

**REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012
FOR
LAUNCHRANDOM LIMITED**



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for the Year Ended 31 March 2012**

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LAUNCHRANDOM LIMITED
COMPANY INFORMATION
for the Year Ended 31 March 2012

DIRECTORS	K Lowe Miss K J Lowe
SECRETARY:	R Lowe
REGISTERED OFFICE:	Alexandra Grange Care Home Howard Street Pemberton Wigan Lancashire WN5 8BD
REGISTERED NUMBER:	02578316
AUDITORS:	Fairhurst Statutory Auditor Chartered Accountants Douglas Bank House Wigan Lane Wigan Lancashire WN1 2TB
BANKERS:	National Westminster Bank 277 Station Road Bamber Bridge Preston Lancashire PR5 6LE

**REPORT OF THE DIRECTORS
for the Year Ended 31 March 2012**

The directors present their report with the financial statements of the company and the group for the year ended 31 March 2012

PRINCIPAL ACTIVITY

The principal activity of the group in the year under review was that of the operation of residential and nursing care homes

REVIEW OF BUSINESS

The Group has had another successful operating year. Occupancy levels remain high, although the new extension has not been fully occupied in the year, the company continues to enjoy the highest ratings with the care funders. There is continued pressure on rates in addition to inflationary pressure on wages. The Group has additional sites which it intends to develop as care homes, and the capacity is expected to increase significantly in future years.

DIVIDENDS

No dividends will be distributed for the year ended 31 March 2012

DIRECTORS

K Lowe has held office during the whole of the period from 1 April 2011 to the date of this report

Other changes in directors holding office are as follows

Miss K J Lowe - appointed 31 October 2011

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 the group and of the profit or loss of the group 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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 group'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 group's auditors are aware of that information.

REPORT OF THE DIRECTORS
for the Year Ended 31 March 2012

AUDITORS

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

ON BEHALF OF THE BOARD:

A handwritten signature in black ink, appearing to be 'K Lowe', written over a horizontal line.

K Lowe - Director

Date 27 July 2012

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF LAUNCHRANDOM LIMITED

We have audited the financial statements of Launchrandom Limited for the year ended 31 March 2012 on pages five to eighteen. 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 page two, 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

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 parent 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 Report of the Directors 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 group's and of the parent company's affairs as at 31 March 2012 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.

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.

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.

Peter J Cheetham FCA

Peter J Cheetham FCA (Senior Statutory Auditor)
for and on behalf of Fairhurst
Statutory Auditor
Chartered Accountants
Douglas Bank House
Wigan Lane
Wigan
Lancashire
WN1 2TB

Date *30 July 2012*

CONSOLIDATED PROFIT AND LOSS ACCOUNT
for the Year Ended 31 March 2012

	Notes	2012 £	2011 £
TURNOVER		7,367,024	7,365,924
Cost of sales		<u>5,038,625</u>	<u>4,669,953</u>
GROSS PROFIT		2,328,399	2,695,971
Administrative expenses		<u>3,027,640</u>	<u>1,450,828</u>
		(699,241)	1,245,143
Other operating income		<u>18,490</u>	<u>15,704</u>
OPERATING (LOSS)/PROFIT	4	(680,751)	1,260,847
Interest receivable and similar income		<u>12,296</u>	<u>13,688</u>
		(668,455)	1,274,535
Interest payable and similar charges	5	<u>35,581</u>	<u>83,232</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(704,036)	1,191,303
Tax on (loss)/profit on ordinary activities	6	<u>(150,811)</u>	<u>384,923</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP		<u>(553,225)</u>	<u>806,380</u>

CONTINUING OPERATIONS

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

TOTAL RECOGNISED GAINS AND LOSSES

The group has no recognised gains or losses other than the loss for the current year and the profit for the previous year

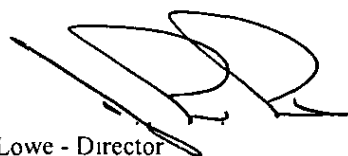
CONSOLIDATED BALANCE SHEET
31 March 2012

