

BLOOMFIELD CARE CENTRE LIMITED
(A company limited by guarantee and without a share capital)

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2011

BLOOMFIELD CARE CENTRE LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2011

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BLOOMFIELD CARE CENTRE LIMITED

DIRECTORS AND OTHER INFORMATION

DIRECTORS

John Davey
Glynn Douglas
Robin Goodbody
Robert Haughton
Gavin Johnson
Charles Lamb
John McNeilly
Drewry Pearson
Jonathan Pim
Joy Simpson
Hal Hosford
Helen Fanning
Loretta O'Brien
Sheila Reaper-Reynolds
Leonard Abrahamson
Yvonne Acheson
Patricia Garland-Moloney

SECRETARY

Drewry Pearson

COMPANY NUMBER

412474

CHARITY NUMBER

CHY 4070

REGISTERED OFFICE

Stocking Lane
Rathfarnham
Dublin 16

AUDITORS

Ormsby & Rhodes
Chartered Accountants
Registered Auditors
9 Clare Street
Dublin 2

BUSINESS ADDRESS

Stocking Lane
Rathfarnham
Dublin 16

BANKERS

Ulster Bank Limited
63 Ranelagh
Dublin 6

BLOOMFIELD CARE CENTRE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2011

The directors present their report and the financial statements for the year ended 31 December 2011.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the surplus or deficit of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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 Acts 1963 to 2009. 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.

BOOKS OF ACCOUNT

The measures taken by the directors to ensure compliance with the requirements of Section 202, Companies Act, 1990, regarding proper books of account are the implementation of necessary policies and procedures for recording transactions, the involvement of competent accounting personnel with appropriate expertise and the provision of adequate resources to the financial function. The books of account of the company are maintained at Stocking Lane, Rathfarnham, Dublin 16.

RESULTS

The deficit for the year amounted to €180,807 (2010 : surplus of €136,842).

REVIEW OF THE BUSINESS

The principal activity of the company is the operation of a psychiatric hospital and nursing home.

The directors consider the result for the year and the year end position to be satisfactory in light of the company's continuing development programme.

PRINCIPAL RISKS AND UNCERTAINTIES

The principal risks and uncertainties facing the company in the present economic environment relate to the maintenance of high bed occupancy levels at current rates together with support from government agencies.

The directors are ever vigilant in monitoring these income streams to ensure that the company will have adequate resources to fund its activities and its commitments.

BLOOMFIELD CARE CENTRE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2011

DIRECTORS

The permitted number of directors is 17. The directors retiring at the 2012 AGM are Gavin Johnson (due to retire by rotation). In accordance with the Articles of Association the other directors due to retire by rotation but willing to be re-appointed are Glynn Douglas (for one year), Robin Goodbody, Jonathan Pim (IYM nominee for one year), John Davey (Kylemore representative), John McNeilly, Leonard Abrahamson. The remaining directors are not due to retire and continue in office. The proposed replacement director for Gavin Johnson is Dr Ian Daly. During the year Erica Allen retired as a Director and was replaced by IYM nominee Patricia Garland-Moloney by co-option; it is proposed that Patricia Garland-Moloney will be reappointed at the 2012 AGM to serve initially until the 2013 AGM (when Erica Allen was due to retire).

POST BALANCE SHEET EVENTS

There were no post balance sheet events which require disclosure.

FUTURE DEVELOPMENTS

The main activities of the company remain unchanged and the directors anticipate that any future developments would relate to these activities and extend to day care and community services.

AUDITORS

The auditors, Ormsby & Rhodes, have indicated their willingness to continue in office in accordance with the provisions of Section 160(2) of the Companies Act, 1963.

TAXATION STATUS

The company has charitable status with the Revenue Commissioners. The income and property of the company is exempt from Income/Corporation Tax, Capital Gains Tax and Deposit Interest Retention Tax in accordance with the provisions of Section 207 of the Taxes Consolidation Act, 1997 (as applied to Companies by Section 76, TCA, Section 609 (Capital Gains Tax) and Section 266 (Deposit Interest Retention Tax).

