

CROMWELL CLINIC LIMITED

**ABBREVIATED
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
30 SEPTEMBER 2000**

REGISTERED NUMBER: 1728974



CROMWELL CLINIC LIMITED

ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2000

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CROMWELL CLINIC LIMITED

COMPANY INFORMATION
AT 30 SEPTEMBER 2000

DIRECTORS

Mrs M Galan
J C Goodman
B Galan

SECRETARY

Mrs M Galan

REGISTERED OFFICE

32 Queen Anne Street
London
W1G 8HD

BUSINESS ADDRESS

Cromwell House
82 High Street
Huntingdon
Cambridgeshire
PE18 6DP

AUDITORS

Sinclairs
32 Queen Anne Street
London
W1G 8HD

CROMWELL CLINIC LIMITED

DIRECTORS' REPORT

The directors present their annual report with the financial statements of the company for the year ended 30 September 2000.

PRINCIPAL ACTIVITIES

The principal activity of the company in the year under review was that of a medical nursing home.

No significant change in the nature of this activity occurred during the year.

REVIEW OF THE BUSINESS

The net profit after providing for taxation amounted to £192,388.

During the year there was a reduction in turnover and as a result there has been a lower level of profit in this year. It is hoped to improve upon this in the current year.

DIVIDENDS

No dividends were paid during the year and the directors do not recommend the payment of a final dividend.

FUTURE DEVELOPMENTS

Current trends indicate that the company will remain profitable.

INTRODUCTION OF THE SINGLE EUROPEAN CURRENCY

The directors are continuing to monitor the developments on the introduction of the single european currency and are satisfied that no specific action is required at this point in time.

DIRECTORS AND THEIR INTERESTS

The directors in office in the year and their beneficial interests in the company at the balance sheet date and the beginning of the year (or on appointment if later) were as follows:

	Number of Shares	
	2000	1999
Mrs M Galan	-	-
J C Goodman	-	-
B Galan	-	-

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company as at the end of the financial year and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are 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.

POLITICAL AND CHARITABLE CONTRIBUTIONS

During the year the company made charitable contributions of £1,150(1999: £499).

CROMWELL CLINIC LIMITED

DIRECTORS' REPORT

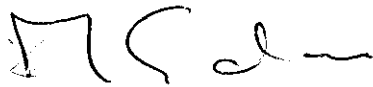
YEAR 2000 ISSUES

The directors have assessed the Year 2000 problem in relation to the company's activities and consider that the cost of any changes is not material in relation to the overall performance of the business. The company has not experienced any problems to date.

AUDITORS

The auditors, Sinclairs, will be proposed for re-appointment in accordance with section 385 of the Companies Act 1985.

By order of the board:



Mrs M Galan
Secretary

Date: 18 December 2000

CROMWELL CLINIC LIMITED

AUDITORS' REPORT TO CROMWELL CLINIC LIMITED PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages 5 to 13 together with the full financial statements of the company for the year ended which have been prepared under the historical cost convention and on the basis of accounting policies set out on page 8.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

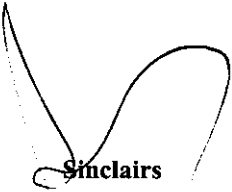
The directors are responsible for preparing the abbreviated accounts in accordance with section 246A of the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts prepared in accordance with section 246A(3) of the Companies Act 1985 and whether the abbreviated accounts have been properly prepared in accordance with that provision and to report our opinion to you.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to deliver abbreviated accounts prepared in accordance with section 246 A(3) of the Companies Act 1985 and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

OPINION

In our opinion, the company is entitled to deliver abbreviated accounts prepared in accordance with section 246 A(3) of the Companies Act 1985 and the abbreviated accounts on pages 5 to 13 have been properly prepared in accordance with that provision.



Sinclairs

**Registered Auditors
32 Queen Anne Street
London
W1G 8HD**

Date: 18 December 2000

CROMWELL CLINIC LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 2000

	Notes	2000 £	1999 £
GROSS PROFIT		1,569,206	1,758,739
Administrative expenses		(1,343,988)	(1,278,176)
OPERATING PROFIT	2	225,218	480,563
Investment income and interest receivable	3	43,778	36,830
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		268,996	517,393
Tax on profit on ordinary activities	5	(76,608)	(129,456)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	13	192,388	387,937

Continuing operations

None of the company's activities were acquired or discontinued during the above two financial years.

Total recognised gains and losses

The company has no recognised gains or losses other than the profit for the above two financial years.

