REGISTERED NUMBER: 06928362 (England and Wales)

Acacia Facilities Management Limited

Report of the Directors and

Audited Financial Statements

for the Year Ended 31 March 2011

BJ Dixon Walsh Ltd, Statutory Auditor
Chartered Accountants
BJ Dixon Walsh Ltd
Rumwell Hall
Rumwell
Taunton
Somerset
TA4 1EL

Acacia Facilities Management Limited

Contents of the Financial Statements
for the Year Ended 31 March 2011

Acacia Facilities Management Limited

Company Information for the Year Ended 31 March 2011

DIRECTORS:	Mr A L D De H Larpent OBE	
	Mr J H Parrott	(resigned 30 September 2011)
	Mrs A Martin	(appointed 30 September 2011)
	Mr C Wall	(appointed 30 September 2011)
	Mr C Davies CBE, DL	(appointed 21 October 2011)
SECRETARY:	Mr J H Parrott	
REGISTERED OFFICE:	Acacia House Blackbrook Park Avenue Taunton Somerset TA1 2PX	
REGISTERED NUMBER:	06928362 (England and Wales)	
AUDITORS:	BJ Dixon Walsh Ltd, Statutory Auditor Chartered Accountants BJ Dixon Walsh Ltd Rumwell Hall Rumwell Taunton Somerset TA4 1EL	
BANKERS:	Lloyds TSB Bank Plc PO Box 340 2nd Floor 234 High Street Exeter Devon EX4 3ZB	
SOLICITORS:	Burges Salmon LLP Narrow Quay House Narrow Quay Bristol BS1 4AH	

Acacia Facilities Management Limited

Report of the Directors
for the Year Ended 31 March 2011

The directors present their report with the financial statements of the company for the Year Ended 31 March 2011.

PRINCIPAL ACTIVITIES
The principal activity of the company in the year under review was that of property management and support to owners of extra care apartment schemes operated by the Somerset Care Group.

REVIEW OF BUSINESS
The company began to trade in September 2009, when the first extra care apartments developed by Somerset Care were completed. These apartments are located at Langham Court, Bembridge, on the Isle of Wight. The company provides rental and service support to the owners of these apartments. Additional care services are provided with the support of the adjacent Inver House care home, operated by Islecare Ltd, which is also part of the Somerset Care Group

The business is expected to continue to develop. Seven of the eleven apartment sales have been completed in the period to the signing of this report with five completed before the financial year end. Future accounts will contain results of any further sales of these apartments plus any future apartment development provided by the Somerset Care Group. Apartment completions are progressing within normal development expectations. Sales have however been affected by the UK economic and property recession with recent months seeing an improvement versus the prior year.

DIVIDENDS
No dividend has been declared.

DIRECTORS
The directors shown below have held office during the whole of the period from 1 April 2010 to the date of this report:

Mr A L D De H Larpent OBE

Other changes in directors holding office are as follows:

Mr J H Parrott	resigned 30 September 2011
Mrs A Martin	appointed 30 September 2011
Mr C Wall	appointed 30 September 2011
Mr C Davies CBE, DL	appointed 21 October 2011

THE EURO
The Board of Directors do not consider any future introduction of the Euro will have any effect on the company's financial reporting or operation. No special provisions have been made at this stage.

AUTHORISATION OF FINANCIAL STATEMENTS
In accordance with the disclosure requirements of FRS 21, the financial statements were approved by the Board of Directors and authorised for issue on 21st October 2011. In the Board of Directors' opinion, there were no adjusting or non-adjusting events that existed at the balance sheet date that have taken place since the year end. The Board of Directors have the power to amend the financial statements after issue.

STATEMENT OF DIRECTORS' RESPONSIBILITIES
The directors are responsible for preparing the Report of the Directors 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 the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Acacia Facilities Management Limited

Report of the Directors
for the Year Ended 31 March 2011

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 judgements and estimates that are reasonable and prudent,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- 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 the financial statements comply with the Companies Act 2006. 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

The directors are responsible for the maintenance and integrity of corporate and financial information on the company's website; the work carried out by the auditors does not involve consideration of these matters. It is important to bear in mind that legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions

Third party directors' indemnity insurance was in place during the year.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

Mr C J Wall - Secretary

Date : 21st October 2011

Report of the Independent Auditors to the Members of Acacia Facilities Management Limited

We have audited the financial statements of Acacia Facilities Management Limited for the year ended 31 March 2011 on pages six to twelve. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 a Report of the Auditors 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 auditors
As explained more fully in the Statement of Directors' Responsibilities set out on pages two to three, 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 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
An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of· whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the financial statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 United Kingdom Generally Accepted Accounting Practice, 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 Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

Report of the Independent Auditors to the Members of
Acacia Facilities Management Limited

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.

BJ Dixon Walsh Ltd

Mr R A O'Donnell FCA (Senior Statutory Auditor)
for and on behalf of BJ Dixon Walsh Ltd, Statutory Auditor
Chartered Accountants
BJ Dixon Walsh Ltd
Rumwell Hall
Rumwell
Taunton
Somerset
TA4 1EL

Date: 21st October 2011

Acacia Facilities Management Limited

Profit and Loss Account
for the Year Ended 31 March 2011

	Notes	01.04.2010 – 31.03.2011 £	01.04.2010 – 31.03.2011 £	09.06.2009 – 31.03.2010 £	09.06.2009 – 31.03.2010 £
TURNOVER			6,352		1,855
Cost of sales			(5,663)		(1,364)
GROSS PROFIT			689		491
Administrative expenses			(247)		(292)
Other Operating Income			-		-
OPERATING PROFIT	2		442		199
Interest receivable and similar income			-		-
			442		199
Interest payable and similar charges			(34)		(33)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION			408		166
Tax on profit on ordinary activities	4		(86)		-
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION			322		166

CONTINUING OPERATIONS
None of the company's activities were acquired or discontinued during the current period

TOTAL RECOGNISED GAINS AND LOSSES
The company has no recognised gains or losses other than the profits for the current period.