On behalf of the Board

Drewry Pearson

Robert Haughton

Directors

10 April 2012

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BLOOMFIELD CARE CENTRE LIMITED

We have audited the financial statements on pages 7 to 19 of Bloomfield Care Centre Limited for the year ended 31 December 2011 which comprise the Income and Expenditure Account, the Balance Sheet, Cash Flow Statement and the related notes. These financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on page 10.

Respective responsibilities of directors and auditors

As described in the statement of directors responsibilities on page 3, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and Generally Accepted Accounting Practice in Ireland including the accounting standards issued by the Accounting Standards Board and published by the Institute of Chartered Accountants in Ireland.

This report is made solely to the company's members, as a body, in accordance with Section 193 of the Companies Act, 1990. 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 auditor's 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.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland, and are properly prepared in accordance with the Companies Acts, 1963 to 2009. We also report to you whether in our opinion: proper books of account have been kept by the company and whether the information given in the directors' report is consistent with the financial statements. In addition, we state whether we have obtained all the information and explanations necessary for the purposes of our audit and whether the financial statements are in agreement with the books of account.

We report to you if, in our opinion, any information specified by law regarding directors' remuneration and directors' transactions is not disclosed and, where practicable, include such information in our report.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatement within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BLOOMFIELD CARE CENTRE LIMITED

Opinion

In our opinion the financial statements give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland, of the state of the company's affairs as at the 31 December 2011 and of its deficit for the year then ended and have been properly prepared in accordance with the requirements of the Companies Acts 1963 to 2009.

We have obtained all the information and explanations we consider necessary for the purposes of our audit. In our opinion proper books of account have been kept by the company. The financial statements are in agreement with the books of account.

In our opinion, the information given in the directors' report on pages 3 and 4 is consistent with the financial statements.

Neil Payne

Neil Payne
for and on behalf of Ormsby & Rhodes
Chartered Accountants and Registered Auditors
10 April 2012

9 Clare Street
Dublin 2

BLOOMFIELD CARE CENTRE LIMITED

INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31 DECEMBER 2011

	<u>Notes</u>	<u>2011</u> €	<u>2010</u> €
INCOME	2	8,228,017	7,272,055
Administrative expenses		(8,410,349)	(7,136,274)
OPERATING (DEFICIT)/SURPLUS	3 / 4	(182,332)	135,781
INTEREST RECEIVABLE AND SIMILAR INCOME	5	1,525	1,061
(DEFICIT)/SURPLUS ON ORDINARY ACTIVITIES	16	(180,807)	136,842
Surplus on Samuel Merrin Fund	16	23,210	2,087
Transfer to Samuel Merrin Fund	16	(23,210)	(2,087)
Surplus on Development Fund	16	24,640	62,330
Transfer to Development Fund	16	(24,640)	(62,330)
(Deficit)/ Surplus on Friends of Bloomfield Fund	16	(5,889)	130,683
Transfer to Friends of Bloomfield Fund	16	5,889	(130,683)
Surplus on Refurbishment Fund	16	5,944	-
Transfer to Refurbishment Fund	16	(5,944)	-
(DEFICIT)/RETAINED SURPLUS FOR THE YEAR	16	(180,807)	136,842

There are no recognised gains or losses other than the results disclosed above and there have been no discontinued activities or acquisitions in the current year.

