

REGISTERED NUMBER: 03275554 (England and Wales)

EXTEL LIMITED
T/A
CARE THROUGH THE MILLENIUM
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2010

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31/12/2010

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COMPANIES HOUSE

Shah & Co
Chartered Certified Accountants
Registered Auditors
1a Station Street East
Foleshill
COVENTRY
West Midlands
CV6 5FL

EXTEL LIMITED
T/A CARE THROUGH THE MILLENIUM

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FOR THE YEAR ENDED 31ST MARCH 2010

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EXTEL LIMITED
T/A CARE THROUGH THE MILLENNIUM
COMPANY INFORMATION
FOR THE YEAR ENDED 31ST MARCH 2010

DIRECTORS.

Mr C M Higgins
Mrs S J Higgins

SECRETARY:

Mrs S J Higgins

REGISTERED OFFICE:

1a Station Street East
Foleshill
Coventry
West Midlands
CV6 5FL

REGISTERED NUMBER:

03275554 (England and Wales)

**SENIOR STATUTORY
AUDITOR:**

Harendra Kishorlal Shah

AUDITORS:

Shah & Co
Chartered Certified Accountants
Registered Auditors
1a Station Street East
Foleshill
COVENTRY
West Midlands
CV6 5FL

EXTEL LIMITED
T/A CARE THROUGH THE MILLENIUM
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST MARCH 2010

The directors present their report with the accounts of the company for the year ended 31st March 2010

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of providing services in residential care homes for people with challenging behaviour

REVIEW OF BUSINESS

The result for the year and financial position of the company are shown in the annexed financial statements

The company made a profit for the year of £22,673 after taxation, dividends of £140,000 were paid to shareholders, therefore the company's reserves reduced by £117,327

Description of principal risks and uncertainties

The risks and uncertainties faced by the business principally relate to the normal risks associated with an owner managed business

Analysis based on key indicators

Operating profit reduced to £398,275 (2009 £421,518) and Return On Capital Employed (ROCE) decreased to 7.39% (2009 8.48%) (ROCE is calculated as operating profit divided by capital employed, where capital employed is represented by total assets less current liabilities) Earnings Per Share (EPS) were £226.73 (2009 £2047.08) (EPS is calculated as net profit after taxation divided by the number of ordinary shares) The company has adequate liquidity as reflected in the current ratio of 1.80 times (2009 1.45 times) (The current ratio is calculated as current assets divided by current liabilities)

DIVIDENDS

The total distribution of dividends for the year ended 31st March 2010 will be £140,000

DIRECTORS

The directors shown below have held office during the whole of the period from 1st April 2009 to the date of this report

Mr C M Higgins

Mrs S J Higgins

POLITICAL AND CHARITABLE CONTRIBUTIONS

During the year, donations of £340 were made to two local charities

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). 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 accounting 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 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

EXTEL LIMITED
T/A CARE THROUGH THE MILLENNIUM

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST MARCH 2010

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

AUDITORS

The auditors, Harendra Kishorlal Shah, will be proposed for re-appointment at the forthcoming Annual General Meeting

ON BEHALF OF THE BOARD:



Mr C M Higgins - Director

Date 30-12-2010

REPORT OF THE INDEPENDENT AUDITORS TO
EXTEL LIMITED
UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages five to sixteen, together with the full financial statements of Extel Limited for the year ended 31st March 2010 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special 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, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

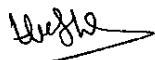
The directors are responsible for preparing the abbreviated accounts in accordance with Section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section and to report our opinion to you.

Basis of opinion

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 445(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the Regulations made under that Section.



Harendra Kishorlal Shah (Senior Statutory Auditor)
for and on behalf of Shah & Co
Chartered Certified Accountants
Registered Auditors
1a Station Street East
Foleshill
COVENTRY
West Midlands
CV6 5FL

Date 30-12-2010

EXTEL LIMITED
T/A CARE THROUGH THE MILLENNIUM

ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2010

	Notes	2010 £	2009 £
TURNOVER		3,848,943	2,942,116
Cost of sales		(2,176,607)	(1,562,448)
		<hr/>	<hr/>
		1,672,336	1,379,668
Administrative expenses		1,274,061	958,150
		<hr/>	<hr/>
OPERATING PROFIT	3	398,275	421,518
Interest receivable and similar income		-	95
		<hr/>	<hr/>
		398,275	421,613
Interest payable and similar charges	4	368,624	219,937
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		29,651	201,676
Tax on profit on ordinary activities	5	6,978	(3,032)
		<hr/>	<hr/>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		<u>22,673</u>	<u>204,708</u>

