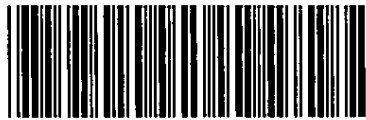


Company Registration No. 06500143 (England and Wales)

3AB CARE LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 31 MARCH 2011

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3AB CARE LIMITED

DIRECTOR AND ADVISERS

Director	A R Patel
Secretary	B R Patel
Company number	06500143
Registered office	The Heathers Quarry Road Bowling Hill Chipping Sodbury Bristol BS37 6AX
Registered auditors	Pitt Godden & Taylor Brunel House George Street Gloucester GL1 1BZ
Bankers	Lloyds TSB Bank plc Eastgate Street Gloucester GL1 1NU Yorkshire Bank plc Temple Point 1 Temple Row Birmingham B2 5YB
Solicitors	Gorvins Solicitors Dale House Tiviot Dale Stockport Cheshire SK1 1TA

3AB CARE LIMITED

CONTENTS

	Page
Director's report	1 - 3
Independent auditors' report	4 - 5
Consolidated profit and loss account	6
Balance sheets	7
Consolidated cash flow statement	8
Notes to the consolidated cash flow statement	9
Notes to the financial statements	10 - 22

3AB CARE LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 31 MARCH 2011

The director presents his report and financial statements for the year ended 31 March 2011

Principal activities and review of the business

The principal activity of the company continued to be management services. The principal activities of the group continued to be the running of nursing homes, a chemist and a day nursery.

In the year to 31st March 2011, the group saw an increase in turnover of 19.7% and a corresponding increase in gross profit of 24.7%. The loss for the year before taxation was brought about by the write off of some acquired goodwill which amounted to £469,000. Taking each group company in turn:

Acacia Care Limited Turnover increased by 9.8% to £795,175 with an improved gross profit percentage of 33.53%. Average occupancy for the year was 96.3% which contributed to the profit for the year of £43,681.

Brookhouse Care Home Limited Turnover increased by 14% to £679,611 with an improved gross profit percentage of 41.29%. Average occupancy for the year was 96.22% generating a profit for the year of £65,884.

Harley House Limited Turnover increased here by 263% to £674,597 although this is somewhat misleading as the previous years figures show trading for a four month period only. A gross profit percentage of 31.38% was obtained and occupancy rates for the year averaged 82%. Due to the exceptional write off of goodwill amounting to £469,000, the company generated an operating loss of £448,739.

Westcroft Nursing Home Limited Turnover for the year showed an increase of 6.4% to £721,968 with an improved gross profit percentage of 33.42%. Occupancy rates for the year were in the region of 91% and a profit of £55,023 was generated for the year.

Ambourne House Limited This company runs a day nursery and saw turnover increase by 20.3% to £418,130. The gross profit percentage improved to 44.12% and occupancy for the year was 79% which reflects the nature of trade and the varying sessions available. The company created a profit for the year of £78,408.

Barkey Chemist Limited This was the only chemist in the group and its trade was sold post year end and is shown as discontinued activities on the face of the profit and loss account. Turnover for the year fell by 5.3% to £657,054 but the gross profit percentage was consistent at 28.3%. Profit for the year amounted to £53,459.

HS 228 Limited This is the parent company of Acacia Care Limited and its only trade in the year was the receipt of management fees and corresponding administration costs. A profit for the year of £48,622 was achieved.

3ab Care Limited The ultimate parent company does not trade as such but received some management fees and paid admin salaries and some overheads, resulting in a small loss for the year of £5,728.

The group is aware of the importance of sustaining high occupancy rates to maintain profits and management are very focused on ensuring that occupancy is reviewed on a daily basis and that each company's reputation maintains strong. This includes reviewing all operations of the business on a regular basis including staffing, properties, legal obligations and financing. The nature of the group's activities are such that they are somewhat protected from the recent economic downturn although management remain vigilant to this threat and will take any action which may be needed.

The group is exposed to the usual credit and cash flow risk where selling on credit is concerned and manages this through credit control procedures.