	Notes	2012 £	2011 £
FIXED ASSETS			
Tangible assets	8	5,196,355	5,399,918
Investments	9	<u>-</u>	<u>-</u>
		5,196,355	5,399,918
CURRENT ASSETS			
Debtors	10	356,872	239,406
Cash at bank and in hand		<u>1,579,423</u>	<u>2,197,210</u>
		1,936,295	2,436,616
CREDITORS			
Amounts falling due within one year	11	<u>1,875,630</u>	<u>1,895,125</u>
NET CURRENT ASSETS		<u>60,665</u>	<u>541,491</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		5,257,020	5,941,409
CREDITORS			
Amounts falling due after more than one year	12	(1,085,129)	(1,197,002)
PROVISIONS FOR LIABILITIES	14	(59,174)	(59,990)
ACCRUALS AND DEFERRED INCOME	15	<u>(70,513)</u>	<u>(88,988)</u>
NET ASSETS		<u>4,042,204</u>	<u>4,595,429</u>
CAPITAL AND RESERVES			
Called up share capital	16	50	50
Profit and loss account	17	<u>4,042,154</u>	<u>4,595,379</u>
SHAREHOLDERS' FUNDS	21	<u>4,042,204</u>	<u>4,595,429</u>

The financial statements were approved by the Board of Directors on its behalf by

27 July 2012

and were signed on



K Lowe - Director

COMPANY BALANCE SHEET
31 March 2012

	Notes	2012	2011
		£	£
FIXED ASSETS			
Tangible assets	8	-	-
Investments	9	<u>5</u>	<u>5</u>
		5	5
CURRENT ASSETS			
Debtors	10	313,396	271,645
Cash at bank		<u>1,070</u>	<u>1,071</u>
		314,466	272,716
CREDITORS			
Amounts falling due within one year	11	<u>200,031</u>	<u>158,281</u>
NET CURRENT ASSETS		<u>114,435</u>	<u>114,435</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>114,440</u>	<u>114,440</u>
CAPITAL AND RESERVES			
Called up share capital	16	50	50
Profit and loss account	17	<u>114,390</u>	<u>114,390</u>
SHAREHOLDERS' FUNDS	21	<u>114,440</u>	<u>114,440</u>

The financial statements were approved by the Board of Directors on its behalf by

27 July 2012

and were signed on



K Lowe - Director

CONSOLIDATED CASH FLOW STATEMENT
for the Year Ended 31 March 2012

	Notes	2012 £	2011 £
Net cash (outflow)/inflow from operating activities	1	(183,394)	1,428,252
Returns on investments and servicing of finance	2	(23,285)	(69,544)
Taxation		(368,708)	4,957
Capital expenditure	2	<u>(59,620)</u>	<u>(54,100)</u>
		(635,007)	1,309,565
Financing	2	<u>(182,769)</u>	<u>(333,658)</u>
(Decrease)/increase in cash in the period		<u>(817,776)</u>	<u>975,907</u>
Reconciliation of net cash flow to movement in net funds	3		
(Decrease)/increase in cash in the period		(817,776)	975,907
Cash outflow from decrease in debt		<u>124,289</u>	<u>1,626,263</u>
Change in net funds resulting from cash flows		<u>(693,487)</u>	<u>2,602,170</u>
Movement in net funds in the period		(693,487)	2,602,170
Net funds/(debt) at 1 April		<u>875,919</u>	<u>(1,726,251)</u>
Net funds at 31 March		<u>182,432</u>	<u>875,919</u>

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
for the Year Ended 31 March 2012

1 RECONCILIATION OF OPERATING (LOSS)/PROFIT TO NET CASH (OUTFLOW)/INFLOW FROM OPERATING ACTIVITIES

	2012 £	2011 £
Operating (loss)/profit	(680,751)	1,260,847
Depreciation charges	263,182	255,235
Government grants	(18,490)	(15,704)
Decrease/(increase) in debtors	32,530	(43,417)
Increase/(decrease) in creditors	<u>220,135</u>	<u>(28,709)</u>
Net cash (outflow)/inflow from operating activities	<u>(183,394)</u>	<u>1,428,252</u>

