

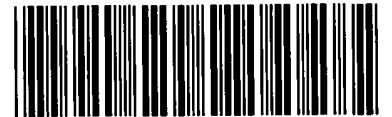
GLENHOLME HEALTHCARE LIMITED

FINANCIAL STATEMENTS

31 MARCH 2017

Glenholme
Group

FRIDAY



A6GY4EFF

A19

13/10/2017

#178

COMPANIES HOUSE

GLENHOLME HEALTHCARE LIMITED
(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

CONTENTS	PAGE
Officers and professional advisers	1
Strategic report	2
Directors' report	3-4
Independent auditor's report to the shareholders	5
Statement of comprehensive income	6
Statement of financial position	7
Statement of changes in equity	8
Notes to the financial statements	9-16

GLENHOLME HEALTHCARE LIMITED
(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

OFFICERS AND PROFESSIONAL ADVISERS

THE BOARD OF DIRECTORS

K W Phippen
D M Serratt
G P Macalister
S J McLaughlan

COMPANY SECRETARY

S A Hurrell

REGISTERED OFFICE

79 High Street
Eton
Windsor
Berkshire
SL4 6AF

AUDITOR

Menzies LLP
Chartered Accountants
Midas House
62 Goldsworth Road
Woking
Surrey
GU21 6LQ

GLENHOLME HEALTHCARE LIMITED

(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

STRATEGIC REPORT

YEAR ENDED 31 MARCH 2017

The directors have pleasure in presenting their strategic review for the year to 31 March 2017.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company during the year was the provision of residential care to patients with mental health, learning and physical disabilities.

At 31st March 2017 the parent company purchased the remaining 25% minority interest of the company. At that date the company agreed to acquire the assets of Glenholme Living Solutions Limited (formerly Green Oak Living Solutions) Limited and from that date Glenholme Living Solutions Limited agreed to act as undisclosed agent of behalf of Glenholme Healthcare Limited.

The company will continue with its residential home at Finchley and supported living throughout the country. The company is continuously looking for new opportunities for providing care to this client group.

KEY PERFORMANCE INDICATORS

The group monitors its performance against strategic objectives by means of key performance indicators. The main KPIs it uses are orientated around gross profit margin and turnover. These are summarised thus:

	2017	2016
	£	£
Turnover	909,979	830,392
Gross profit %	32%	36%
Operating profit / (loss)	292,904	(146,283)
Number of employees	18	22
Occupancy %	89%	83%

Non-financial KPIs are not produced here because, given the nature of the business, the group'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 entity.

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks and uncertainties that are facing the company are common for a group of this size are:

- (a) Maintaining working capital during periods of growth
- (b) The inherent risk attached to the acquisition of new companies and businesses
- (c) Retention and recruitment of staff with appropriate skills
- (d) Maintaining and improving customer satisfaction
- (e) Maintaining and improving quality standards with the Care Commission

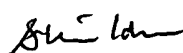
The group has successfully controlled and managed these risks by:

- (a) Regular cash flow forecasts and cash collection
- (b) Board level due diligence teams for acquisitions
- (c) Maintaining profitability
- (d) Monitoring occupancy levels
- (e) Staff training and development program
- (f) Staff exit interviews

FUTURE DEVELOPMENTS

The company expects to improve its financial performance by a policy of controlled growth.

Approved by the directors on 6th October 2017 and signed on their behalf by:



S A Hurrell
Company Secretary

GLENHOLME HEALTHCARE LIMITED

Formerly GLENHOLME MENTAL HEALTHCARE LIMITED

DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2017

The directors present their report and the financial statements of the company for the year ended 31 March 2017.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was that of a residential care home.