Short term bank deposits are only placed with reputable blue chip banks. A number of bank loans are held within the group which use the banks base rate to determine interest payments. This variable rate of interest does create some risk should the rates rise significantly.

The director considers the operating profit achieved, the state of affairs of the group and company at the year end and its prospects for the future to be satisfactory.

3AB CARE LIMITED

DIRECTOR'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

Results and dividends

The consolidated profit and loss account for the year is set out on page 6

Post balance sheet events

Since the year end, the group has disposed of its chemist business

Future developments

Management are continually evaluating possible acquisition targets to further enhance the groups activities as well as looking at opportunities to expand within the existing operations. The management team are confident that the group will continue to improve on its current level of performance in the future

Director

The following director has held office since 1 April 2010

A R Patel

Auditors

Pitt Godden & Taylor were appointed auditors to the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting

Statement of director's responsibilities

The director 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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 group and of the profit or loss of the group for that period. In preparing these financial statements, the director is required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting 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,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group 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 the group and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

3AB CARE LIMITED

DIRECTOR'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

Statement of disclosure to auditors

So far as the director is aware, there is no relevant audit information of which the group's auditors are unaware. Additionally, the director has taken all the necessary steps that he ought to have taken as director in order to make himself aware of all relevant audit information and to establish that the group's auditors are aware of that information.

By order of the board



B R Patel

Secretary

17-08-2011

3AB CARE LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF 3AB CARE LIMITED

We have audited the group and parent company financial statements (the "financial statements") of 3ab Care Limited for the year ended 31 March 2011 set out on pages 6 to 22. 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 an auditors' 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 director and auditors

As explained more fully in the Director's Responsibilities Statement set out on pages 1 - 3, 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 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 group's and the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the director, and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and parent company's affairs as at 31 March 2011 and of the group's loss 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.

Emphasis of matter

Going concern

We draw your attention to the audit report of Harley House Care Home Limited which states

'In forming our opinion, we have considered the adequacy of the disclosures in note 1 of the financial statements concerning the continuing support of the company's parent company. The accounts have been prepared on a going concern basis, the validity of which depends on this support continuing. In view of the significance of this matter, we consider that it should be drawn to your attention but our opinion is not qualified in this respect.'

Prior period financial statements not audited

The comparative figures have not been audited due to audit exemptions available to the parent and group in the previous year.

3AB CARE LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF 3AB CARE LIMITED

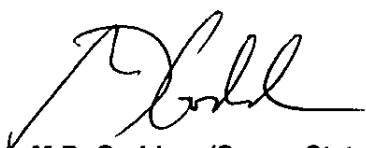
Opinion on other matter prescribed by the Companies Act 2006

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

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company 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



M.D. Godden (Senior Statutory Auditor)
for and on behalf of Pitt Godden & Taylor

17 August 2011

Chartered Accountants
Statutory Auditor

Brunel House
George Street
Gloucester
GL1 1BZ

3AB CARE LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2011

	Notes	2011 £	2010 £
Turnover	2		
Continuing operations		3,289,481	2,602,206
Discontinued activities		<u>657,054</u>	<u>694,436</u>
		3,946,535	3,296,642
Cost of sales		<u>(2,575,907)</u>	<u>(2,197,698)</u>
Gross profit		1,370,628	1,098,944
Administrative expenses		(1,438,356)	(1,025,804)
Other operating income		<u>6,280</u>	<u>5,760</u>
Operating (loss)/profit	4		
Continuing operations		(124,962)	30,635
Discontinued activities		<u>63,514</u>	<u>48,265</u>
		(61,448)	78,900
Investment income	5	-	160,000
Interest payable and similar charges	6	<u>(72,207)</u>	<u>(55,968)</u>
(Loss)/profit on ordinary activities before taxation	4	(133,655)	182,932
Tax on (loss)/profit on ordinary activities	7	2,536	(5,718)
(Loss)/profit on ordinary activities after taxation		<u>(131,119)</u>	<u>177,214</u>

There are no recognised gains and losses other than those passing through the profit and loss account

