

Fairhaven Care Home Limited

**Director's report and consolidated
financial statements**

Registered number 4677752

For the year ended 31 March 2016



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Directors' report

The director presents his annual report and the audited financial statements for the year ended 31 March 2016.

The Company has met the requirements in The Companies Act 2006 to obtain the exemption provided, based on its size, from the presentation of a strategic report.

Principal activities and business review

The principal activity of the company is the running of a care home.

Director

The director who held office during the year was as follows:

S D Cole (resigned 8 July 2016)

On 8 July 2016 S G Panjwani was appointed as a director.

Results and Dividends

The financial results of the Company are shown on page 5.

The director does not recommend payment of a dividend for the year (2016: £nil).

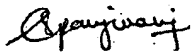
Disclosure of information to auditor

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 auditor is 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 auditor is aware of that information.

Auditor

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

By order of the board



S G Panjwani

Director

14 December 2016

Fairhaven Care Home Limited
8 Attile Road
Hayes, Middlesex
UB4, 9JE

Statement of directors' responsibilities in respect of the annual report and the financial statements

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 they have elected to prepare the financial statements in accordance with applicable law and Section 1A of FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (UK Generally Accepted Accounting Practice applicable to Smaller Entities).

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 period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 its financial statements comply with the Companies Act 2006. They have 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 2016 set out on pages 5 to 10. The financial reporting framework that has been applied in their preparation is applicable law and Section 1A of FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (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 directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 2, 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 Auditing Practices Board'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/auditscopeukprivate.

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 2016 and of its loss 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 matters prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Independent auditor's report to the members of Fairhaven Care Home Limited *(Continued)*

Based solely on the work required to be undertaken in the course of the audit of the financial statements and from reading the Directors' report:

- we have not identified material misstatements in that report; and
- in our opinion, that report has been prepared in accordance with the Companies Act 2006.

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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a strategic report.



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

15 December 2016

Profit and Loss Account
for year ended 31 March 2016

	<i>Note</i>	2016 £	2015 £
Turnover	4	433,310	390,527
Cost of sales		(311,265)	(274,867)
Gross loss		122,045	115,660
Administrative expenses	5	(143,639)	(189,675)
Other operating income		6,440	5,720
Operating loss		(15,154)	(68,295)
Interest payable and similar charges	8	(922)	(914)
Loss on ordinary activities before taxation		(16,076)	(69,209)
Tax on profit on ordinary activities	9	-	-
Loss for the financial year		(16,076)	(69,209)

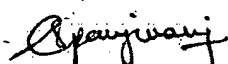
The notes on pages 7 to 10 form part of these financial statements.

Balance Sheet
at 31 March 2016

	<i>Note</i>	2016 £	2015 £
Fixed assets			
Tangible assets	10	17,844	15,160
Current assets			
Debtors	11	20,134	37,197
Cash at bank and in hand		17,119	16,878
		<u>37,253</u>	<u>54,075</u>
Creditors: amounts falling due within one year	12	<u>(230,402)</u>	<u>(228,464)</u>
Net current liabilities		(193,149)	(174,389)
Net liabilities		<u>(175,305)</u>	<u>(159,229)</u>
Capital and reserves			
Called up share capital	13	1	1
Profit and loss account	14	(175,306)	(159,230)
Shareholders' funds		<u>(175,305)</u>	<u>159,229</u>

The notes on pages 7 to 10 form part of these financial statements.

These financial statements were approved by the director on 14 December 2016 and were signed on its behalf by:



S G Panjwani
Director

Company registered number: 4677752

Notes

(forming part of the financial statements)

1 General information

Fairhaven Care Home Limited (the "Company") is a company limited by shares and incorporated and domiciled in the UK.

2 Statement of Compliance

The individual financial statements of Fairhaven Care Home Limited have been prepared in compliance with United Kingdom Accounting Standards, comprising Section 1A of Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland" ("FRS 102") and the Companies Act 2006. This Section 1A has been early adopted for the year ended 31 March 2016. The presentation currency of these financial statements is sterling.

3 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated. The company has adopted FRS 102 in these financial statements. In the transition to FRS 102 from old UK GAAP, the Company has made no measurement and recognition adjustments.

Cashflows

Under FRS 102 Section 1A, the Company is exempt from the requirement to prepare a cash flow statement.

Going concern

The Company has met its day to day working capital requirements through an overdraft facility which was repayable on demand and funding from the main shareholder who was also the director. The current economic environment is difficult and the Company has reported an operating loss for the current and preceding year. The director considers that the outlook presents significant challenges in terms of occupancy rates.

