

AUDITORS' REPORT TO THE MEMBERS OF
SPRINGHILL HOSPICE (SERVICES) LIMITED
COMPANY REGISTRATION NUMBER 2802521

We have audited the Financial Statements on pages 3 to 8 that have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and the Accounting Policies set out on page 5.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 5, the Company's Directors are responsible for the preparation of Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes the assessment of the significant estimates and judgements made by the Directors in the preparation of the Financial Statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Financial Statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the Financial Statements.

OPINION

In our opinion the Financial Statements give a true and fair view of the state of the Company's affairs as at 31 March 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Date: 18 September 2001

REPORT OF THE AUDITORS TO THE DIRECTORS OF
SPRINGHILL HOSPICE (SERVICES) LIMITED

We have audited the Financial Statements of all group companies for the year ended 31 March 2001.

In our opinion the group qualifies as a medium sized group for the year to 31 March 2001 and hence is exempt from the requirements to prepare group accounts.

Date : 18 September 2001

JOHN LAWSON WILD & CO
Chartered Accountants
Registered Auditors

Cloth Hall, 150 Drake Street, Rochdale, OL16 1PX



SPRINGHILL HOSPICE (SERVICES) LIMITED

REPORT OF THE DIRECTORS

The Directors present their report and the Financial Statements for the year ended 31 March 2001.

Principal Activity and Business Review

The principal activity of the Company is the sale of donated goods to raise funds for Springhill Hospice (Rochdale). During the year the Company traded successfully contributing £165520 (2000 – £141450) to Hospice funds. The Directors consider the state of the Company's affairs to be satisfactory. In the current year the Directors expect a similar amount of income to be generated.

Results

The profit for the year amounts to £165520 (2000 – £108917), after a taxation charge of £851 (2000 – £34699). The whole of the profit was covenanted to Springhill Hospice (Rochdale) Hence no dividends can be paid.

Fixed Assets

Details of fixed asset movement are to be found in the notes to the accounts.

Directors

The Directors who served during the year were as follows:

M. J. Geoghegan
J. S. Ratcliffe
J. F. Dafforne
J. K. Davies

S. Barton
P.B. Dixon
D. Swire

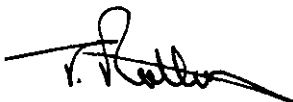
No Directors held shares in the Company.

Auditors

At the Annual General Meeting, the Auditors, Messrs John Lawson Wild & Co. will be proposed for re-appointment in accordance with Section 384 (1) of the Companies Act 1985.

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By order of the Board on 18 September 2001



T. ROTHWELL

SECRETARY

SPRINGHILL HOSPICE (SERVICES) LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2001

<u>2000</u> £		<u>NOTES</u>	<u>2001</u> £
286442	TURNOVER	2 & 4	309228
143331	NET OPERATING EXPENSES	5	144053
143111	PROFIT ON ORDINARY ACTIVITIES		165175
505	BANK INTEREST RECEIVED		1196
143616	PROFIT BEFORE TAXATION		166371
34699	TAXATION	2, 7 & 14	851
108917	PROFIT FOR THE FINANCIAL YEAR		165520
108917	GIFT AID AND DEED OF COVENANT TO SPRINGHILL HOSPICE (ROCHDALE)		165520
—	RETAINED PROFITS FOR THE YEAR		—

The notes on pages 5 to 8 form part of these accounts

There were no gains or losses other than those recognised in the Profit and Loss Account

There were no acquisitions or discontinued operations during the current or preceding years.