3AB CARE LIMITED

BALANCE SHEETS

AS AT 31 MARCH 2011

		Group	2010	Company	2010
		2011	as restated	2011	as restated
	Notes	£	£	£	£
Fixed assets					
Intangible assets	10	452,490	947,330	10,252	12,816
Tangible assets	11	2,186,912	2,234,130	698,370	712,622
Investments	12	-	-	999	999
		<u>2,639,402</u>	<u>3,181,460</u>	<u>709,621</u>	<u>726,437</u>
Current assets					
Stocks	13	64,169	65,833	-	-
Debtors	14	230,834	181,152	597,703	500,000
Cash at bank and in hand		260,270	158,670	4,185	90,128
		<u>555,273</u>	<u>405,655</u>	<u>601,888</u>	<u>590,128</u>
Creditors amounts falling due within one year	15	<u>(864,048)</u>	<u>(951,646)</u>	<u>(598,693)</u>	<u>(567,146)</u>
Net current liabilities		<u>(308,775)</u>	<u>(545,991)</u>	<u>3,195</u>	<u>22,982</u>
Total assets less current liabilities		<u>2,330,627</u>	<u>2,635,469</u>	<u>712,816</u>	<u>749,419</u>
Creditors: amounts falling due after more than one year	16	<u>(2,370,065)</u>	<u>(2,541,252)</u>	<u>(704,925)</u>	<u>(735,800)</u>
Provisions for liabilities	17	<u>(1,983)</u>	<u>(4,519)</u>	<u>-</u>	<u>-</u>
		<u>(41,421)</u>	<u>89,698</u>	<u>7,891</u>	<u>13,619</u>
Capital and reserves					
Called up share capital	18	1,000	1,000	1,000	1,000
Profit and loss account	19	<u>(42,421)</u>	<u>88,698</u>	<u>6,891</u>	<u>12,619</u>
Shareholders' funds	20	<u>(41,421)</u>	<u>89,698</u>	<u>7,891</u>	<u>13,619</u>

Approved by the Board and authorised for issue on 17/4/11



A R Patel
Director

Company Registration No. 06500143

3AB CARE LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2011

	£	2011 £	£	2010 £
Net cash inflow from operating activities		413,973		613,261
Returns on investments and servicing of finance				
Interest paid	(72,207)		(55,968)	
Dividends received	-		160,000	
Net cash (outflow)/inflow for returns on investments and servicing of finance		(72,207)		104,032
Taxation		-		(29,485)
Capital expenditure				
Payments to acquire intangible assets	-		(469,000)	
Payments to acquire tangible assets	(45,666)		(798,662)	
Net cash outflow for capital expenditure		(45,666)		(1,267,662)
Equity dividends paid		-		(320,000)
Net cash inflow/(outflow) before management of liquid resources and financing		296,100		(899,854)
Financing				
Issue of ordinary share capital	-		1	
New long term bank loan	1,125		1,098,919	
Other new short term loans	2,817		70,302	
Repayment of long term bank loan	(172,312)		(141,401)	
Repayment of other short term loans	(660)		-	
Net cash (outflow)/inflow from financing		(169,030)		1,027,821
Increase in cash in the year		127,070		127,967

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2011

1	Reconciliation of operating (loss)/profit to net cash inflow from operating activities	2011	2010
		£	£
	Operating (loss)/profit	(61,448)	78,900
	Depreciation of tangible assets	92,885	75,026
	Amortisation of intangible assets	494,840	220,019
	Decrease/(increase) in stocks	1,664	(8,838)
	Increase in debtors	(49,682)	(930,789)
	(Decrease)/Increase in creditors within one year	(64,286)	1,178,943
	Net cash inflow from operating activities	413,973	613,261

2	Analysis of net debt	1 April 2010	Cash flow	Other non- 31 March 2011 cash changes
		£	£	£
	Net cash			
	Cash at bank and in hand	158,670	101,600	-
	Bank overdrafts	(39,032)	25,469	-
		119,638	127,069	-
	Debts falling due within one year	(167,843)	(2,157)	-
	Debts falling due after one year	(2,541,252)	171,187	-
		(2,709,095)	169,030	-
	Net debt	(2,589,457)	296,099	(2,293,358)

3	Reconciliation of net cash flow to movement in net debt	2011	2010
		£	£
	Increase in cash in the year	127,069	127,967
	Cash outflow/(inflow) from decrease/(increase) in debt	169,030	(1,026,915)
	Movement in net debt in the year	296,099	(898,948)
	Opening net debt	(2,589,457)	(1,690,509)
	Closing net debt	(2,293,358)	(2,589,457)

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2011

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to 31 March 2011. The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes. Intra-group sales and profits are eliminated fully on consolidation.