The notes form part of these financial statements

Acacia Facilities Management Limited

Balance Sheet
31 March 2011

	Notes	2011		2010	
		£	£	£	£
CURRENT ASSETS					
Debtors	6	8,018		7,792	
Cash at bank		3,890		1,092	
		11,908		8,884	
CREDITORS					
Amounts falling due within one year	7	(11,419)		(8,717)	
NET CURRENT ASSETS			489		167
TOTAL ASSETS LESS CURRENT LIABILITIES			489		167
CAPITAL AND RESERVES					
Called up share capital	9		1		1
Profit and loss account	10		488		166
SHAREHOLDERS' FUNDS	11		489		167

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

These financial statements were approved by the Board of Directors on 21st October 2011 and are signed on their behalf by:

AMartin

Mrs A Martin

Mr C J Wall

The notes form part of these financial statements

Acacia Facilities Management Limited

Cash Flow Statement
for the Year Ended 31 March 2011

	Notes	01.04.2010 – 31.03.2011 £	09.06.2009 – 31.03.2010 £
Net cash inflow from operating activities	1	2,838	1,124
Returns on investments and servicing of finance	2	(40)	(33)
Financing	2	-	1
Increase in cash in the period		**2,798**	**1,092**

Reconciliation of net cash flow to movement in net funds	3		
Increase in cash in the period		2,798	1,092
Movement in funds from cash flows in the period		2,798	1,092
Net funds at 1 April		1,092	-
Net funds at 31 March		**3,890**	**1,092**

The notes form part of these financial statements

Acacia Facilities Management Limited

Notes to the Cash Flow Statement
for the Year Ended 31 March 2011

1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	01.04.2010 – 31.03.2011 £	09.06.2009 – 31.03.2010 £
Operating profit	442	199
(Increase) / Decrease in debtors	(226)	(7,792)
Increase / (Decrease) in creditors	2,622	8,717
Net Cash Inflow From Operating Activities	2,838	1,124

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

	01.04.2010 – 31.03.2011 £	09.06.2009 – 31.03.2010 £
Returns on investment and servicing of finance		
Interest paid	(40)	(33)
Net cash outflow for returns on investments and servicing of finance	(40)	(33)
Financing		
Issue of shares to parent undertaking	-	1
Net cash inflow from financing	-	1

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 01.04.10 £	Cash Flow £	At 31 3 11 £
Net cash:			
Cash at bank	1,092	2,798	3,890
Bank overdrafts	-	-	-
Total	1,092	2,798	3,890

Notes to the Financial Statements
for the Year Ended 31 March 2011

1. ACCOUNTING POLICIES

Accounting convention
The financial statements have been prepared under the historical cost convention and are in accordance with applicable United Kingdom accounting standards.

Turnover
Turnover represents the amount of services supplied during the period, stated net of value added tax. The whole of the turnover was derived from the principal activities of the company, within the United Kingdom.

Deferred tax
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold.

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which the timing differences reverse, based on tax rates and laws enacted or substantially enacted at the balance sheet date.

2. OPERATING PROFIT

The company's operating profit is stated after charging /(crediting):

	01.04.2010 – 31.03.2011	**09.06.2009 – 31.03.2010**
	£	**£**
Auditors' remuneration	247	250

3. STAFF COSTS

There were no staff costs including directors' emoluments during the year

Acacia Facilities Management Limited

Notes to the Financial Statements
for the Year Ended 31 March 2011

8. OPERATING LEASE COMMITMENTS

There were no operating lease payments or commitments during the year

9. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal Value	2011 £	2010 £
1	Ordinary	£1	1	1

10. RESERVES

	Profit and loss account £
At 1 April 2010	166
Profit for the year	322
Dividends paid	-
At 31 March 2011	488

11. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2011 £	2010 £
Profit for the financial year	322	166
Dividends paid	-	-
Net addition to shareholders' funds	322	166
Opening shareholders' funds	167	1
Closing shareholders' funds	489	167

12. ULTIMATE PARENT COMPANY

The company is under the control of its ultimate parent company, Somerset Care Limited (a company limited by guarantee, registered in England and Wales), who own 100% of the share capital of the company.

13. RELATED PARTY DISCLOSURES

The company has taken advantage of the exemption available not to disclose inter-group transactions and balances, on the grounds that it is a wholly owned subsidiary whose results are consolidated in the parent company's accounts, and those accounts are publicly available.

4. TAXATION

Analysis of the tax charge

The tax charge/(credit) on the profit on ordinary activities for the year was as follows.

	01.04.2010 – 31.03.2011	09.06.2009 – 31.03.2010
	£	£
Tax on profit on ordinary activities	86	-

Factors affecting the tax charge

The tax assessed for the year is the same as the standard rate of corporation tax in the UK

	01.04.2010 – 31.03.2011	09.06.2009 – 31.03.2010
	£	£
Profit on ordinary activities before tax	408	166
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21% (2010 21%)	86	35
Effects of:		
Group relief	-	(35)
Current tax charge/(credit)	86	-

5. DIVIDENDS

There was no dividend declared for the period (2010 £ nil).

6. DEBTORS

	2011	2010
	£	£
Trade	2,558	-
Bad debt provision	(50)	-
Amounts owed by group undertakings	5,510	7,564
Other debtors	-	228
	8,018	7,792

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011	2010
	£	£
Amounts owed to group undertakings	149	826
Corporation Tax	86	-
Other creditors	6,944	7,891
Deferred income	4,240	-
	11,419	8,717