

Fairhaven Care Home Limited

**Director's report and financial
statements
for the year ended 31 March 2011
Registered number 4677752**



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Directors' report

The directors present their directors' report and financial statements for the year ended 31 March 2011

Principal activities

The principal activity of the company in the year under review was that of a care home

This report has been prepared in accordance with SI 2008/409 Small Companies and Groups (accounts and directors' report) Regulations 2008

Directors

The directors who held office during the year were as follows

S D Cole

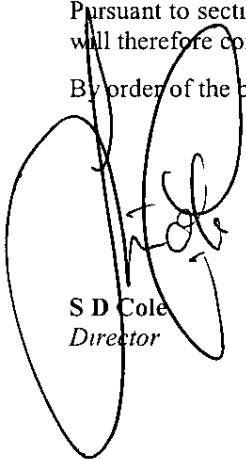
Disclosure of information to auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information

Auditors

Pursuant to section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and KPMG LLP will therefore continue in office

By order of the board



S D Cole
Director

2 Carnatic Road,
Liverpool,
L18 8BZ

Statement of Director's Responsibilities In Respect of the Director's Report and the Financial Statements

The director's is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has elected to prepare the financial statements in accordance with the Financial Reporting Standard for Smaller Entities (Effective April 2008) and applicable law (UK Generally Accepted Accounting Practice applicable to Smaller Entities).

Under company law the director must not approve the financial statements unless he is 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 Director is required to

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

The Director is 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. He has general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.



KPMG LLP

8 Princes Parade
Liverpool
L3 1QH
United Kingdom

Independent Auditor's Report to the Members of Fairhaven Care Home Limited

We have audited the financial statements of Fairhaven Care Home Limited for the year ended 31 March 2011 set out on pages 5 to 10. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards for Smaller Entities (Effective April 2008) (UK Generally Accepted Accounting Practice applicable to Smaller Entities).

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 the director and auditors

As explained more fully in the Director's Responsibilities Statement set out on page 2, the director is 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 Auditing Practices Board's (APB'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 APB's web-site at www.frc.org.uk/apb/scope/private.cfm

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 2011 and of its profit for the year then ended,
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice applicable to Smaller Entities, 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 the information given in the Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Independent Auditors' Report to the Members of Fairhaven Care Home Limited (*continued*)

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 the director's remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the director was not entitled to prepare the financial statements and the Director's report in accordance with the small companies regime



H P Jones (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants
8 Princes Parade
Liverpool
L3 1QH

22 December 2011.

Profit and Loss Account
for the year ended 31 March 2011

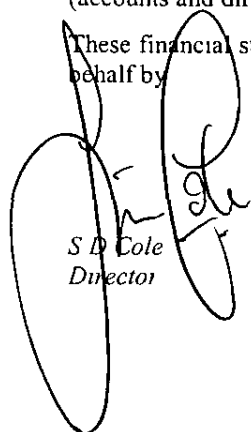
	<i>Note</i>	2011 £	2010 £
Turnover	1	539,043	516,467
Cost of sales		(43,513)	(39,622)
Gross profit		495,530	476,845
Administrative expenses		(431,365)	(452,728)
Other operating income		6,120	5,278
Operating profit	2	70,285	29,395
Interest payable and similar charges	3	(1,052)	(1,517)
Profit on ordinary activities before taxation		69,233	27,878
Tax on profit on ordinary activities	4	(3,425)	-
Profit for the financial year		65,808	27,878

Balance Sheet
at 31 March 2011

	Note	2011	2010
		£	£
Fixed assets			
Tangible assets	5	20,949	24,381
Current assets			
Debtors	6	116,187	193,382
Cash in hand		40,390	1,334
		<u>156,577</u>	<u>194,716</u>
Creditors amounts falling due within one year	7	(236,323)	(343,702)
Net current liabilities		<u>(79,746)</u>	<u>(148,986)</u>
Net liabilities		<u>(58,797)</u>	<u>(124,605)</u>
Capital and reserves			
Called up share capital	8	1	1
Profit and loss account	9	(58,798)	(124,606)
Shareholders' funds		<u>(58,797)</u>	<u>(124,605)</u>

The financial statements have been prepared in accordance with SI 2008/409 Small Companies and Groups (accounts and directors' report) Regulations 2008

These financial statements were approved by the board of directors on 13/12/11 and were signed on its behalf by