SPRINGHILL HOSPICE (SERVICES) LIMITED

BALANCE SHEET AS AT 31 MARCH 2001

£	<u>2000</u>		<u>NOTES</u>		£	<u>2001</u>	£
		FIXED ASSETS					
13480		Tangible Fixed Assets	2 & 8			5823	
2		Shares in Group Undertaking	15			2	
		CURRENT ASSETS					
	991	Stock	2 & 9		1275		
	1000	Debtors (Amounts falling due within one year)	10		188		
	2500	Prepayments	10		2500		
	38684	Cash at Bank			41836		
	7	Cash in Hand			17		
	<u>43182</u>				<u>45816</u>		
	56564	CREDITORS (Amounts falling due within one year)	11		51541		
	<u>(13382)</u>	NET CURRENT ASSETS/(LIABILITIES)				<u>(5725)</u>	
<u>100</u>		TOTAL ASSETS LESS CURRENT LIABILITIES				<u>100</u>	
		CAPITAL AND RESERVES					
100		Called up Share Capital	3		100		
-		Profit and Loss Account			-		
<u>100</u>					<u>100</u>		

The notes on pages 5 to 8 form part of these accounts

The financial statements have been prepared in accordance with the Special Provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities.

By order of the Board on 18 September 2001

M. J. GEOGHEGAN



DIRECTOR

SPRINGHILL HOSPICE (SERVICES) LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2001

1. DIRECTORS' RESPONSIBILITIES

Company Law requires the Directors to prepare Financial Statements for each financial year that 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 those Financial Statements, the Directors are required to;

- i) Select suitable accounting policies and then apply them consistently.
- ii) Make judgements and estimates that are reasonable and prudent.
- iii) Prepare the Financial Statements on a going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping 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.

2. ACCOUNTING POLICIES

Basis of Accounting

The Financial Statements are prepared under the provisions of the Financial Reporting Standard for Smaller Entities, on the historical cost basis of Accounting and on the going concern basis.

The accounts refer to the Company only as detailed in note 14.

The Company has taken advantage of the exemption afforded to small companies by Financial Reporting Standard 1, and has not prepared a Cash Flow Statement.

Fixed Assets

Fixed Assets are stated in the Balance Sheet at cost less depreciation where applicable.

Depreciation on fixed assets is charged annually, on a straight line basis from the beginning of the month during which the asset was brought into use by the company, at the following rates :-

Shop fixtures and fittings and equipment	20%.
Office Equipment	20%.

The Directors have decided to write off Improvements to Leasehold Buildings over the three years to 2002.

Stock

Stock is as valued by the Directors and at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred Taxation

No provision is made at the current rate for taxation in respect of all material timing differences because, in the opinion of the Directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Turnover

Turnover represents the value of goods supplied to customers during the year less returns and net of Value Added Tax.

Pension Premiums

Defined Contribution Scheme Premiums are charged to the Profit and Loss Account in the period in which they are paid.

3. SHARE CAPITAL

	<u>2001</u> £	<u>2000</u> £
Authorised 100 Ordinary Shares of £1 each	100	100
Allotted, called up and fully paid 100 Ordinary Shares of £1 each	100	100

SPRINGHILL HOSPICE (SERVICES) LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2001

4. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the Company. The whole of the turnover is attributable to the United Kingdom.

5. NET OPERATING EXPENSES

	<u>2001</u>	<u>2000</u>
	£	£
Change in Stocks	(284)	(398)
Raw materials and Consumables	12561	15630
Staff Costs (Note 6)	94548	95827
Other Operating Charges	37228	32272
	<u>144053</u>	<u>143331</u>

Other operating charges are stated after charging :-

Auditors' Remuneration	<u>850</u>	<u>800</u>
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6. STAFF COSTS

	<u>2001</u>	<u>2000</u>
	£	£
Wages and Salaries	31995	26381
Directors' Remuneration	54447	61150
Social Security Costs	6656	6796
Pension Contributions to Defined Contribution Schemes	1450	1500
	<u>94548</u>	<u>95827</u>

Pension contributions of £645 were outstanding at the year end.

Total Directors' Emoluments during the year all paid in connection with management were as follows :-

	<u>2001</u>	<u>2000</u>
	£	£
Salaries	54447	61150
Pension Contributions to Defined Contribution Schemes	846	800
	<u>55293</u>	<u>61950</u>

Pension premiums were paid by the company to money purchase schemes on behalf of one director.