DIRECTORS

The directors who served the company during the year were as follows:

K W Phippen
D M Serratt
G P Macalister
S J McLaughlan

appointed on 15 June 2016

CHANGE OF NAME

The company changed its name from Glenholme Mental Healthcare Limited to Glenholme Healthcare Limited on 9th May 2017

GOING CONCERN

The directors have a reasonable expectation that the company has adequate resources to continue operational existence for the foreseeable future. For this reason the directors continue to adopt the going concern basis of accounting in preparing the annual financial statements.

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 year.

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;
- 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.

STRATEGIC REPORT

The company has chosen in accordance with Section 414C(11) of the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 to set out within the company's Strategic Report the Company's Strategic Report Information Required by Schedule 7 of the Large and Medium Sized Companies and Groups (Accounts and Reports) Regulation 2008. This includes information that would have been included in the business review and details of the principal risks and uncertainties.

GLENHOLME HEALTHCARE LIMITED
Formerly GLENHOLME MENTAL HEALTHCARE LIMITED

DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 MARCH 2017

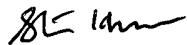
AUDITOR

Menzies LLP are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Each of the persons who is a director at the date of approval of this report confirm that:

- so far as each director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- each director has taken all steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Signed on behalf of the directors on 6th October 2017



S A Hurrell
Company secretary

Registered office:
79 High Street
Eton
Windsor
Berkshire
SL4 6AF

GLENHOLME HEALTHCARE LIMITED

(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF GLENHOLME HEALTHCARE LIMITED

YEAR ENDED 31 MARCH 2017

We have audited the financial statements of Glenholme Healthcare Limited (formerly Glenholme Mental Healthcare Limited) for the year ended 31 March 2017 set out on pages 6 to 16. The relevant financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 Directors Responsibilities Statement, 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 Financial Reporting Council's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/apb/scope/UKNP.

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 March 2017 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.

Opinion on other matter prescribed by the Companies Act 2006

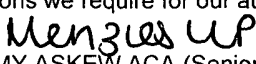
In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with those financial statements and such reports have been prepared in accordance with applicable legal requirements.

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.

Midas House
62 Goldsworth Road
Woking
Surrey
GU21 6LQ


AMY ASKEW ACA (Senior Statutory
Auditor)
For and on behalf of
MENZIES LLP
Chartered Accountants
& Statutory Auditor

9 October 2017

GLENHOLME HEALTHCARE LIMITED
(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

STATEMENT OF COMPREHENSIVE INCOME

YEAR ENDED 31 MARCH 2017

	Notes	2017 £	2016 £
TURNOVER		909,979	830,392
Cost of sales		(564,367)	(530,950)
GROSS PROFIT		345,612	299,442
Administrative expenses		(52,708)	(110,242)
Amortisation of goodwill		-	(335,483)
OPERATING PROFIT / (LOSS)	3	292,904	(146,283)
Interest payable and similar charges	5	(43,477)	(70,988)
PROFIT / (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		249,427	(217,271)
Tax on profit on ordinary activities	6	(47,197)	(30,348)
PROFIT / (LOSS) FOR THE FINANCIAL YEAR		202,230	(247,619)
Revaluation of tangible assets		-	1,157,876
OTHER COMPREHENSIVE INCOME FOR THE YEAR		-	1,157,876
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		202,230	910,257

Turnover arose from the principal activity.

All the activities of the company are from continuing operations.

The notes on pages 9 to 16 form part of these financial statements.

GLENHOLME HEALTHCARE LIMITED
(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

STATEMENT OF FINANCIAL POSITION

31 MARCH 2017

	Notes	£	2017 £	£	2016 £
FIXED ASSETS					
Tangible assets	8		2,450,329		2,523,257
CURRENT ASSETS					
Stock	9	394		950	
Debtors	10	389,893		251,184	
Cash at bank		2,961		11,802	
		393,248		263,936	
CREDITORS: Amounts falling due within one year	11	(101,598)		(137,672)	
NET CURRENT ASSETS			291,650		126,264
TOTAL ASSETS LESS CURRENT LIABILITIES			2,741,979		2,649,521
CREDITORS: Amounts falling due after more than one year	12		(1,183,000)		(1,274,000)
Deferred taxation	13		(203,777)		(222,549)
NET ASSETS			1,355,202		1,152,972
CAPITAL AND RESERVES					
Called-up equity share capital	15		980,000		980,000
Revaluation reserve	16		1,093,525		1,098,718
Profit and loss account	17		(718,323)		(925,746)
SHAREHOLDERS' FUNDS			1,355,202		1,152,972