Drewry Pearson

Robert Haughton

Directors

BLOOMFIELD CARE CENTRE LIMITED

BALANCE SHEET

31 DECEMBER 2011

	<u>Notes</u>	<u>2011</u>		<u>2010</u>	
		€	€	€	€
FIXED ASSETS					
Tangible assets	8	25,180,547		25,105,900	
Financial Investments	9	2,752,462		2,329,575	
Property investment	10	3,000,000		3,000,000	
			<u>30,933,009</u>		<u>30,435,475</u>
DEBTORS: amounts falling due after more than one year					
	11	10,706,460		10,706,460	
CURRENT ASSETS					
Debtors	12	1,469,151	736,850		
Cash at bank and in hand		1,635,876	2,548,644		
Patient property bank accounts		411,055	521,860		
		<u>3,516,082</u>	<u>3,807,354</u>		
CREDITORS: amounts falling due within one year					
Patient property current liabilities	13	(1,129,675)	(875,938)		
		(411,055)	(521,860)		
		<u>(1,540,730)</u>	<u>(1,397,798)</u>		
NET CURRENT ASSETS					
		<u>1,975,352</u>	2,409,556		
		<u>43,614,821</u>	43,551,491		
CREDITORS: amounts falling due after more than one year					
	14	(14,761,319)	(15,170,946)		
TOTAL NET ASSETS					
		<u>28,853,502</u>	28,380,545		
RESERVES					
Capital reserve	16	20,573,985	20,573,985		
Other reserves	16	8,500,151	7,846,387		
Revenue deficit	16	(220,634)	(39,827)		
		<u>28,853,502</u>	<u>28,380,545</u>		

Approved by the Board on 10 April 2012

Drewry Pearson

Robert Haughton

Directors

BLOOMFIELD CARE CENTRE LIMITED

CASH FLOW STATEMENT

YEAR ENDED 31 DECEMBER 2011

	<u>Notes</u>	2011 €	2010 €
RECONCILIATION OF OPERATING (DEFICIT) TO NET CASH OUTFLOW FROM OPERATING ACTIVITIES			
Operating (deficit) / surplus (see note below)		(107,619)	330,884
Depreciation		694,189	662,289
Amortisation of grant		(409,624)	(409,621)
Transfer to refurbishment reserve		530,988	530,991
(Increase) /Decrease in debtors		(732,301)	393,566
Increase in creditors		253,734	72,720
		<hr/>	<hr/>
NET CASH INFLOW FROM OPERATING ACTIVITIES		229,367	1,580,829
		<hr/> <hr/>	<hr/> <hr/>

CASH FLOW STATEMENT

Net cash inflow from operating activities		229,367	1,580,829
Returns on investments and servicing of finance	20	1,525	1,061
Capital expenditure and financial investment	20	(1,143,660)	22,676
		<hr/>	<hr/>
(Decrease)/Increase in cash in the year		(912,768)	1,604,566
		<hr/> <hr/>	<hr/> <hr/>

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT (NOTE 21)

(DECREASE)/INCREASE IN CASH IN THE YEAR		(912,768)	1,604,566
NET CASH AT 1 JANUARY 2011		2,548,644	944,078
		<hr/>	<hr/>
NET CASH AT 31 DECEMBER 2011		1,635,876	2,548,644
		<hr/> <hr/>	<hr/> <hr/>

The above cashflow statement excludes patient cash accounts as they are funds held in trust for patients.

Operating (deficit)/surplus is stated before bank interest received and the net loss on disposal of fixed asset investments:

Operating (deficit) / surplus		(107,619)	330,884
Bank interest received		1,525	1,061
Loss on disposal of fixed asset investments		(650,373)	-
Amounts provided for in previous years written back		623,565	-
		<hr/>	<hr/>
Operating(Deficit)/Surplus (see note 16)		(132,902)	331,945
		<hr/> <hr/>	<hr/> <hr/>

BLOOMFIELD CARE CENTRE LIMITED

NOTES AND ACCOUNTING POLICIES

FOR THE YEAR ENDED 31 DECEMBER 2011

1. ACCOUNTING POLICIES

1.1. Accounting convention

The financial statements are prepared in accordance with generally accepted accounting principles under the historical cost convention and comply with financial reporting standards of the Accounting Standards Board as promulgated by the Institute of Chartered Accountants in Ireland.

1.2. Income

Income represents fees from patients and residents, rent and investment income.

1.3. Research and development

Research expenditure is written off to the profit and loss account in the year in which it is incurred.