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

	2012 £	2011 £
Returns on investments and servicing of finance		
Interest received	12,296	13,688
Interest paid	<u>(35,581)</u>	<u>(83,232)</u>
Net cash outflow for returns on investments and servicing of finance	<u>(23,285)</u>	<u>(69,544)</u>
Capital expenditure		
Purchase of tangible fixed assets	(59,620)	(69,398)
Sale of tangible fixed assets	<u>-</u>	<u>15,298</u>
Net cash outflow for capital expenditure	<u>(59,620)</u>	<u>(54,100)</u>
Financing		
Loan repayments in year	(124,289)	-
Amount introduced by directors	194,500	1,643,444
Amount withdrawn by directors	(252,980)	(350,838)
Loan repayments in the year	<u>-</u>	<u>(1,626,264)</u>
Net cash outflow from financing	<u>(182,769)</u>	<u>(333,658)</u>

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
for the Year Ended 31 March 2012

3 ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/11 £	Cash flow £	At 31/3/12 £
Net cash			
Cash at bank and in hand	2,197,210	(617,787)	1,579,423
Bank overdraft	<u>-</u>	<u>(199,989)</u>	<u>(199,989)</u>
	<u>2,197,210</u>	<u>(817,776)</u>	<u>1,379,434</u>
Debt			
Debts falling due within one year	(124,289)	12,416	(111,873)
Debts falling due after one year	<u>(1,197,002)</u>	<u>111,873</u>	<u>(1,085,129)</u>
	<u>(1,321,291)</u>	<u>124,289</u>	<u>(1,197,002)</u>
Total	<u>875,919</u>	<u>(693,487)</u>	<u>182,432</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the Year Ended 31 March 2012

1 ACCOUNTING POLICIES**Accounting convention**

The financial statements have been prepared under the historical cost convention

Basis of consolidation

The company is the parent company for a medium sized group. Under the provisions of the Companies Act 2006 it is required to prepare consolidated accounts. These accounts incorporate the consolidated accounts of the company and its subsidiaries, Cuerden Estates Ltd and Cuerden Developments Ltd

Turnover

Turnover represents the net invoiced value of services provided and goods sold, excluding value added tax

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Freehold property	- 4% on cost
Fixtures and fittings	- 25% on reducing balance and 15% on cost
Motor vehicles	- 25% on cost and 25% on reducing balance
Computer equipment	- 33% on cost

Land purchased for development and not yet developed is not depreciated

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

Employer Financed Retirement Benefit Scheme (EFRBS)

During the year Cuerden Estates Limited established an employer financed retirement benefit scheme for the benefit of its officers, employees and their wider families, The Cuerden Estates Ltd 2011 EFRBS ("The Scheme")

In accordance with UITF abstract 32 "Employee Benefit Trusts and other intermediate payment arrangements" the Group does not include the assets and liabilities of The Scheme on its balance sheet to the extent that it considers that it will not retain any economic benefit from the assets of The Scheme and will not have control of the rights or other access to those present economic benefits

2 STAFF COSTS

	2012	2011
	£	£
Wages and salaries	4,524,597	4,147,361
Social security costs	311,908	300,076
Other pension costs	<u>1,500,200</u>	<u>-</u>
	<u>6,336,705</u>	<u>4,447,437</u>

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

	2012	2011
Administration staff	7	6
Management	15	15
Nursing Home staff	<u>360</u>	<u>340</u>
	<u>382</u>	<u>361</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012**

3 DIRECTORS' EMOLUMENTS

	2012	2011
	£	£
Directors' remuneration	74,765	41,520
Directors' pension contributions to money purchase schemes	<u>1,500,200</u>	<u>-</u>

During the year the Company, in order to motivate and incentivise its officers and employees, established an employer financed retirement benefit scheme for the benefit of the Company's officers, employees and their wider families, The Cuerden Estates Ltd 2011 EFRBS ("the Scheme") The Scheme contributions during the year amounts to £1,485,050 Because the value created in the Scheme is held on terms which are discretionary and no earmarking has yet taken place, it is not considered that these amounts can be regarded as directors' remuneration and, therefore, these amounts have been excluded from the overall figure above and the remuneration of the highest paid director

4 OPERATING (LOSS)/PROFIT

The operating loss (2011 - operating profit) is stated after charging

	2012	2011
	£	£
Depreciation - owned assets	263,183	255,236
Auditors' remuneration	10,500	10,500
Auditors' remuneration for non audit work	7,537	4,080
Other services relating to taxation	<u>-</u>	<u>9,500</u>