S D Cole
Director

Notes

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statement, except as noted below

Basis of Preparation

The financial statements have been prepared in accordance with applicable accounting standards, and under the historical cost accounting rules, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Going Concern

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements are prepared on a going concern basis which the director believes to be appropriate for the following reasons. The company and its related companies meet their day to day working capital requirements through a banking facility which is repayable over three years and funding from the main shareholder who is also the director. The director has prepared projected cash flow information for the period ending twelve months from the date of approval of these financial statements. On the basis of this cash flow information and discussions with the Company's bankers and main shareholder, the director considers that the Company will continue to operate within the facility currently agreed, which he expects to continue and that the main shareholders will not require repayment of the amounts due. The financial statements do not include any adjustments that would result from a withdrawal of the banking facility by the Company's bankers or from the repayment of amounts owed to the main shareholder.

Turnover

Turnover represents amounts receivable for services provided during the year, excluding value added tax

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at the following annual rates in order to write off costs less estimated residual value of each asset by equal instalments over its estimated useful economic life as follows,

Fixtures and fittings	25% on reducing balance
Motor vehicles	25% on reducing balance

Leases

Rentals payable under operating leases are charged against income on a straight line basis over the lease term

2 Notes to the Profit and Loss Account

Profit on ordinary activities before taxation is stated after charging

	2011 £	2010 £
Depreciation- owned assets	7,398	7,203
Amounts received by the auditors and their associates in respect of Audit of these financial statements	2,400	6,250

Notes (continued)

3 Interest payable

	2011 £	2010 £
Interest payable	1,052	1,517
	<u>1,052</u>	<u>1,517</u>

4 Taxation

The tax charge on the profit and loss was as follows

	2011 £	2010 £
Corporation tax charge for the year	3,425	-
	<u>3,425</u>	<u>-</u>

There are no factors that may affect future tax charges

5 Tangible fixed assets

	Fixtures and Fittings £	Motor Vehicles £	Total £
Cost			
At 1 April 2010	55,148	8,000	63,148
Additions	3,966	-	3,966
	<u>59,114</u>	<u>8,000</u>	<u>67,114</u>
At 31 March 2011			
Depreciation			
At 1 April 2010	31,835	6,932	38,767
Charge for year	7,131	267	7,398
	<u>38,966</u>	<u>7,199</u>	<u>46,165</u>
At 31 March 2011			
Net book value			
At 31 March 2011	<u>20,148</u>	<u>801</u>	<u>20,949</u>
At 31 March 2010	<u>23,313</u>	<u>1,068</u>	<u>24,381</u>

Notes (continued)

6 Debtors: Amounts falling due within one year

	2011 £	2010 £
Trade debtors	58,498	38,808
Directors loan account	13,000	-
Owed by group undertakings	44,575	154,574
Other debtors	114	-
	<u>116,187</u>	<u>193,382</u>

7 Creditors: Amounts falling due within one year

	2011 £	2010 £
Bank loans and overdrafts	-	288,533
Trade creditors	11,312	8,950
Social security and other taxes	7,227	7,362
Accruals and deferred income	11,029	22,553
Amounts owed to group undertakings	206,755	16,304
	<u>236,323</u>	<u>343,702</u>

8 Called up share capital

	2011 £	2010 £
<i>Allotted, called up and fully paid</i>		
Ordinary shares of £1 each	<u>1</u>	<u>1</u>

9 Shareholders' Funds

	2011 £
At 1 April 2010	
Profit for the year	(124,606) 65,808
At 31 March 2011	<u>(58,798)</u>

Notes (continued)

10 Operating lease

	2011 £	2010 £
Operating leases which expire		
With one year	1,045	1,045
Within one to two years	-	-
	<u>1,045</u>	<u>1,045</u>

11 Ultimate parent company

The ultimate parent company is Argyle Care Group Limited. Their accounts can be obtained from Companies House. The company is controlled by Argyle Care Group Limited.

The ultimate controlling party of the group is Mr S D Cole.

The company has taken advantage of the exemption under the rules of FRS 8 not to disclose related party transactions as 100% of the voting rights of the company were controlled during the period within the UK group headed by Argyle Care Group Limited.

12 Contingent liabilities

The Company is party to composite guarantees given to its bankers in respect of overdrafts granted to its parent company and fellow subsidiaries.