Subsequent to the year end the Company's balance sheet was strengthened through a formal waiver of amounts due to group undertakings of £185,660. Furthermore, on 8 July 2016 the Company was acquired by Mr S G Panjwani.

Therefore, the director has a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. Thus he continues to adopt the going concern basis of accounting in the preparation of the annual financial statements. The financial statements do not include any adjustments that would result from a withdrawal of support by the Company's creditors.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses. Tangible fixed assets include investment property whose fair value cannot be measured reliably without undue cost or effort.

Where parts of an item of tangible fixed assets have different useful lives, they are accounted for as separate items of tangible fixed assets, for example land is treated separately from buildings.

The company assesses at each reporting date whether tangible fixed assets (including those leased under a finance lease) are impaired.

Depreciation is charged to the profit and loss account on a straight-line basis over the estimated useful lives of each part of an item of tangible fixed assets. Leased assets are depreciated over the shorter of the lease term and their useful lives. Land is not depreciated. The estimated useful lives are as follows:

Fixtures, fittings and equipment	-	25% reducing balance
Motor vehicles	-	25% reducing balance

Notes (continued)

Taxation

Tax on the profit or loss for the year comprises current and deferred tax. Tax is recognised in the profit and loss account except to the extent that it relates to items recognised directly in equity or other comprehensive income, in which case it is recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

4 Turnover

Turnover represents amounts receivable for services provided during the year.

All turnover arises from Fairhaven Care Home Limited's principal business activity in the UK.

5 Notes to the profit and loss account

	2016 £	2015 £
<i>Profit on ordinary activities before taxation is stated after charging:</i>		
Auditor's remuneration		
- Audit of these financial statements	4,500	4,500
- Other services related to taxation	2,000	2,000
Depreciation – owned assets	6,204	6,852
	<u>6,204</u>	<u>6,852</u>

6 Staff numbers and costs

The average number of persons employed by the Company (including directors) during the year, analysed by category, was as follows:

	Number of employees 2016	Number of employees 2015
Administration	26	27
	<u>26</u>	<u>27</u>

The aggregate payroll costs of these persons were as follows:

	2016 £	2015 £
Wages and salaries	235,846	239,597
Social security costs	9,701	10,641
	<u>245,547</u>	<u>250,238</u>

7 Directors' remuneration

The director received no emoluments for services provided to the Company during the year (2015: £nil).

Notes (continued)

8 Interest payable and similar charges

	2016 £	2015 £
On bank loans and overdrafts	922	914
	<u>922</u>	<u>914</u>

9 Taxation

The tax charge for the current and preceding year is £nil. The company has made a taxable loss in both years and a deferred tax asset has not been recognised as the director is not sufficiently certain that suitable taxable profits will be generated in the near future against which to offset the losses.

10 Tangible assets

	Motor Vehicles	Fixtures & fittings	Total
Cost or valuation			
At beginning of period	4,750	71,969	76,719
Additions	-	8,888	8,888
	<u>4,750</u>	<u>80,857</u>	<u>85,607</u>
At end of period	<u>4,750</u>	<u>80,857</u>	<u>85,607</u>
Depreciation			
At beginning of period	3,220	58,339	61,559
Depreciation charge for the year	407	5,797	6,204
	<u>3,627</u>	<u>64,136</u>	<u>67,763</u>
At end of period	<u>3,627</u>	<u>64,136</u>	<u>67,763</u>
Net book value			
At 31 March 2016	<u>1,123</u>	<u>16,721</u>	<u>17,844</u>
Net book value			
At 31 March 2015	<u>1,530</u>	<u>13,630</u>	<u>15,160</u>

11 Debtors

	2016 £	2015 £
Trade debtors	20,134	37,197
	<u>20,134</u>	<u>37,197</u>

Notes (continued)

12 Creditors: amounts falling due within one year

	2016 £	2015 £
Trade creditors	14,621	11,588
Amounts owed to group undertakings	185,660	194,081
Taxation and social security	15,765	10,974
Accrued expenses	14,356	11,821
	<u>230,402</u>	<u>228,464</u>

13 Capital and reserves

Share capital

	2016 £	2015 £
<i>Allotted, called up and fully paid</i>		
Ordinary shares of £1 each	<u>1</u>	<u>1</u>

14 Profit and loss account

	£
At beginning of year	(159,230)
Profit for the year	(16,076)
	<u> </u>
At end of year	<u>(175,306)</u>

15 Ultimate parent company

At the year end 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.

16 Subsequent Events

On 8 July 2016 amounts due to Argyle Care Group Limited of £184,660 were formally waived.

On 8 July 2016 Fairhaven Care Home Limited was acquired by Mr S G Panjwani who is now the controlling owner of the Company.