5 INTEREST PAYABLE AND SIMILAR CHARGES

	2012	2011
	£	£
Bank loan interest	17,155	19,710
Corporation tax interest	-	333
Pension loan interest	18,426	8,707
EFRB Loan interest	<u>-</u>	<u>54,482</u>
	<u>35,581</u>	<u>83,232</u>

6 TAXATION

Analysis of the tax (credit)/charge

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

	2012	2011
	£	£
Current tax		
UK corporation tax	-	368,708
Tax due prior period	<u>(149,995)</u>	<u>-</u>
Total current tax	<u>(149,995)</u>	<u>368,708</u>
Deferred tax	<u>(816)</u>	<u>16,215</u>
Tax on (loss)/profit on ordinary activities	<u>(150,811)</u>	<u>384,923</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012

6 TAXATION - continued

Factors affecting the tax (credit)/charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below

	2012 £	2011 £
(Loss)/profit on ordinary activities before tax	<u>(704,036)</u>	<u>1,191,303</u>
(Loss)/profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 26% (2011 - 28%)	(183,049)	333,565
Effects of		
Expenses not deductible for tax purposes	262	-
Depreciation in excess of capital allowances	49,844	35,143
Impact of rate changes	<u>(17,052)</u>	<u>-</u>
Current tax (credit)/charge	<u>(149,995)</u>	<u>368,708</u>

7 PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the profit and loss account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £0 (2011 - £0)

8 TANGIBLE FIXED ASSETS

Group

	Freehold property £	Assets in the course of construction £	Fixtures and fittings £
COST			
At 1 April 2011	5,196,651	1,846,828	671,371
Additions	<u>1,980</u>	<u>23,283</u>	<u>34,357</u>
At 31 March 2012	<u>5,198,631</u>	<u>1,870,111</u>	<u>705,728</u>
DEPRECIATION			
At 1 April 2011	1,883,932	-	431,601
Charge for year	<u>207,945</u>	<u>-</u>	<u>54,980</u>
At 31 March 2012	<u>2,091,877</u>	<u>-</u>	<u>486,581</u>
NET BOOK VALUE			
At 31 March 2012	<u>3,106,754</u>	<u>1,870,111</u>	<u>219,147</u>
At 31 March 2011	<u>3,312,719</u>	<u>1,846,828</u>	<u>239,770</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012

8 TANGIBLE FIXED ASSETS - continued

Group

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 April 2011	3,404	1,820	7,720,074
Additions	-	-	59,620
At 31 March 2012	3,404	1,820	7,779,694
DEPRECIATION			
At 1 April 2011	2,950	1,673	2,320,156
Charge for year	114	144	263,183
At 31 March 2012	3,064	1,817	2,583,339
NET BOOK VALUE			
At 31 March 2012	340	3	5,196,355
At 31 March 2011	454	147	5,399,918

9 FIXED ASSET INVESTMENTS

Company

	Unlisted investments £
COST	
At 1 April 2011 and 31 March 2012	5
NET BOOK VALUE	
At 31 March 2012	5
At 31 March 2011	5

The group or the company's investments at the balance sheet date in the share capital of companies include the following

Subsidiaries

Cuerden Developments Limited

Nature of business Management & construction operations

	% holding	2012 £	2011 £
Class of shares	100 00		
Ordinary £1		(236)	(234)
Aggregate capital and reserves			

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012

9 FIXED ASSET INVESTMENTS - continued

Cuerden Estates Limited

Nature of business Operation of residential & nursing care homes

Class of shares	% holding	2012	2011
Ordinary £1	100 00	£	£
Aggregate capital and reserves		3,915,881	4,481,231
(Loss)/profit for the year		<u>(553,225)</u>	<u>806,386</u>

10 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Trade debtors	156,798	193,367	-	-
Amounts owed by group undertakings	-	-	313,396	271,645
Tax	149,995	-	-	-
VAT	8,330	15,006	-	-
Prepayments and accrued income	<u>41,749</u>	<u>31,033</u>	<u>-</u>	<u>-</u>
	<u>356,872</u>	<u>239,406</u>	<u>313,396</u>	<u>271,645</u>