1.4 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.5 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

Goodwill arising on the acquisition of subsidiary undertakings representing any excess of the fair value of the consideration given over the fair value of the identifiable assets and liabilities acquired, is capitalised and written off on a straight line basis over its useful economic life which is 20 years. Provisions are made for any impairment.

1.6 Professional fees

Intangibles comprising professional fees are valued at cost less accumulated amortisation. Amortisation is calculated to write off the cost in equal annual instalments over their estimated useful lives.

1.7 Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred. Development expenditure is written off in the same way unless the directors are satisfied as to the technical, commercial and financial viability of individual projects. In this situation, the expenditure is deferred and amortised over the period during which the company is expected to benefit.

1.8 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings Freehold	2% straightline basis
Plant and machinery	25% straightline basis

1.9 Leasing

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

1.10 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

1 Accounting policies

(continued)

1.11 Stock

Stock is valued at the lower of cost and net realisable value

1.12 Deferred taxation

Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.13 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

2 Segmental analysis by class of business

The analysis by class of business of the group's turnover and (loss)/profit before taxation is set out as below.

Turnover

	2011	2010
	£	£
Class of business		
Fees receivable	3,289,481	2,602,206
NHS sales - discontinued	575,257	609,582
Counter sales - discontinued	81,797	84,854
	<u>3,946,535</u>	<u>3,296,642</u>

All income was derived from activities within the United Kingdom.

3 Cost of sales and net operating expenses

	2011			2010		
	Continuing	Discontinued	Total	Continuing	Discontinued	Total
	£	£	£	£	£	£
Cost of sales	2,104,841	471,066	2,575,907	1,700,338	497,360	2,197,698
Administrative expenses	1,315,882	122,474	1,438,356	876,993	148,811	1,025,804
Other operating income	(6,280)	-	(6,280)	(5,760)	-	(5,760)
	<u>3,414,443</u>	<u>593,540</u>	<u>4,007,983</u>	<u>2,571,571</u>	<u>646,171</u>	<u>3,217,742</u>

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

4	Operating (loss)/profit	2011	2010
		£	£
	Operating (loss)/profit is stated after charging		
	Amortisation of intangible assets	494,840	220,019
	Depreciation of tangible assets	92,885	75,026
	Operating lease rentals	45,000	45,000
	Fees payable to the group's auditor for the audit of the group's annual accounts (company £1,500, 2010 £-)	13,995	-
	Fees payable to the group's auditor for non-audit fees - tax compliance	2,160	-
		<u> </u>	<u> </u>
5	Investment income	2011	2010
		£	£
	Income from shares in group undertakings	-	160,000
		<u> </u>	<u> </u>
6	Interest payable	2011	2010
		£	£
	On bank loans and overdrafts	72,207	55,968
		<u> </u>	<u> </u>

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2011

7	Taxation	2011 £	2010 £
	Domestic current year tax		
	Adjustment for prior years	-	1,199
	Total current tax	-	1,199
	Deferred tax		
	Origination and reversal of timing differences	(2,536)	4,519
		(2,536)	5,718
	Factors affecting the tax charge for the year		
	(Loss)/profit on ordinary activities before taxation	(133,655)	182,932
	(Loss)/profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 21.00% (2010 - 21.00%)	(28,068)	38,416
	Effects of		
	Non deductible expenses	893	-
	Depreciation add back	24,932	15,756
	Capital allowances	(12,816)	(22,551)
	Foreign tax adjustments	-	(191)
	Adjustments to previous periods	-	1,199
	Dividends and distributions received	-	(33,600)
	Other tax adjustments	15,059	2,170
		28,068	(37,217)
	Current tax charge for the year	-	1,199
8	(Loss)/profit for the financial year		