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the current year or previous year

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profits for the current year or previous year

The notes form part of these abbreviated accounts

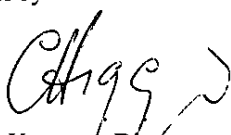
EXTEL LIMITED
T/A CARE THROUGH THE MILLENNIUM

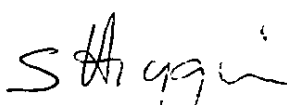
ABBREVIATED BALANCE SHEET
31ST MARCH 2010

	Notes	2010 £	2009 £
FIXED ASSETS			
Tangible assets	7	5,075,828	4,829,974
CURRENT ASSETS			
Stocks	8	6,450	5,265
Debtors	9	378,884	133,378
Cash at bank		303,896	310,920
		<u>689,230</u>	<u>449,563</u>
CREDITORS			
Amounts falling due within one year	10	<u>382,756</u>	<u>307,988</u>
NET CURRENT ASSETS		<u>306,474</u>	<u>141,575</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>5,382,302</u>	<u>4,971,549</u>
CREDITORS			
Amounts falling due after more than one year	11	(5,235,065)	(4,713,963)
PROVISIONS FOR LIABILITIES	15	<u>(15,416)</u>	<u>(8,438)</u>
NET ASSETS		<u><u>131,821</u></u>	<u><u>249,148</u></u>
CAPITAL AND RESERVES			
Called up share capital	16	100	100
Profit and loss account	17	<u>131,721</u>	<u>249,048</u>
SHAREHOLDERS' FUNDS	20	<u><u>131,821</u></u>	<u><u>249,148</u></u>

The abbreviated accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to medium-sized companies

The financial statements were approved by the Board of Directors on 30 - 12 - 2010 and were signed on its behalf by


Mr C M Higgins - Director


Mrs S J Higgins - Director

The notes form part of these abbreviated accounts

EXTEL LIMITED
T/A CARE THROUGH THE MILLENIUM

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2010

	Notes	2010 £	2009 £
Net cash inflow from operating activities	1	948,950	313,867
Returns on investments and servicing of finance	2	(368,624)	(219,842)
Taxation		-	(506)
Capital expenditure	2	(447,350)	(1,839,986)
Equity dividends paid		(140,000)	(118,000)
		(7,024)	(1,864,467)
Financing	2	-	2,072,214
(Decrease)/Increase in cash in the period		(7,024)	207,747
Reconciliation of net cash flow to movement in net debt	3		
(Decrease)/Increase in cash in the period		(7,024)	207,747
Cash inflow from increase in debt and lease financing		(508,432)	(2,004,757)
Change in net debt resulting from cash flows		(515,456)	(1,797,010)
Movement in net debt in the period		(515,456)	(1,797,010)
Net debt at 1st April		(4,093,998)	(2,296,988)
Net debt at 31st March		(4,609,454)	(4,093,998)

The notes form part of these abbreviated accounts

EXTEL LIMITED
T/A CARE THROUGH THE MILLENNIUM

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2010

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

	2010 £	2009 £
Operating profit	398,275	421,518
Depreciation charges	201,496	75,985
Increase in stocks	(1,185)	(345)
Increase in debtors	(245,506)	(35,840)
Increase/(Decrease) in creditors	595,870	(147,451)
Net cash inflow from operating activities	948,950	313,867

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

	2010 £	2009 £
Returns on investments and servicing of finance		
Interest received	-	95
Interest paid	(358,666)	(211,953)
Interest element of hire purchase payments	(9,958)	(7,984)
Net cash outflow for returns on investments and servicing of finance	(368,624)	(219,842)
Capital expenditure		
Purchase of tangible fixed assets	(447,350)	(1,839,986)
Net cash outflow for capital expenditure	(447,350)	(1,839,986)
Financing		
New loans in year	-	2,072,214
Net cash inflow from financing	-	2,072,214