11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Bank loans and overdrafts (see note 13)	311,862	124,289	200,031	158,281
Trade creditors	123,448	101,963	-	-
Tax	-	368,708	-	-
Social security and other taxes	88,101	-	-	-
Amount owed to parent company	4,343	3,728	-	-
Other creditors	14,088	16,195	-	-
Directors' current accounts	934,852	993,332	-	-
Accrued expenses	<u>398,936</u>	<u>286,910</u>	<u>-</u>	<u>-</u>
	<u>1,875,630</u>	<u>1,895,125</u>	<u>200,031</u>	<u>158,281</u>

12 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group	
	2012	2011
	£	£
Bank loans (see note 13)	798,860	910,733
Other loans (see note 13)	<u>286,269</u>	<u>286,269</u>
	<u>1,085,129</u>	<u>1,197,002</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012

13 LOANS

An analysis of the maturity of loans is given below

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Amounts falling due within one year or on demand				
Bank overdrafts	199,989	-	200,031	158,281
Bank loans	<u>111,873</u>	<u>124,289</u>	<u>-</u>	<u>-</u>
	<u>311,862</u>	<u>124,289</u>	<u>200,031</u>	<u>158,281</u>
Amounts falling due between one and two years				
Bank loans - 1-2 years	<u>61,889</u>	<u>111,873</u>	<u>-</u>	<u>-</u>
Amounts falling due between two and five years				
Bank loans - 2-5 years	<u>736,971</u>	<u>798,860</u>	<u>-</u>	<u>-</u>
Amounts falling due in more than five years				
Repayable otherwise than by instalments				
Pension scheme loan	<u>286,269</u>	<u>286,269</u>	<u>-</u>	<u>-</u>

14 PROVISIONS FOR LIABILITIES

	Group	
	2012	2011
	£	£
Deferred tax	<u>59,174</u>	<u>59,990</u>
Group		
		Deferred tax
		£
Balance at 1 April 2011		59,990
Credit to profit and loss account during year		(816)
Excess capital allowances		<u>-</u>
Balance at 31 March 2012		<u>59,174</u>

15 ACCRUALS AND DEFERRED INCOME

	Group	
	2012	2011
	£	£
Deferred government grants	<u>70,513</u>	<u>88,988</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012

16 CALLED UP SHARE CAPITAL

Number	Class	Nominal value £1	2012 £ <u>50</u>	2011 £ <u>50</u>
50	Ordinary			

17 RESERVES

Group

	Profit and loss account £
At 1 April 2011	4,595,379
Deficit for the year	<u>(553,225)</u>
At 31 March 2012	<u>4,042,154</u>

Company

	Profit and loss account £
At 1 April 2011	114,390
Profit for the year	<u>-</u>
At 31 March 2012	<u>114,390</u>

18 CONTINGENT LIABILITIES

There is a cross guarantee for any bank indebtedness of the company and its subsidiaries

19 RELATED PARTY DISCLOSURES

The Group pays rent of £136,000 per annum, together with interest on a loan, to the Self Administered Pension Scheme of the director. The current year includes £150,000 in accruals in respect of this rent.

The company received a loan of £1,500,200 from the Cuerden Estates Limited Employer Funded Retirement Benefit scheme during the previous year. This was repaid during the year.

20 ULTIMATE CONTROLLING PARTY

The controlling party is K Lowe.

The ultimate controlling party is Mr Keith Lowe, by virtue of his shareholding.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012

21 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

Group

	2012 £	2011 £
(Loss)/profit for the financial year	<u>(553,225)</u>	<u>806,380</u>
Net (reduction)/addition to shareholders' funds	(553,225)	806,380
Opening shareholders' funds	<u>4,595,429</u>	<u>3,789,049</u>
Closing shareholders' funds	<u><u>4,042,204</u></u>	<u><u>4,595,429</u></u>

Company

	2012 £	2011 £
Profit for the financial year	-	-
Opening shareholders' funds	<u>114,440</u>	<u>114,440</u>
Closing shareholders' funds	<u><u>114,440</u></u>	<u><u>114,440</u></u>