CROMWELL CLINIC LIMITED

ABBREVIATED BALANCE SHEET AT 30 SEPTEMBER 2000

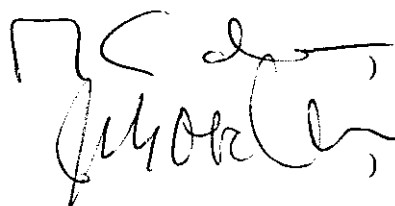
	Notes	£	2000 £	£	1999 £
FIXED ASSETS					
Tangible assets	6		1,811,274		1,814,351
Investments	7		254,763		-
			<u>2,066,037</u>		<u>1,814,351</u>
CURRENT ASSETS					
Stocks	8	15,900		15,670	
Debtors	9	157,189		171,101	
Cash at bank and in hand		826,277		923,550	
		<u>999,366</u>		<u>1,110,321</u>	
CREDITORS: amounts falling due within one year	10	(192,977)		(266,368)	
NET CURRENT ASSETS			806,389		843,953
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2,872,426</u>		<u>2,658,304</u>
PROVISIONS FOR LIABILITIES AND CHARGES	11		(21,734)		-
NET ASSETS			<u>2,850,692</u>		<u>2,658,304</u>
CAPITAL AND RESERVES					
Called up share capital	12		10,000		10,000
Profit and loss account	13		2,840,692		2,648,304
TOTAL SHAREHOLDERS' FUNDS	14		<u>2,850,692</u>		<u>2,658,304</u>

The abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to medium-sized companies.

Approved by the board of directors on 18 December 2000 and signed on its behalf by the following directors:

Mrs M Galan:

J C Goodman:



The notes on pages 8 to 13 form part of these financial statements.

CROMWELL CLINIC LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 2000

	Notes	2000 £	1999 £
Net cash inflow from operating activities	2	285,832	491,196
Returns on investments and servicing of finance	15	43,778	36,830
Taxation	15	(129,456)	(62,278)
Capital expenditure and financial investment	15	(297,427)	(41,626)
Cash (outflow) / inflow before use of liquid resources and financing		(97,273)	424,122
(DECREASE) / INCREASE IN CASH IN THE YEAR		(97,273)	424,122

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS

16

(DECREASE) / INCREASE IN CASH IN THE YEAR	(97,273)	424,122
Change in net funds resulting from cash flows	(97,273)	424,122
Movement in funds in the year	(97,273)	424,122
Net funds at 1 October 1999	923,550	499,428
Net funds at 30 September 2000	826,277	923,550

The notes on pages 8 to 13 form part of these financial statements.

CROMWELL CLINIC LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2000

1. STATEMENT OF ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention.

Turnover

Turnover represents the total invoice value of goods sold and services rendered during the year.

Depreciation of tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its useful life:

Freehold land and buildings	2% on cost
Motor vehicles	20% on Reducing balance
Equipment, fixtures and tools	15% on Reducing balance

No depreciation is charged on freehold land .

Stocks

Stocks are stated at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

Investments

Investments held as fixed assets are stated at cost less provision for permanent diminution in value. Those held as current assets are stated at the lower of cost and net realisable value.

Dividends are brought to account in the profit and loss account when received.

Deferred taxation

Deferred taxation is provided using the liability method on all timing differences to the extent that they are expected to reverse in the future without being replaced, calculated at the rate at which it is anticipated the timing differences will reverse.

2. OPERATING PROFIT

Operating profit is stated	2000	1999
	£	£
After charging:		
Depreciation of fixed assets	45,741	26,601
Auditors' remuneration	17,988	15,515

CROMWELL CLINIC LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2000

2. OPERATING PROFIT - (continued)

Reconciliation of operating profit to net cash inflow from operating activities

	2000	1999
	£	£
Operating profit	225,218	480,563
Depreciation	45,741	26,601
Increase in stocks	(230)	(1,280)
Decrease / (increase) in debtors	13,912	(35,124)
Increase in creditors	1,191	20,436
Net cash inflow from operating activities	285,832	491,196

3. INVESTMENT INCOME AND INTEREST RECEIVABLE

	2000	1999
	£	£
Interest received and receivable		
Bank interest	43,778	36,830

4. INFORMATION ON DIRECTORS AND EMPLOYEES

	2000	1999
	£	£
Staff costs		
Wages and salaries	967,725	915,374
Social security costs	66,659	65,140
	1,034,384	980,514

	2000	1999
	No.	No.
The average number of employees during the year was made up as follows:		
Medical and ancillary staff	113	113

	2000	1999
	£	£
Directors' emoluments		
Emoluments	40,000	40,000

CROMWELL CLINIC LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2000

5. TAX ON PROFIT ON ORDINARY ACTIVITIES

	2000	1999
	£	£
The taxation charge comprises:		
Current tax on income for the year	54,874	129,456
Transfer to / (from) deferred tax	21,734	-
	<u>76,608</u>	<u>129,456</u>

