

G House

Company Registration No. 3990621 (England and Wales)

MARLOWE RESIDENTIAL SERVICES LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2001



A03
COMPANIES HOUSE

ADB9H83Y

0575
06/02/02

MARLOWE RESIDENTIAL SERVICES LIMITED

COMPANY INFORMATION

Directors	A S Thomas W G Thomas A Davey S P Miller
Secretary	A Davey
Company number	3990621
Registered office	Staverton Court Staverton Cheltenham Gloucestershire GL51 0UX
Auditors	Hazlewoods Staverton Court Staverton Cheltenham Gloucestershire GL51 0UX
Business address	Hartpury Old School Gloucester Road Hartpury Gloucester GL19 3BG

MARLOWE RESIDENTIAL SERVICES LIMITED

CONTENTS

	Page
Directors' report	1 - 2
Auditors' report	3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6 - 8

MARLOWE RESIDENTIAL SERVICES LIMITED

DIRECTORS' REPORT for the year ended 31 August 2001

The directors present their report and financial statements for the year ended 31 August 2001.

Principal activities

The principal activity of the company is that of the provision of care and education to young people in the care of local authorities. On 1 September 2000 certain of the care and education activities, previously undertaken by the ultimate parent company, Marlowe Child and Family Services Limited, were transferred to the company.

Directors

The following directors have held office since 1 September 2000:

A S Thomas
W G Thomas
A Davey
S P Miller

Directors' interests

The directors' beneficial interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 August 2001	1 September 2000
A S Thomas	-	75
W G Thomas	-	-
A Davey	-	5
S P Miller	-	20

The directors' interests in the shares of Marlowe Child and Family Services Limited, the ultimate parent company, are disclosed in that company's financial statements.

Auditors

Hazlewoods have expressed their willingness to continue on office.

MARLOWE RESIDENTIAL SERVICES LIMITED

DIRECTORS' REPORT (CONTINUED) for the year ended 31 August 2001

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 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 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.

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

On behalf of the board



A S Thomas

Director

1.1.02

MARLOWE RESIDENTIAL SERVICES LIMITED

AUDITORS' REPORT

TO THE SHAREHOLDERS OF MARLOWE RESIDENTIAL SERVICES LIMITED

We have audited the financial statements on pages 4 to 8 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2 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.

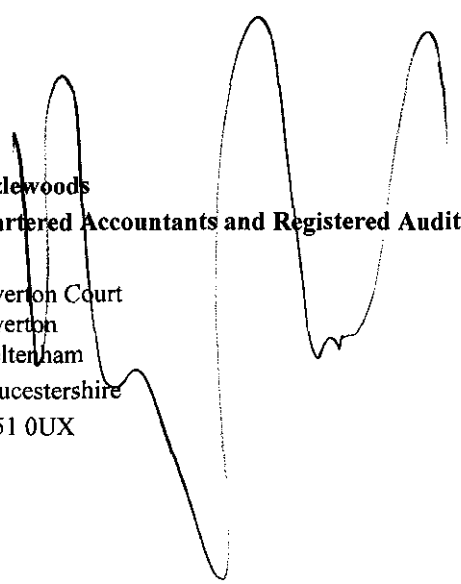
Basis of opinion

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 an 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 August 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Hazlewoods
Chartered Accountants and Registered Auditors

Staverton Court
Staverton
Cheltenham
Gloucestershire
GL51 0UX

30 January 2002

MARLOWE RESIDENTIAL SERVICES LIMITED

PROFIT AND LOSS ACCOUNT for the year ended 31 August 2001

		Year ended 31 August 2001 £	Four Months ended 31 August 2000 £
	Notes		
Turnover		1,758,736	-
Cost of sales		(1,178,145)	-
Gross profit		580,591	-
Administrative expenses		(474,989)	-
Operating profit	2	105,602	-
Interest payable and similar charges		(47)	-
Profit on ordinary activities before taxation		105,555	-
Tax on profit on ordinary activities	3	-	-
Profit on ordinary activities after taxation		105,555	-
Dividends		(100,000)	-
Retained profit for the year	9	5,555	-

BALANCE SHEET
as at 31 August 2001

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective March 2000).


S P Miller
Director

MARLOWE RESIDENTIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 August 2001

1 Accounting policies

1.1 Accounting convention

The financial statements have been prepared under the historical cost convention, adopting the following principal accounting policies and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

1.2 Turnover

Turnover represents the amounts excluding value added tax receivable during the year for goods and services supplied.

1.3 Tangible fixed assets and depreciation

Depreciation is calculated to write off the cost less estimated residual value of tangible assets over their estimated useful lives at the following rates:

Plant and equipment	50% on cost per annum
Motor vehicles	25% on reducing balance per annum

2 Operating profit

	2001	2000
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	1,962	-
Auditors' remuneration	4,000	-
	<u>5,962</u>	<u>-</u>

The directors received no remuneration during the year.

3 Taxation

No tax charge arises due to losses surrendered from group companies.

MARLOWE RESIDENTIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 August 2001

4 Tangible fixed assets

	Plant and equipment £	Motor vehicles £	Total £
Cost			
At 1 September 2000	-	-	-
Additions	11,445	1,650	13,095
At 31 August 2001	11,445	1,650	13,095
Depreciation			
At 1 September 2000	-	-	-
Charge for the year	1,893	69	1,962
At 31 August 2001	1,893	69	1,962
Net book value			
At 31 August 2001	9,552	1,581	11,133

5 Debtors

	2001 £	2000 £
Trade debtors	149,950	-
Amounts owed by group undertakings	165,653	-
Other debtors	7,928	100
	323,531	100

6 Creditors: amounts falling due within one year

	2001 £	2000 £
Trade creditors	78,639	-
Taxes and social security costs	19,149	-
Other creditors	204,592	-
Accruals and deferred income	33,401	-
	335,781	-

7 Pension costs

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £5,091 (2000 - £nil).

MARLOWE RESIDENTIAL SERVICES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 August 2001

8	Share capital	2001 £	2000 £
	Authorised		
	1,000 Ordinary shares of £ 1 each	1,000	1,000
		<u> </u>	<u> </u>
	Allotted, called up and fully paid		
	100 Ordinary shares of £ 1 each	100	100
		<u> </u>	<u> </u>

9 Statement of movements on profit and loss account

	Profit and loss account £
Retained profit for the period	5,555
	<u> </u>

10 Transactions with directors

The following directors had interest free loans during the year. The movement on these loans are as follows:

	Amount outstanding 2001 £	2000 £	Maximum in period £
A S Thomas	-	-	724
	<u> </u>	<u> </u>	<u> </u>

S P Miller, A S Thomas and W G Thomas are also directors and shareholders in St David's ASC (Marlowe) Limited. The amount due from St David's ASC (Marlowe) Limited at the end of the year was £3,942.

11 Control

The ultimate parent company is Marlowe Child and Family Services Limited which is controlled by Mrs A S Thomas. During the year rent of £95,766 and wages of £22,650 were charged to the company and the amount due from Marlowe Child and Family Services Limited at the end of the year was £163,807.