7. TAXATION

	<u>2001</u>	<u>2000</u>
	£	£
Income Tax due on Covenanted Profits	—	32533
U.K. Corporation Tax @ 10% (2000 – 20%) on taxable profits for the year	851	2166
	<u>851</u>	<u>34699</u>

The Company is a close Company as defined by S.414 of the Income and Corporation Taxes Act 1988.

SPRINGHILL HOSPICE (SERVICES) LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2001

8. TANGIBLE FIXED ASSETS

	Improvements to Leasehold Buildings	Shop Fixtures and Fittings	Total
	£	£	£
<u>COST</u>			
As at 1.4.00	21068	12534	33602
As at 31.3.01	21068	12534	33602
<u>DEPRECIATION</u>			
As at 1.4.00	9422	10700	20122
Charge for the year	5823	1834	7657
As at 31.3.01	15245	12534	27779
<u>NET BOOK VALUE</u>			
As at 31.3.01	5823	—	5823
As at 31.3.00	11646	1834	13480

9. STOCKS

	<u>2001</u>	<u>2000</u>
	£	£
Purchased Goods	1275	991

10. DEBTORS AND PREPAYMENTS

	<u>2001</u>	<u>2000</u>
	£	£
NWH Promotions Ltd.	2500	2500
Springhill Hospice (Rochdale)	—	1000
VAT	188	—
	2688	3500

11. CREDITORS (Amounts falling due within one year)

	<u>2001</u>	<u>2000</u>
	£	£
Springhill Hospice (Rochdale)	30523	18917
General Creditors	18067	27492
Accruals	2100	2000
VAT	—	339
Taxation	851	7816
	51541	56564

SPRINGHILL HOSPICE (SERVICES) LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2001

12. DEFERRED TAXATION

No provision is made for deferred taxation.

13. MOVEMENTS IN SHAREHOLDERS' FUNDS

	<u>2001</u> £	<u>2000</u> £
Issue of Share Capital	100	100
Retained Profit for the Year	—	—
Balance Carried Forward	<u>100</u>	<u>100</u>

14. HOLDING COMPANY

The whole of the issued share capital is owned by Springhill Hospice (Rochdale) which is registered in England and Wales.

The Company does not need to prepare group accounts because it is part of a medium sized group.

15. SHARES IN GROUP UNDERTAKING

The Company owns 2 £1 ordinary shares in Springhill Hospice (Lottery) Ltd. representing 100% of the issued share capital. Springhill Hospice (Lottery) Ltd. runs a lottery to raise funds for the main Hospice and is registered in England and Wales. Springhill Hospice (Lottery) Ltd had net assets of £2 (2000 – £2) at the year end and made a profit of £80555 (2000 – £55068) for the year, the whole of which is covenanted to Springhill Hospice (Rochdale). Springhill Hospice (Lottery) Ltd owed £10556 (2000 – £11024) to Springhill Hospice (Rochdale) at the year end.

SPRINGHILL HOSPICE (SERVICES) LIMITED

OPERATING STATEMENT FOR THE YEAR ENDED 31 MARCH 2001

<u>2000</u>		<u>2001</u>	
£	£	£	£
286442	TURNOVER	309228	
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15232	COST OF SALES	12277	
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	STAFF COSTS		
27081	Wages and Salaries	32599	
61950	Directors' Remuneration	55293	
6796	Social Security	6656	
-----		-----	
95827		94548	
-----		-----	
	OPERATING CHARGES		
20622	Shop and Information Centre Overheads	27096	
1320	Conference Fees and Subscriptions	375	
800	Audit Fees	850	
1200	Accountancy Fees	1250	
8330	Depreciation	7657	
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32272		37228	
-----		-----	
143331	TOTAL OPERATING EXPENSES	144053	
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143111	TRADING PROFIT FOR THE YEAR	165175	
=====		=====	