	Non-trading	United Kingdom	100% ordinary
Stoke 3 Limited	Non-trading	United Kingdom	100% ordinary
Amore (Wednesfield 2) Limited (formerly Priory (Wednesfield 2) Limited)	Non-trading	United Kingdom	100% ordinary
Wednesfield 3 Limited	Non-trading	United Kingdom	100% ordinary
Stoke Trustee (No 2) LLP	Non-trading	United Kingdom	100% membership capital
Wednesfield Trustee LLP	Non-trading	United Kingdom	100% membership capital
Wednesfield Trustee (No 2) LLP	Non-trading	United Kingdom	100% membership capital
Stoke Trustee LLP	Non-trading	United Kingdom	100% membership capital

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Notes to the financial statements for the year ended 31 December 2014 (continued)

7 Debtors

	2014	2013
	£'000	£'000
Deferred tax asset	110	110

Deferred tax assets relating to deductible temporary differences are recognised if it is probable that they can be offset against future taxable profits or existing temporary differences. On the basis of the approved business plans, it is considered probable that the temporary differences can be offset against future taxable profits.

8 Creditors: amounts falling due within one year

	2014	2013
	£'000	£'000
Group relief payable	3,019	2,380
Amounts owed to group undertakings	92,473	75,656
	95,492	78,036

Amounts owed to group undertakings are unsecured, interest free, have no fixed date of repayment and are repayable on demand.

9 Creditors: amounts falling due after more than one year

	2014	2013
	£'000	£'000
Amounts owed to group undertakings	202,620	202,620

Amounts owed to group undertakings comprises a loan of £202,620,000 principal amount which accrues interest at 7.125% per annum. The loan is unsecured and has no fixed date of repayment – the company has received confirmation that the loan will not be called for repayment within twelve months and is therefore classified as being due after more than one year.

Amore Group (Holdings) Limited (formerly Craegmoor Group (No.4) Limited)

Notes to the financial statements for the year ended 31 December 2014 (continued)

10 Called up share capital

	2014	2013
	£'000	£'000
Authorised		
115,927,357 (2013: 115,927,357) ordinary shares of 1p each	1,159	1,159
Allotted, called-up and fully paid		
115,927,357 (2013: 115,927,357) ordinary shares of 1p each	1,159	1,159

11 Ultimate parent company and controlling party

The company's immediate parent company, which is incorporated in the United Kingdom, is Craegmoor Group (No.3) Limited.

The ultimate parent undertaking and controlling party is Priory Group No. 1 Limited, a company incorporated in England. Priory Group No. 1 Limited is beneficially owned by funds managed by Advent International Corporation which is considered by the directors to be the ultimate controlling party of the company.

Priory Group No. 1 Limited is the parent undertaking of the largest group of undertakings to consolidate these financial statements at 31 December 2014. Priory Group No. 3 PLC is the parent undertaking of the smallest group of undertakings to consolidate these financial statements at 31 December 2014. The consolidated financial statements of Priory Group No. 1 Limited and Priory Group No. 3 PLC can be obtained from the Company Secretary at 80 Hammersmith Road, London, W14 8UD.

12 Post balance sheet events

On 8 June 2015 the company acquired the entire issued share capital of Amore Care (Holdings) Limited from a fellow group undertaking for consideration of £36,500,000. The consideration was settled via the intercompany account.

On 8 June 2015 the company disposed of its entire investment in the ordinary shares of its subsidiary, Craegmoor Group (No.5) Limited to a fellow group undertaking for consideration of £113,423,000. The consideration was settled via the intercompany account.

On 8 June 2015, following a special resolution passed by members of the company, the company reduced its issued share capital to one ordinary share of £0.01 by cancelling and extinguishing 115,927,356 ordinary shares of £0.01 in the capital of the company; concurrently, the company reduced its share premium account standing in the books of the company by £114,767,964 to £nil.