1.4. Depreciation of tangible fixed assets

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land	-	not depreciated
Buildings	-	2.5% Straight Line
Computer Equipment	-	25% Straight Line
Fixtures, fittings and equipment	-	10% Straight Line
Motor vehicles	-	20% Straight Line

1.5. Investments

Fixed asset investments are stated at cost less provision for diminution in value. The provision for diminution in investments is adjusted for any investments disposed of during the year. Every five years the provision is reviewed to take account of any movement between the cost and the market value of investment held at the balance sheet date. The next review will be in 2013.

1.6. Government Grants

Government grants are treated as deferred income in the balance sheet in accordance with SSAP 4 - Accounting for Government Grants. An amount of this deferred income will be credited to the profit and loss account by instalments over the expected useful economic life of the related asset.

2. INCOME

The total income of the company for the year has been derived from its principal activity wholly undertaken in the Republic of Ireland and from rents, dividends and interest.

BLOOMFIELD CARE CENTRE LIMITED

NOTES AND ACCOUNTING POLICIES (continued)

FOR THE YEAR ENDED 31 DECEMBER 2011

3. OPERATING (DEFICIT)/SURPLUS	<u>2011</u>	<u>2010</u>
	€	€
Operating (deficit)/surplus is stated after charging:		
Staff costs (note 4)	4,695,184	4,121,578
Depreciation of tangible assets	694,189	662,289
	<u> </u>	<u> </u>
and after crediting:		
Amortisation of HSE Grant	(409,624)	(409,621)
	<u> </u>	<u> </u>
4. EMPLOYEES		
Number of employees		
The average monthly numbers of employees during the year were:		
	<u>2011</u>	<u>2010</u>
	Number	Number
Nursing and Administration	129	97
	<u> </u>	<u> </u>
Employment costs	<u>2011</u>	<u>2010</u>
	€	€
Wages and salaries:		
Direct	4,602,182	4,085,516
Indirect	93,002	36,062
	<u> </u>	<u> </u>
	4,695,184	4,121,578
	<u> </u>	<u> </u>
5. INTEREST RECEIVABLE AND SIMILAR INCOME	<u>2011</u>	<u>2010</u>
	€	€
Bank interest	1,525	1,061
	<u> </u>	<u> </u>
6. INVESTMENTS PROVISION	<u>2011</u>	<u>2010</u>
	€	€
Amounts provided for in prior years written back		
- Development Fund	(518,417)	-
- Samuel Merrin Fund	(105,148)	-
	<u> </u>	<u> </u>
	(623,565)	-
	<u> </u>	<u> </u>

BLOOMFIELD CARE CENTRE LIMITED

NOTES AND ACCOUNTING POLICIES (continued)

FOR THE YEAR ENDED 31 DECEMBER 2011

7. TAXATION

The company has charitable status with the Revenue Commissioners. The income and property of the company is exempt from Income/Corporation Tax, Capital Gains Tax and Deposit Interest Retention Tax in accordance with the provisions of Section 207 of the Taxes Consolidation Act, 1997 (as applied to Companies by Section 76, TCA, Section 609 (Capital Gains Tax) and Section 266 (Deposit Interest Retention Tax).

BLOOMFIELD CARE CENTRE LIMITED

NOTES AND ACCOUNTING POLICIES (continued)

FOR THE YEAR ENDED 31 DECEMBER 2011

8. TANGIBLE ASSETS

	<u>Land and buildings</u> €	<u>Computer equipment</u> €	<u>Fixtures, fittings equipment</u> €	<u>Motor vehicles</u> €	<u>Total</u> €
Cost/revaluation					
At 1 January 2011	25,507,090	173,174	1,249,484	40,595	26,970,343
Additions during year	627,980	34,335	105,630	891	768,836
At 31 December 2011	26,135,070	207,509	1,355,114	41,486	27,739,179
Depreciation					
At 1 January 2011	1,370,481	104,483	381,359	8,120	1,864,443
Charge for the year	508,362	41,912	135,621	8,294	694,189
At 31 December 2011	1,878,843	146,395	516,980	16,414	2,558,632
Net book values					
At 31 December 2011	24,256,227	61,114	838,134	25,072	25,180,547
At 31 December 2010	24,136,609	68,691	868,125	32,475	25,105,900

Fixed Asset Additions

The additions to land & buildings represent €627,980, being Phase I development of €17,860 and Phase II development of €610,120 in respect of development of the premises at Stocking Lane, Rathfarnham, Dublin 16.