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The (loss)/profit for the financial year is made up as follows:

	2011 £	2010 £
Holding company's (loss)/profit for the financial year	(5,728)	172,520

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

9	Dividends	2011 £	2010 £
	Ordinary interim paid	-	160,000

10 Intangible fixed assets Group

	Goodwill on consolidation £	Goodwill £	Professional fees £	Total £
Cost				
At 1 April 2010 & at 31 March 2011	465,514	794,269	12,816	1,272,599
Amortisation				
At 1 April 2010	-	325,269	-	325,269
Charge for the year	23,276	469,000	2,564	494,840
At 31 March 2011	23,276	794,269	2,564	820,109
Net book value				
At 31 March 2011	442,238	-	10,252	452,490
At 31 March 2010	465,514	469,000	12,816	947,330

Goodwill on consolidation

	Acacia Care Limited £	Other group companies £	Total £
Net assets acquired:			
Assets	641,338	-	641,338
Liabilities	(431,623)	-	(431,623)
Share for share exchange	-	205	205
	209,715	205	209,920
Consideration paid	674,435	999	675,434
At 1 April 2010 & at 31 March 2011	464,720	794	465,514

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

10 Intangible fixed assets

(continued)

Intangible fixed assets (continued) Company

	Professional fees £
Cost	
At 1 April 2010 & at 31 March 2011	12,816
Amortisation	
At 1 April 2010	-
Charge for the year	2,564
At 31 March 2011	2,564
Net book value	
At 31 March 2011	10,252
At 31 March 2010	12,816

The intangible asset comprises stamp duty and professional fees paid on the share for share exchange between the company and its shareholders

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

11 Tangible fixed assets

Group

	Land and buildings Freehold £	Plant and machinery £	Total £
Cost			
At 1 April 2010	2,357,931	386,269	2,744,200
Additions	-	45,667	45,667
At 31 March 2011	2,357,931	431,936	2,789,867
Depreciation			
At 1 April 2010	205,007	305,063	510,070
Charge for the year	47,158	45,727	92,885
At 31 March 2011	252,165	350,790	602,955
Net book value			
At 31 March 2011	2,105,766	81,146	2,186,912
At 31 March 2010	2,152,924	81,206	2,234,130

Tangible fixed assets

Company

	Land and buildings Freehold £
Cost	
At 1 April 2010 & at 31 March 2011	712,622
Depreciation	
At 1 April 2010	-
Charge for the year	14,252
At 31 March 2011	14,252
Net book value	
At 31 March 2011	698,370
At 31 March 2010	712,622

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

12 Fixed asset investments

Company

	Shares in group undertakings £ as restated
Cost	
At 1 April 2010 & at 31 March 2011	999
Net book value	
At 31 March 2011	999
At 31 March 2010	999

In the opinion of the director, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies

Company	Country of registration or incorporation	Shares held	
		Class	%
Subsidiary undertakings			
HS 228 Limited	England	Ordinary	100
Ambourne House Limited	England	Ordinary	100
Brookhouse Care Home Limited	England	Ordinary	100
Harley House Care Home Limited	England	Ordinary	100
Barkey Chemist Limited	England	Ordinary	100
Westcroft Nursing Home Limited	England	Ordinary	100
Acacia Care Limited	England	Ordinary	100

13 Stocks

	Group 2011 £	2010 £	Company 2011 £	2010 £
Finished goods and goods for resale	64,169	65,833	-	-

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

14 Debtors

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
				as restated
Trade debtors	148,397	120,183	2,298	-
Amounts owed by group undertakings	-	-	585,000	500,000
Other debtors	58,902	33,515	10,405	-
Prepayments and accrued income	23,535	27,454	-	-
	<u>230,834</u>	<u>181,152</u>	<u>597,703</u>	<u>500,000</u>

The comparative year for the parent company has been re-stated to reflect the subsidiary company balance incorrectly shown as investments