These accounts were approved by the directors and authorised for issue on 6th October 2017, and are signed on their behalf by:



S J McLaughlan

Company Registration Number: 07446940

The notes on pages 9 to 16 form part of these financial statements.

GLENHOLME HEALTHCARE LIMITED
(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

STATEMENT OF CHANGES IN EQUITY
31 MARCH 2017

	Called up share capital £	Revaluation Reserve £	Profit and Loss account £	Total £
At 1 April 2015	980,000	-	(737,285)	242,715
Loss for the financial year	-	-	(247,619)	(247,619)
Revaluation of tangible assets	-	1,157,876		1,157,876
Reclassification from revaluation reserve to profit and loss account	-	(59,158)	59,158	-
At 31 March 2016	980,000	1,098,718	(925,746)	1,152,972
Profit for the financial year	-	-	202,230	202,230
Reclassification from revaluation reserve to profit and loss account	-	(5,193)	5,193	-
At 31 March 2017	980,000	1,093,525	(718,323)	1,355,202

The notes on pages 9 to 16 form part of these financial statements.

GLENHOLME HEALTHCARE LIMITED

(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

Notes to the Financial Statements

Year ended 31 March 2017

1. STATEMENT OF COMPLIANCE AND COMPANY INFORMATION

These financial statements have been prepared in compliance with FRS102. 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'.

Glenholme Healthcare Limited (formerly Glenholme Mental Healthcare Limited) is a limited company incorporated and domiciled in the United Kingdom. The address of its registered office and principal place of business are disclosed on page 1.

2. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of properties measured at fair value.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. Its financial statements are consolidated into the financial statements of Holding Company Limited which can be obtained from Companies House. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) No cash flow statement has been presented for the company.
- (b) Disclosures in respect of financial instruments have not been presented.
- (c) No disclosure has been given for the aggregate remuneration of key management personnel.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant judgements

There are no significant judgements (apart from those involving estimations) that management has made in the process of applying the entity's accounting policies and that have the most significant effect on the amounts recognised in the financial statements:

Key sources of estimation uncertainty

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. There are no key assumptions and other sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year:

Revenue Recognition

Turnover is measured at the fair value of the consideration received or receivable for goods supplied, rents receivable and services rendered, net of discounts and Value Added Tax where applicable.

GLENHOLME HEALTHCARE LIMITED

(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

Notes to the Financial Statements (continued)

Year ended 31 March 2017

2 ACCOUNTING POLICIES continued

Income tax

The taxation expense represents the aggregate amount of current and deferred tax recognised in the reporting period. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, tax is recognised in other comprehensive income or directly in equity, respectively.

Current tax is recognised on taxable profit for the current and past periods. Current tax is measured at the amounts of tax expected to pay or recover using the tax rates and laws that have been enacted or substantively enacted at the reporting date.

Deferred tax is recognised in respect of all timing differences at the reporting date. Unrelieved tax losses and other deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date that are expected to apply to the reversal of the timing difference.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Debt instruments are subsequently measured at amortised cost.

Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Goodwill - over 5 years

GLENHOLME HEALTHCARE LIMITED

(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

2 ACCOUNTING POLICIES continued

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other comprehensive income and accumulated in equity, except to the extent it reverses a revaluation decrease of the same asset previously recognised in profit or loss. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other comprehensive income to the extent of any previously recognised revaluation increase accumulated in equity in respect of that asset. Where a revaluation decrease exceeds the accumulated revaluation gains accumulated in equity in respect of that asset, the excess shall be recognised in profit or loss.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold Property	- over 50 years
Freehold Land	- no depreciation
Equipment	- 20%-33% straight line

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

GLENHOLME HEALTHCARE LIMITED
(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

3. OPERATING (LOSS) / PROFIT

Operating (loss) /profit is stated after charging:

	2017 £	2016 £
Amortisation of intangible assets	-	335,483
Depreciation of owned fixed assets	80,567	65,749
Auditor's fees	3,130	2,394
	<u> </u>	<u> </u>

4. DIRECTORS AND STAFF

The average number of persons employed by the company during the year, including the directors, amounted to:

	2017 No	2016 No
Care staff	18	22
	<u> </u>	<u> </u>

The aggregate payroll costs incurred during the year, relating to the above, were:

	2017 £	2016 £
Wages and salaries	310,816	300,602
Social security costs	22,997	14,939
Pension contributions	-	1,705
	<u>333,813</u>	<u>317,246</u>

No director who is not also a holding company director received any remuneration

5. INTEREST PAYABLE AND SIMILAR CHARGES

	2017 £	2016 £
Interest payable on bank borrowing	43,477	70,988
	<u> </u>	<u> </u>

GLENHOLME HEALTHCARE LIMITED
(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

6. TAX ON PROFIT ON ORDINARY ACTIVITIES

Major components of tax expense

	2017 £	2016 £
Current tax		
UK current tax expense	65,699	36,272
UK prior year tax adjustment	-	6,405
Deferred tax		
Origination and reversal of timing differences	(10,416)	(12,329)
Prior year amendment	(8,056)	
	<u>47,197</u>	<u>30,348</u>

Reconciliation of tax expense

The tax assessed on the result on ordinary activities for the year is the same as the standard rate of corporation tax in the UK of 20% (2016: 20%).

	£	£
Profit / (loss) on ordinary activities before taxation	<u>249,427</u>	<u>(146,283)</u>
Profit on ordinary activities by rate of tax of 20% (2016: 20%)	49,885	(29,257)
Effect of expenses not deductible for tax purposes	-	67,097
Depreciation on non eligible assets	4,820	
Prior year amendment	(7,443)	(7,492)
Change in rate of deferred taxation to 19%	(65)	-
	<u>47,197</u>	<u>30,348</u>

7. INTANGIBLE FIXED ASSETS

	Goodwill £
COST & AMORTISATION	
At 1 April 2016 and 31 March 2017	<u>1,677,415</u>
NET BOOK VALUE	
At 31 March 2016 and 31 March 2017	<u>-</u>

GLENHOLME HEALTHCARE LIMITED
(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

8. TANGIBLE FIXED ASSETS

	Land and buildings £	Motor Vehicles £	Fixtures, Fittings & equipment £	Total £
COST OR REVALUATION				
At 1 April 2016	2,512,328	-	74,335	2,586,663
Additions	-	-	3,094	3,094
Disposals	(57,982)	-	(22,585)	(80,567)
Transfer from group companies	-	11,477	11,692	23,169
At 31 March 2017	2,454,346	11,477	66,536	2,532,359
DEPRECIATION				
At 1 April 2016	11,983	-	51,423	63,406
Charge for the year	70,097	-	13,279	83,376
Disposals	(57,982)	-	(22,585)	(80,567)
Transfer from group companies	-	8,888	6,927	15,815
At 31 March 2017	24,098	8,888	49,044	82,030
NET BOOK VALUE				
At 31 March 2017	2,430,248	2,589	17,492	2,450,329
At 31 March 2016	2,500,345	-	22,912	2,523,257

The freehold property has been valued in accordance with valuations prepared by Jon Chapman MRICS of Pinders, Professional & Consultancy Services Limited as at 14 June 2016 on an open market value basis. This valuation is not materially different to the value as at the year end.