The cost to date of the ongoing development of Phase II of the premises at Stocking Lane, Rathfarnham represents €6,564,154. These additions has been depreciated during the year as the new premises is complete and in use. The HSE grant receivable in relation to this development has also been amortised to the profit and loss account during the year (See note 13.1).

On 15 May 2007 Bloomfield Care Centre Limited exercised its option to acquire title to the freeholds of lands at Stocking Lane, Rathfarnham save the footprint of the Nursing Home (see note 17). An amount of €12,885,784 has been been capitalised in relation to this transaction and forms part of the opening balance of €25,507,090.

Included in Land and buildings and Fixtures, fittings and equipment additions are the costs of the Kitchen refurbishment. Part of this cost was met from the Development Fund. However the original cost of the Kitchen has not been written out of the accounts.

BLOOMFIELD CARE CENTRE LIMITED

NOTES AND ACCOUNTING POLICIES (continued)

FOR THE YEAR ENDED 31 DECEMBER 2011

9. INVESTMENTS

	Samuel Merrin		
	Listed	Fund Listed	
	Investments	Investments	Total
	€	€	€
Cost			
At 1 January 2011	3,113,517	475,798	3,589,315
Additions	784,997	74,443	859,440
Disposals	(833,957)	(226,161)	(1,060,118)
	<hr/>	<hr/>	<hr/>
At 31 December 2011	3,064,557	324,080	3,388,637
	<hr/>	<hr/>	<hr/>
Provisions for diminution in value:			
At 1 January 2011	1,095,583	164,157	1,259,740
Amounts written back arising from disposal of investments in year	(518,417)	(105,148)	(623,565)
	<hr/>	<hr/>	<hr/>
At 31 December 2011	577,166	59,009	636,175
	<hr/>	<hr/>	<hr/>
Net book values			
At 31 December 2011	2,487,391	265,071	2,752,462
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 31 December 2010	2,017,934	311,641	2,329,575
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Market Value at 31 December 2011	2,646,524	330,330	
	<hr/> <hr/>	<hr/> <hr/>	
Market Value at 31 December 2010	2,344,285	383,145	
	<hr/> <hr/>	<hr/> <hr/>	

10. PROPERTY INVESTMENT

The property originally owned by Kylemore Clinic was transferred to Bloomfield Care Centre Limited on 3 September 2009 at a director's valuation value of €3,000,000.

11. DEBTORS: amounts falling due after more than one year

	2011	2010
	€	€
Debtors	10,706,460	10,706,460
	<hr/> <hr/>	<hr/> <hr/>

The amount of €10,706,460 is held by Orpen Franks solicitors in escrow for 'Put and Call Option' entitling Bloomfield Care Centre Limited to acquire the footprint of the Nursing Home at Stocking Lane, Rathfarnham, Dublin 16. This Option can only be exercised at the end of the 10 year period on 24 February 2015 when the tax life of the Nursing Home has expired.

