

Go Private Limited

Directors' report and financial statements

Year ended 31 December 2001

Registered number 03749532



Directors' report and financial statements

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Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 2001.

Principal activities

The principal activities of the company are to:

- Source medical treatments on behalf of its members.
- Negotiate pricing on their behalf.
- Arrange loan facilities.
- Accept deposits

Business Review

The company commenced trading on 1 April 2000. The company made a net loss of £254,124 (2000: £103,627) and had net liabilities of £257,751 at 31 December 2001. (2000: £103,625 net liabilities)

Proposed dividend

The directors do not recommend the payment of a dividend.

Directors

The directors who held office during the period were as follows:

N Armitage	(appointed 27 September 2001)
RB Cawse, JP, DMS	
GAL Cruwys, LLB (Exon)	
JP Edwards, BSc, ACIS	
PD Egan, FCA	
NJ McLeod, BA, ACA	(appointed 27 September 2001)
Dr WIC Morgan, MA, MB, B. Chir	
J Turner, FCIB	

None of the directors received remuneration from the company during the period, nor held any interests in the shares of the company.

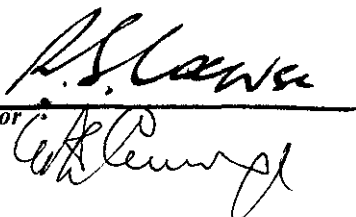
Auditors

KPMG Audit Plc are willing to continue in office and a resolution will be proposed at the Annual General Meeting for their re-appointment.

By order of the board

RB Cawse, JP, DMS, Director

GAL Cruwys, LLB (Exon), Director



28 March 2002

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing those 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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 Audit Plc

100 Temple Street
Bristol
BS1 6AG
United Kingdom

Independent auditors' report to the members of Go Private Limited

We have audited the financial statements on pages 4 to 9.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the directors' report and, as described on page 2, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board, and by our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

Basis of audit opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2001 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG Audit Plc

KPMG Audit Plc
Chartered Accountants
Registered Auditor

28 March 2002

Profit and loss account
for the year ended 31 December 2001

	<i>Note</i>	2001 £	2000 £
Turnover	2	32,274	10,753
Gross profit		32,274	10,753
Operating expenses			
Administrative expenses	4	(286,398)	(114,380)
(Loss) on ordinary activities before taxation		(254,124)	(103,627)
Taxation		-	-
(Loss) for the financial year		(254,124)	(103,627)

All amounts relate to continuing activities. There were no recognised gains or losses other than the loss for the period and accordingly a statement of recognised gains and losses has not been prepared.

Balance sheet
at 31 December 2001

	Note	2001 £	£	2000 £	£
Fixed assets					
Tangible assets	5		28,966		5,288
Current assets					
Debtors	6	36,275		2	
Prepayments and accrued income		-		258	
Cash at bank		128,880		10,118	
		<u>165,155</u>		<u>10,378</u>	
Creditors: amounts falling due within one year	7	<u>(19,535)</u>		<u>(1,430)</u>	
Net current assets			<u>145,620</u>		<u>8,948</u>
Total assets less current liabilities			<u>174,586</u>		<u>14,236</u>
Creditors: amounts falling due after more than one year	8		<u>(432,337)</u>		<u>(117,861)</u>
Total net assets			<u>(257,751)</u>		<u>(103,625)</u>
Capital and reserves					
Called up share capital	10	100,000		2	
Profit and loss account	11	(357,751)		(103,627)	
Shareholders' funds			<u>(257,751)</u>		<u>(103,625)</u>

These financial statements were approved by the board of directors on 28 March 2002 and were signed on its behalf by:

RB Cawse, JP, DMS, *Director*
GAL Cruwys, LLB (Exon), *Director*

R.B. Cawse
GAL Cruwys

Notes

(forming part of the financial statements)

1 Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with the Companies Act 1985 and applicable accounting standards under the historical cost convention.