6. TANGIBLE FIXED ASSETS

	Land and buildings	Fixtures and fittings	Motor vehicles	Total
	£	£	£	£
Cost:				
At 1 October 1999	1,626,759	469,571	14,150	2,110,480
Additions	-	48,164	-	48,164
Disposals	-	(5,500)	-	(5,500)
At 30 September 2000	<u>1,626,759</u>	<u>512,235</u>	<u>14,150</u>	<u>2,153,144</u>
Depreciation:				
At 1 October 1999	-	284,865	11,264	296,129
Charge for year	16,267	28,939	535	45,741
At 30 September 2000	<u>16,267</u>	<u>313,804</u>	<u>11,799</u>	<u>341,870</u>
Net book value:				
At 30 September 2000	<u>1,610,492</u>	<u>198,431</u>	<u>2,351</u>	<u>1,811,274</u>
At 30 September 1999	<u>1,626,759</u>	<u>184,706</u>	<u>2,886</u>	<u>1,814,351</u>
			2000	1999
			£	£

Analysis of net book value of land and buildings:

Freehold	<u>1,610,492</u>	<u>1,626,759</u>
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The directors believe that the open market value of the property currently is not materially different from its book value. The transitional provisions of FRS15 are being followed.

7. INVESTMENTS

Cost or valuation:	Additions
	£
Other investments	<u>254,763</u>

CROMWELL CLINIC LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2000

7. INVESTMENTS - (continued)

Other investments other than loans

Shares:

	Book value 2000 £	Market value 2000 £	Book value 1999 £	Market value 1999 £
Unlisted	<u>254,763</u>	<u>-</u>	<u>-</u>	<u>-</u>

The fixed asset investments are stated at cost, being the only valuation available.

8. STOCKS

	2000 £	1999 £
Finished goods and goods for resale	<u>15,900</u>	<u>15,670</u>

There is no material difference between the replacement cost of stocks and their balance sheet amounts.

9. DEBTORS

	2000 £	1999 £
Trade debtors	146,157	171,101
Other debtors	<u>11,032</u>	<u>-</u>
	<u>157,189</u>	<u>171,101</u>

10. CREDITORS: amounts falling due within one year

	2000 £	1999 £
Trade creditors	23,011	32,341
Corporation tax	54,874	129,456
Other taxes and social security costs	18,803	20,462
Other creditors	48,061	42,148
Accruals and deferred income	<u>48,228</u>	<u>41,961</u>
	<u>192,977</u>	<u>266,368</u>

11. PROVISIONS FOR LIABILITIES AND CHARGES

	2000 £	1999 £
Deferred taxation (see below)		
Transferred to profit and loss account	<u>21,734</u>	<u>-</u>

CROMWELL CLINIC LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2000

11. PROVISIONS FOR LIABILITIES AND CHARGES - (continued)

	2000	Fully provided	1999
	£		£
Deferred tax is calculated at 20% (1999 - Nil%) analysed over the following timing differences:			
On the excess of capital allowances over depreciation	<u>21,734</u>		<u>-</u>

12. SHARE CAPITAL

	2000	1999
	£	£
Authorised:		
Equity interests:		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid:		
Equity interests:		
10,000 Ordinary shares of £1 each	<u>10,000</u>	<u>10,000</u>

13. PROFIT AND LOSS ACCOUNT

	2000	1999
	£	£
Retained profit as at 1 October 1999	2,648,304	2,260,367
Profit for the year	<u>192,388</u>	<u>387,937</u>
Retained profit as at 30 September 2000	<u>2,840,692</u>	<u>2,648,304</u>

14. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2000	1999
	£	£
Profit for the year	192,388	387,937
Opening shareholders' funds	<u>2,658,304</u>	<u>2,270,367</u>
Closing shareholders' funds	<u>2,850,692</u>	<u>2,658,304</u>
Represented by:-		
Equity interests	<u>2,850,692</u>	<u>2,658,304</u>

CROMWELL CLINIC LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2000

15. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2000 £	1999 £
Returns on investments and servicing of finance		
Interest received	43,778	36,830
Net cash inflow from returns on investments and servicing of finance	<u>43,778</u>	<u>36,830</u>
Taxation		
Corporation tax paid	(129,456)	(62,278)
Net cash outflow from taxation	<u>(129,456)</u>	<u>(62,278)</u>
Capital expenditure and financial investment		
Purchase of tangible fixed assets	(48,164)	(41,626)
Purchase of other investments	(254,763)	-
Receipts from sale of tangible fixed assets	5,500	-
Net cash outflow from capital expenditure	<u>(297,427)</u>	<u>(41,626)</u>

16. ANALYSIS OF CHANGES IN NET FUNDS

	1999 £	Cash flow £	2000 £
Cash at bank and in hand	<u>923,550</u>	<u>(97,273)</u>	<u>826,277</u>

17. CONTROL

During the current year and previous year, the company was controlled by Interfiducia Trust , registered in Liechtenstein, which owns 100% of the shares.