15 Creditors : amounts falling due within one year

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Bank loans and overdrafts	183,563	206,875	45,563	31,725
Trade creditors	86,043	81,739	3,000	-
Amounts owed to group undertakings	-	-	390,527	453,889
Taxes and social security costs	51,411	34,013	2,223	-
Directors current accounts	360,140	475,454	145,000	80,000
Other creditors	33,791	48,342	-	-
Accruals and deferred income	149,100	105,223	12,380	1,532
	<u>864,048</u>	<u>951,646</u>	<u>598,693</u>	<u>567,146</u>
Debt due in one year or less	<u>123,563</u>	<u>146,875</u>	<u>45,563</u>	<u>31,725</u>

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

16 Creditors amounts falling due after more than one year

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Bank loans	2,370,065	2,541,252	704,925	735,800
Analysis of loans				
Not wholly repayable within five years by instalments	1,730,065	1,898,433	576,925	607,525
Wholly repayable within five years	810,000	810,662	160,000	160,000
Included in current liabilities	2,540,065 (170,000)	2,709,095 (167,843)	736,925 (32,000)	767,525 (31,725)
	2,370,065	2,541,252	704,925	735,800
Instalments not due within five years	1,690,065	1,858,433	576,925	607,525
Loan maturity analysis				
In more than five years	2,540,065	2,709,095	736,925	767,525

17 Provisions for liabilities Group

	Deferred taxation £
Balance at 1 April 2010	4,519
Profit and loss account	(2,536)
Balance at 31 March 2011	1,983

The deferred tax liability is made up as follows

	Group		Company	
	2011	2010	2011	2010
	£	£	£	£
Accelerated capital allowances	1,983	4,519	-	-

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

18 Share capital	2011	2010
	£	£
Allotted, called up and fully paid		
1,000 Ordinary of each	1,000	1,000

19 Statement of movements on profit and loss account
Group

**Profit and
loss account
£**

Balance at 1 April 2010	88,698
Loss for the year	(131,119)
Balance at 31 March 2011	(42,421)

Company

**Profit and
loss account
£**

Balance at 1 April 2010	12,619
Loss for the year	(5,728)
Balance at 31 March 2011	6,891

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

20 Reconciliation of movements in shareholders' funds	2011	2010
Group	£	£
(Loss)/Profit for the financial year	(131,119)	177,214
Dividends	-	(320,000)
	<u>(131,119)</u>	<u>(142,786)</u>
Proceeds from issue of shares	-	1
	<u>(131,119)</u>	<u>(142,786)</u>
Net depletion in shareholders' funds	(131,119)	(142,785)
Opening shareholders' funds	89,698	232,483
	<u>(41,421)</u>	<u>89,698</u>

Company	2011	2010
	£	£
(Loss)/Profit for the financial year	(5,728)	172,520
Dividends	-	(160,000)
	<u>(5,728)</u>	<u>12,520</u>
Net (depletion in)/addition to shareholders' funds	(5,728)	12,520
Opening shareholders' funds	13,619	1,099
	<u>7,891</u>	<u>13,619</u>

21 Financial commitments

At 31 March 2011 the group had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2011	2010
	£	£
Expiry date		
Between two and five years	<u>45,000</u>	<u>45,000</u>

22 Director's remuneration

The director did not receive any remuneration from 3ab Care Limited

3AB CARE LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2011

23 Employees

Number of employees

The average monthly number of employees (including directors) during the year was

	2011 Number	2010 Number
Directors	3	3
Care Homes	139	137
Nursery	15	14
Chemist	5	5
Administration	1	1
	<u>163</u>	<u>160</u>

Employment costs

	2011 £	2010 £
Wages and salaries	2,004,740	1,606,628
Social security costs	141,471	112,315
	<u>2,146,211</u>	<u>1,718,943</u>

24 Control

Mr A R Patel and brothers are the controlling party by virtue of their 100% interest in the issued share capital of the company

25 Related party relationships and transactions

Group

Included in other creditors is an amount of £360,140 (2010 £475,454) due to the directors and shareholders of the group companies, being credit facilities made available to the group

Company

Included in other creditors is an amount of £145,000 (2010 £80,000) due to the shareholders of the company, being a credit facility made available to the company