Depreciation

Depreciation is provided to write off the cost of tangible assets by equal instalments over their estimated useful economic lives as follows:

Motor vehicles	4 years
Computer equipment & software	3-4 years
Fixtures & fittings	10 years

Cash flow statement

Under FRS 1 (revised 1996) the Company is exempt from the requirement to prepare a cash flow statement on the grounds that it is a wholly owned subsidiary undertaking that is included within the consolidated financial statements of its ultimate parent company which produces a cash flow statement and whose financial statements are publicly available.

Related party transactions

Advantage has been taken of the exemption in FRS8 (Related Party Disclosures) not to report on transactions with entities which are more than 90% controlled by a common parent undertaking whose accounts are publicly available.

2 Turnover

	2001 £	2000 £
Subscriptions	21,426	9,596
Commission	10,848	1,157
	<hr/> 32,274	<hr/> 10,753

Turnover is accounted for on a receivables basis and subscription revenue is recognised as earned over the period of the subscription.

Notes (continued)

3 Particulars of staff

The average number of persons employed by the company during the period, and the activities performed were as follows:

	2001	2000
Sales and Marketing	3	3
Administration	1	1
	<u>4</u>	<u>4</u>

Remuneration in respect of these employees was as follows

	2001 £	2000 £
Wages and salaries	48,516	40,503
Social security costs	3,627	3,240
	<u>52,143</u>	<u>43,743</u>

4 Administrative expenses include the following :

	2001 £	2000 £
Auditors remuneration payable, excluding VAT, all of which was in connection with statutory audit work.	4,000	1,000
Remuneration of the auditors for non-audit work	<u>44,493</u>	<u>-</u>

5 Tangible fixed assets

	Fixtures and fittings £	Computer equipment & software £	Motor Vehicles £	Total £
Cost				
At 1 January 2001	4,303	1,887	-	6,190
Additions	-	17,774	15,000	32,774
	<u>4,303</u>	<u>19,661</u>	<u>15,000</u>	<u>38,964</u>
At 31 December 2001	4,303	19,661	15,000	38,964
Depreciation				
At 1 January 2001	430	472	-	902
Charge for year	430	4,916	3,750	9,096
	<u>860</u>	<u>5,388</u>	<u>3,750</u>	<u>9,998</u>
At 31 December 2001	860	5,388	3,750	9,998
Net book value				
At 31 December 2001	<u>3,443</u>	<u>14,273</u>	<u>11,250</u>	<u>28,966</u>
At 1 January 2001	<u>3,873</u>	<u>1,415</u>	<u>-</u>	<u>5,288</u>

Notes (continued)

6 Debtors

	2001 £	2000 £
Other debtors	36,275	-
Amounts due from parent company	-	2
	<u>36,275</u>	<u>2</u>

7 Creditors – amounts falling due within one year

	2001 £	2000 £
Trade Creditors	2,439	-
Accruals	12,300	1,430
Deferred income	4,796	-
	<u>19,535</u>	<u>1,430</u>

8 Creditors – amounts falling due after more than one year

	2001 £	2000 £
Amounts due to parent company	432,337	117,861

9. Clients monies accounts

At 31 December 2001 the company held a clients money bank account with a balance amounting to £5,200 – this balance is not shown on the balance sheet.

10. Called up share capital

	2001 £	2000 £
Authorised: 100,000 (2000:100) ordinary shares of £1 each	<u>100,000</u>	<u>100</u>
Allotted, called-up and fully paid: 100,000 (2000:2) ordinary shares of £1 each	<u>100,000</u>	<u>2</u>

During the year the company authorised a further 99,900 ordinary shares and allotted 99,998 ordinary shares, with a nominal value of £99,998 in return for consideration of £99,998

Notes (continued)

11 Reconciliation of the movement in shareholders' funds

	2001 £	2000 £
Shareholders' funds at beginning of period	(103,627)	-
Loss for the period	(254,124)	(103,627)
Shareholders' funds at 31 December	<u>(357,751)</u>	<u>(103,627)</u>

12. Ultimate parent company

The company is a wholly owned subsidiary of Exeter Friendly Society Limited, which is the ultimate parent company. Copies of the group accounts are available from Exeter Friendly Society Limited, Lakeside House, Emperor Way, Exeter, EX1 3FD