BLOOMFIELD CARE CENTRE LIMITED

NOTES AND ACCOUNTING POLICIES (continued)

FOR THE YEAR ENDED 31 DECEMBER 2011

12. DEBTORS: amounts falling due within one year

	<u>2011</u>	<u>2010</u>
	€	€
Trade debtors	348,159	271,547
Other debtors (see below)	1,062,375	419,533
Prepayments and accrued income	58,617	45,770
	<u>1,469,151</u>	<u>736,850</u>

Included in Other Debtors at 31 December 2011 are the following:

	<u>2011</u>	<u>2010</u>
	€	€
Goodbody Deposits - Bloomfield Care Centre Limited	963,192	402,065
Goodbody Deposits - Samuel Merrin Fund	98,339	15,851
Sundry debtors	844	1,617
	<u>1,062,375</u>	<u>419,533</u>

13. CREDITORS: amounts falling due within one year

	<u>2011</u>	<u>2010</u>
	€	€
Trade creditors	293,948	213,339
PAYE/PRSI	110,001	87,499
Other creditors	27,909	19,671
Accruals	288,193	145,808
Deferred Income (see 13.1 below)	409,624	409,621
	<u>1,129,675</u>	<u>875,938</u>

- 13.1 On 14 December 2007 Bloomfield Care Centre Limited entered into a 30 year agreement with the Health Service Executive whereby the Health Service Executive agreed to provide a grant in the amount of €17,000,000 to Bloomfield Care Centre Limited for the construction of a new health care facility at Stocking Lane, Rathfarnham (Phase II). This grant may become repayable to the Health Service Executive in the event of certain conditions not being met. According to SSAP 4 - Accounting for Government Grants an amount of the deferred income must be credited to the profit and loss account on a basis consistent with the depreciation policy for land and buildings. The depreciation for Phase II development has commenced since the building is complete and fully in use (see note 8) and therefore the amortisation of the deferred income has also begun at this stage.

BLOOMFIELD CARE CENTRE LIMITED

NOTES AND ACCOUNTING POLICIES (continued)

FOR THE YEAR ENDED 31 DECEMBER 2011

14. CREDITORS: amounts falling due after more than one year	<u>2011</u> €	<u>2010</u> €
Deferred Income (see 13.1)	14,761,319	15,170,946
	<u> </u>	<u> </u>
Opening Balance	15,580,567	15,398,566
Grant received during the year	-	591,622
Amortisation during the year	(409,624)	(409,621)
	<u> </u>	<u> </u>
Closing Balance	15,170,943	15,580,567
	<u> </u>	<u> </u>
Deferred Income		
Due within one year	409,624	409,621
Due more than one year	14,761,319	15,170,946
	<u> </u>	<u> </u>
	15,170,943	15,580,567
	<u> </u>	<u> </u>

15. SHARE CAPITAL

The company is limited by guarantee and without a share capital.

BLOOMFIELD CARE CENTRE LIMITED

NOTES AND ACCOUNTING POLICIES (continued)

FOR THE YEAR ENDED 31 DECEMBER 2011

16. EQUITY RESERVES

	Development Fund <u>reserve</u> €	Refur- bishment <u>reserve</u> €	Income and expenditure <u>account</u> €	Capital <u>reserve</u> €	Samuel Merrin fund <u>reserve</u> €	Friends of Bloomfield <u>reserve</u> €	<u>Total</u> €
At 1 January 2011	5,634,921	1,626,433	(39,827)	20,573,985	350,602	234,431	28,380,545
Retained surplus/ (deficit) for the year	24,640	5,944	(180,807)	-	23,210	(5,889)	(132,902)
Kylemore Reserves (see note 16.1)	74,871	-	-	-	-	-	74,871
Reserve (see note 16.2)	-	530,988	-	-	-	-	530,988
At 31 December 2011	5,734,432	2,163,365	(220,634)	20,573,985	373,812	228,542	28,853,502

16.1 Kylemore Reserves

Bloomfield Care Centre Limited received €74,871 during the year (2010 - €230,666) cash from Kylemore Clinic due to its transfer of operations to Bloomfield Care Centre Limited in May 2009. This amount represents the final receipt in relation to the transfer of operations to Bloomfield Care Centre Limited.

Property originally owned by Kylemore Clinic was transferred to Bloomfield Care Centre Limited on 3 September 2009 at a director's valuation of €3,000,000 (see note 10).

16.2 Refurbishment Reserve

The directors reserve an amount under a Refurbishment Reserve at their discretion to provide for future refurbishment of Bloomfield Care Centre Limited.