The notes form part of these abbreviated accounts

EXTEL LIMITED
T/A CARE THROUGH THE MILLENNIUM

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2010

3 ANALYSIS OF CHANGES IN NET DEBT

	At 1/4/09 £	Cash flow £	At 31/3/10 £
Net cash			
Cash at bank	310,920	(7,024)	303,896
	<u>310,920</u>	<u>(7,024)</u>	<u>303,896</u>
Debt			
Hire purchase	(87,391)	(18,913)	(106,304)
Debts falling due after one year	(4,317,527)	(489,519)	(4,807,046)
	<u>(4,404,918)</u>	<u>(508,432)</u>	<u>(4,913,350)</u>
Total	<u>(4,093,998)</u>	<u>(515,456)</u>	<u>(4,609,454)</u>

The notes form part of these abbreviated accounts

EXTEL LIMITED
T/A CARE THROUGH THE MILLENNIUM

NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2010

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Turnover

Turnover represents invoiced sales of services

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter

Improvements to property	- 2% on cost
Plant and machinery	- 20% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 20% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Deferred tax

Full provision is made at the tax rates that are expected to apply in the periods in which the timing differences are expected to reverse based on the tax rates and laws that have been enacted or substantially enacted at the balance sheet date in respect of all timing differences which have arisen but not reversed at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the accounts. Deferred tax is measured on a non-discounted basis. Deferred tax assets are only recognised where they arise from timing differences and their recoverability in the short term is regarded as more likely than not.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

2 STAFF COSTS

	2010 £	2009 £
Wages and salaries	2,030,209	1,469,423
Social security costs	166,503	123,782
	<u>2,196,712</u>	<u>1,593,205</u>

The average monthly number of employees during the year was as follows

	2010	2009
Average number of employees	<u>180</u>	<u>104</u>

EXTEL LIMITED
T/A CARE THROUGH THE MILLENNIUM

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31ST MARCH 2010

3 OPERATING PROFIT

The operating profit is stated after charging

	2010	2009
	£	£
Hire of plant and machinery	1,537	3,377
Depreciation - owned assets	141,798	52,496
Depreciation - assets on hire purchase contracts	59,698	23,489
Auditors' remuneration	5,000	5,000
	<u>32,000</u>	<u>32,000</u>

4 INTEREST PAYABLE AND SIMILAR CHARGES

	2010	2009
	£	£
Bank loan interest	150,140	211,953
Interest rate management fee	208,526	-
Hire purchase	9,958	7,984
	<u>368,624</u>	<u>219,937</u>

5 TAXATION

Analysis of the tax charge/(credit)

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

	2010	2009
	£	£
Current tax		
UK corporation tax	-	506
Deferred tax	6,978	(3,538)
Tax on profit on ordinary activities	<u>6,978</u>	<u>(3,032)</u>

6 DIVIDENDS

	2010	2009
	£	£
Interim	<u>140,000</u>	<u>118,000</u>

EXTEL LIMITED
T/A CARE THROUGH THE MILLENNIUM

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31ST MARCH 2010

7 TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1st April 2009	1,220,399	3,275,019	57,691
Additions	-	255,507	4,260
At 31st March 2010	1,220,399	3,530,526	61,951
DEPRECIATION			
At 1st April 2009	-	-	39,125
Charge for year	-	70,611	4,565
At 31st March 2010	-	70,611	43,690
NET BOOK VALUE			
At 31st March 2010	1,220,399	3,459,915	18,261
At 31st March 2009	1,220,399	3,275,019	18,566

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1st April 2009	352,026	185,111	35,069	5,125,315
Additions	129,606	50,435	7,542	447,350
At 31st March 2010	481,632	235,546	42,611	5,572,665
DEPRECIATION				
At 1st April 2009	144,637	94,044	17,535	295,341
Charge for year	50,548	70,756	5,016	201,496
At 31st March 2010	195,185	164,800	22,551	496,837
NET BOOK VALUE				
At 31st March 2010	286,447	70,746	20,060	5,075,828
At 31st March 2009	207,389	91,067	17,534	4,829,974

EXTEL LIMITED
T/A CARE THROUGH THE MILLENNIUM

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31ST MARCH 2010

7 TANGIBLE FIXED ASSETS - continued

Fixed assets, included in the above, which are held under hire purchase contracts are as follows

	Motor vehicles £
COST	
At 1st April 2009	116,061
Additions	48,935
	<hr/>
At 31st March 2010	164,996
	<hr/>
DEPRECIATION	
At 1st April 2009	45,606
Charge for year	59,698
	<hr/>
At 31st March 2010	105,304
	<hr/>
NET BOOK VALUE	
At 31st March 2010	59,692
	<hr/>
At 31st March 2009	70,455
	<hr/>