Had the land and buildings not been re-valued:	2017	2016
	£	£
Cost	1,145,344	1,203,326
Accumulated depreciation	(70,620)	(71,141)
	1,074,724	1,132,185
Charge for the year	57,461	15,516

9. STOCK

	2017	2016
	£	£
Finished goods	394	950

10. DEBTORS

	2017	2016
	£	£
Trade debtors	62,665	40,656
Accrued income	-	13,338
Amounts owed by group undertakings	301,107	174,678
Other debtors	972	-
Prepayments	25,149	22,512
	389,893	251,184

GLENHOLME HEALTHCARE LIMITED
(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

11. CREDITORS: Amounts falling due within one year

	2017 £	2016 £
Bank loans	91,000	91,000
Corporation tax	-	36,272
Accruals	10,598	10,400
	<u>101,598</u>	<u>137,672</u>

The bank loan is secured by a legal charge over the assets held by the company.

12. CREDITORS: Amounts falling due after more than one year

	2017 £	2016 £
Bank loans and overdrafts	<u>1,183,000</u>	<u>1,274,000</u>

Analysis of bank loans is as follows:

	2017 £	2016 £
Due < 1 year	91,000	91,000
Due > 1 year and < 5 years	341,250	364,000
Due > 5 years	841,750	910,000
	<u>1,274,000</u>	<u>1,365,000</u>

The bank loan is secured by a legal charge over all the assets held by the company and accrues interest at 3.0% above the bank base rate.

13. DEFERRED TAXATION

The movement in the deferred taxation provision during the year was:

	2017 £	2016 £
Provision brought forward	222,549	24,594
Released to profit and loss account	(11,029)	(12,329)
Charged to the revaluation reserve	(7,443)	210,284
Trf from fellow group company	(300)	-
	<u>203,777</u>	<u>222,549</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of:

	2017 £	2016 £
Excess of taxation allowances over depreciation on fixed assets	936	12,265
On property revaluation	202,841	210,284
	<u>203,777</u>	<u>222,549</u>

GLENHOLME HEALTHCARE LIMITED
(formerly GLENHOLME MENTAL HEALTHCARE LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2017

14. RELATED PARTY TRANSACTIONS

At 31 March 2016, the company was due: £174,678 from the parent, The Glenholme Healthcare Group Limited. During the prior year the parent company, The Glenholme Healthcare Group Limited, charged management charges: of £84,000

The company has taken advantage of the exemption available under FRS 102 Section 33.1A not to disclose transactions with the ultimate parent undertaking and those subsidiary undertakings, where the group controls 100% of those companies' voting rights.

15. SHARE CAPITAL

Allotted, called up and fully paid:

	2017		2016	
	No	£	No	£
Ordinary shares of £1 each	<u>980,000</u>	<u>980,000</u>	<u>980,000</u>	<u>980,000</u>

16. REVALUATION RESERVE

	2017	2016
	£	£
Balance brought forward	1,098,718	-
Revaluation during the year	-	1,157,876
Transfer to the profit and loss account	(5,193)	(59,158)
Balance carried forward	<u>1,093,525</u>	<u>1,098,718</u>

Revaluation reserve - This reserve records the unrealised gain on properties.

17. PROFIT AND LOSS ACCOUNT

	2017	2016
	£	£
Balance brought forward	(925,746)	(737,285)
Profit / (loss) for the financial year	202,230	(247,619)
Transfer from revaluation reserve	5,193	59,158
Balance carried forward	<u>(718,323)</u>	<u>(925,746)</u>

Profit and loss account - This reserve records retained earnings and accumulated losses.

18. ULTIMATE PARENT COMPANY

The smallest and largest group of undertakings for which group accounts are drawn up are those headed by The Glenholme Healthcare Group Ltd. Copies of the group accounts are publicly available at Companies House.