BLOOMFIELD CARE CENTRE LIMITED

NOTES AND ACCOUNTING POLICIES (continued)

FOR THE YEAR ENDED 31 DECEMBER 2011

17. EXCHANGE OF PROPERTIES

On 24 February 2005 Bloomfield Hospital disposed of its property at Bloomfield Avenue, Donnybrook, Dublin 4 to Edward Commercial Assets Limited (part of the Radical Properties Limited Group) in exchange for a property at Stocking Lane, Rathfarnham, Dublin 16.

Total consideration on disposal of the property at Donnybrook was €27,302,903 (exclusive of VAT).

The agreement included a VAT indemnity for Bloomfield Hospital i.e. that it would not be exposed to a VAT liability in respect of this transaction.

At 31 December 2010 and 31 December 2011 a balance of €10,706,460 was held in escrow for Bloomfield Care Centre Limited by Orpen Franks Solicitors in respect of this transaction. (See note 11)

On exercise of the Options Bloomfield Care Centre Limited would endorse the cheque back to Edward Commercial Assets Limited.

During the period of the "Put and Call" option the company has a leasehold interest in property it occupies at Stocking Lane at a nominal annual rent.

18. CONTINGENT LIABILITIES

18.1 Bloomfield Care Centre Limited must continue to trade as a registered, certified nursing home for 10 years from 28 January 2005. In the event of a default by Bloomfield Care Centre Limited resulting in the Radical Properties Limited Group suffering a claw back of capital allowances claimed, there will be a clawback in the amount of the €1,006,053.

18.2 In addition if claw back arises due to default by Bloomfield Care Centre Limited it will be obliged to pay fees to Radical Properties Limited Group subject to a maximum of €50,000 (inclusive of VAT).

19. RELATED PARTY DISCLOSURES

19.1 Related party disclosures

Related party disclosures have been dealt with in notes 10, 17 and 18.

BLOOMFIELD CARE CENTRE LIMITED

NOTES AND ACCOUNTING POLICIES (continued)

FOR THE YEAR ENDED 31 DECEMBER 2011

20. GROSS CASH FLOWS

	<u>2011</u> €	<u>2010</u> €
Returns on investments and servicing of finance		
Interest received	1,525	1,061
	<u> </u>	<u> </u>
Capital expenditure and financial investment		
Payments to acquire tangible assets	(768,836)	(306,564)
Payments to acquire investments	(859,440)	(493,048)
Receipts from sales of investments	409,745	-
Receipt of funds from Kylemore Clinic	74,871	230,666
Receipt of grant	-	591,622
	<u> </u>	<u> </u>
	<u>(1,143,660)</u>	<u>22,676</u>

21. ANALYSIS OF CHANGES IN NET FUNDS

	<u>Opening balance</u> €	<u>Cash flows</u> €	<u>Closing balance</u> €
Cash at bank and in hand	2,548,644	(912,768)	1,635,876
	<u> </u>	<u> </u>	<u> </u>
Net funds	<u>2,548,644</u>	<u>(912,768)</u>	<u>1,635,876</u>

22. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the Board on 10 April 2012.