8 STOCKS

	2010 £	2009 £
Stocks	6,450	5,265
	<hr/>	<hr/>

9 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2010 £	2009 £
Debtors	229,558	128,533
Other debtors	-	1,188
Prepayments	149,326	3,657
	<hr/>	<hr/>
	378,884	133,378
	<hr/>	<hr/>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2010 £	2009 £
Hire purchase contracts (see note 13)	32,524	23,316
Trade creditors	93,301	75,854
Tax	153	8,087
Social security and other taxes	74,602	71,076
Wages	172,586	110,848
Credit card	-	7,267
Directors' current accounts	2,640	5,790
Accrued expenses	6,950	5,750
	<hr/>	<hr/>
	382,756	307,988
	<hr/>	<hr/>

EXTEL LIMITED
T/A CARE THROUGH THE MILLENNIUM

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31ST MARCH 2010

11 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2010	2009
	£	£
Bank loans (see note 12)	4,807,046	4,317,527
Hire purchase contracts (see note 13)	73,780	64,075
Other creditors	354,239	332,361
	<u>5,235,065</u>	<u>4,713,963</u>

12 LOANS

An analysis of the maturity of loans is given below

	2010	2009
	£	£
Amounts falling due between one and two years		
Bank loans - 1-2 years	<u>4,807,046</u>	<u>4,317,527</u>

Bank overdraft is secured by way of a fixed and floating charges over the assets of the company

13 OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

	2010	2009
	£	£
Gross obligations repayable		
Within one year	43,795	31,961
Between one and five years	99,157	88,908
	<u>142,952</u>	<u>120,869</u>
Finance charges repayable		
Within one year	11,271	8,645
Between one and five years	25,377	24,833
	<u>36,648</u>	<u>33,478</u>
Net obligations repayable		
Within one year	32,524	23,316
Between one and five years	73,780	64,075
	<u>106,304</u>	<u>87,391</u>

EXTEL LIMITED
T/A CARE THROUGH THE MILLENNIUM

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31ST MARCH 2010

14 SECURED DEBTS

The following secured debts are included within creditors

	2010 £	2009 £
Bank loans	<u>4,807,046</u>	<u>4,317,527</u>

First legal mortgage over freehold property at Primrose Hill Farm, Meadow Sweet Avenue, Kings Norton in the name of Extel Ltd

Unlimited Inter-company guarantee between Extel Limited and a third party

Guarantee from a third party in the sum of £4,740,000 for the obligations of a third party

15 PROVISIONS FOR LIABILITIES

	2010 £	2009 £
Deferred Tax	<u>15,416</u>	<u>8,438</u>
		Deferred tax
		£
Balance at 1st April 2009		8,438
Increase in provision		<u>6,978</u>
Balance at 31st March 2010		<u>15,416</u>

16 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid			2010 £	2009 £
Number	Class	Nominal value		
100	Ordinary	£1	<u>100</u>	<u>100</u>

17 RESERVES

	Profit and loss account £
At 1st April 2009	249,048
Profit for the year	22,673
Dividends	<u>(140,000)</u>
At 31st March 2010	<u>131,721</u>

EXTEL LIMITED
T/A CARE THROUGH THE MILLENIUM

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31ST MARCH 2010

18 RELATED PARTY DISCLOSURES

During the year, the company paid rent of £90,000 (2009- £90,0000) to Tenrol limited

Rent is charged at the market value As at 31st March 2010, company owed £354,239 (2009- £332,361) to Tenrol Limited

During the year, the company paid rent of £160,000 (2009- £160,000) to Mr C M Higgins As at 31st March 2010, company owed £1,596 (2009- £2,458) to Mr C M Higgins and £1,044 (2009-£3,331) to Mrs S J Higgins
The loan is interest free and repayable on demand

19 ULTIMATE CONTROLLING PARTY

The company is under the control of its directors and shareholders

20 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2010	2009
	£	£
Profit for the financial year	22,673	204,708
Dividends	(140,000)	(118,000)
Net (reduction)/addition to shareholders' funds	(117,327)	86,708
Opening shareholders' funds	249,148	162,440
Closing shareholders' funds	131,821	249,148

21 FINANCE COSTS

Included within the finance costs is an early redemption penalty of £171,550

The company also incurred £184,880 in relation to negotiating new interest rate over five years The cost of £184,880 has been spread over five years