BLOOMFIELD CARE CENTRE LIMITED

MANAGEMENT INFORMATION

DETAILED INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31 DECEMBER 2011

	<u>2011</u>		<u>2010</u>	
	€	€	€	€
INCOME				
Fees from patients and residents	7,969,901		7,055,243	
Rent receivable	37,997		35,419	
Other income	220,119		181,393	
	<hr/>		<hr/>	
	8,228,017		7,272,055	
 ADMINISTRATIVE EXPENSES				
Direct Salaries	4,602,182		4,085,516	
Nursing Agency Fees	560,774		67,808	
Catering and Cleaning	1,265,604		1,128,056	
Water Rates	11,673		22,116	
Insurance	69,685		62,224	
Gas	95,903		83,561	
Electricity	122,135		97,726	
Repairs and maintenance	167,623		173,473	
Security	59,220		62,103	
Printing, postage and stationery	47,783		42,045	
Telephone	16,993		18,596	
Medical Expenses	184,902		139,608	
Transport	6,265		8,344	
Nursing Costs	308,486		112,333	
Legal and professional	71,318		25,362	
Patients' incidentals	14,829		10,426	
Audit and accountancy	19,500		20,570	
Bank charges	191		536	
Provision for Bad Debts	(53,879)		163,305	
General expenses	23,609		28,907	
Provision for Refurbishment (Note 16.2)	530,988		530,991	
Depreciation on buildings	508,362		492,679	
Depreciation on computer equipment	41,912		35,555	
Depreciation on fixtures, fittings & equipment	135,621		125,935	
Depreciation on motor vehicles	8,294		8,120	
	<hr/>		<hr/>	
	(8,819,973)		(7,545,895)	
	<hr/>		<hr/>	
	(591,956)		(273,840)	
Amortisation of HSE Grant	409,624		409,621	
	<hr/>		<hr/>	
OPERATING (DEFICIT) / SURPLUS (SEE PAGE 7)	(182,332)		135,781	
	<hr/> <hr/>		<hr/> <hr/>	

BLOOMFIELD CARE CENTRE LIMITED

SAMUEL MERRIN FUND

INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31 DECEMBER 2011

	<u>2011</u> €	<u>2010</u> €
INCOME		
Investment income and interest received	15,107	12,137
Loss on disposal of investments	(82,816)	-
	<hr/>	<hr/>
	(67,709)	12,137
EXPENDITURE		
Disbursements to patients	(12,710)	(7,614)
Management Fees	(1,519)	(2,436)
	<hr/>	<hr/>
	(81,938)	2,087
Amounts written off fixed asset investments		
- amounts provided for in prior years written back	105,148	-
	<hr/>	<hr/>
SURPLUS FOR THE YEAR (SEE NOTE 16)	23,210	2,087
	<hr/> <hr/>	<hr/> <hr/>

BLOOMFIELD CARE CENTRE LIMITED

DEVELOPMENT FUND

INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31 DECEMBER 2011

	<u>2011</u>	<u>2010</u>
	€	€
INCOME		
Investment income and interest received	82,253	78,211
(Loss)/profit on disposal of investments	(567,557)	-
	<hr/>	<hr/>
	(485,304)	78,211
EXPENDITURE		
Management fees	(8,473)	(15,881)
	<hr/>	<hr/>
	(493,777)	62,330
Amounts written off fixed asset investments		
- amounts provided for in prior years written back	518,417	-
	<hr/>	<hr/>
SURPLUS FOR THE YEAR (SEE NOTE 16)	24,640	62,330
	<hr/> <hr/>	<hr/> <hr/>

BLOOMFIELD CARE CENTRE LIMITED

FRIENDS OF BLOOMFIELD FUND

INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31 DECEMBER 2011

	<u>2011</u>	<u>2010</u>
	€	€
INCOME		
Donations received	10,429	21,500
Legacies received	-	164,694
	<hr/>	<hr/>
	10,429	186,194
EXPENDITURE		
Expenses	-	(2,058)
Capital expenditure (see note below)	(16,318)	(53,450)
	<hr/>	<hr/>
(DEFICIT)/SURPLUS FOR THE YEAR (SEE NOTE 16)	(5,889)	130,686
	<hr/> <hr/>	<hr/> <hr/>

Capital expenditure: 2011 €16,318 (2010: €53,450) This relates to the purchase of team boards which were donated to Bloomfield Care Centre during the year.

BLOOMFIELD CARE CENTRE LIMITED

REFURBISHMENT FUND

INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31 DECEMBER 2011

	<u>2011</u>	<u>2010</u>
	€	€
INCOME		
Investment income and interest received	5,944	-
	<hr/>	<hr/>
SURPLUS FOR THE YEAR (SEE NOTE 16)	5,944	-
	<hr/> <hr/>	<hr/> <hr/>