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REGISTERED NUMBER: 05773858 (England and Wales)

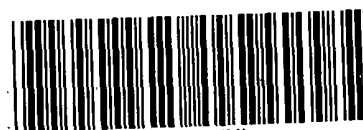
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ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2013

FOR

NORTHGATE HEALTHCARE LIMITED

SATURDAY



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NORTHGATE HEALTHCARE LIMITED

CONTENTS OF THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2013

	Page
Company Information	1
Strategic Report	2
Report of the Directors	4
Report of the Independent Auditors on the Abbreviated Accounts	5
Abbreviated Profit and Loss Account	6
Statement of Total Recognised Gains and Losses	7
Abbreviated Balance Sheet	8
Cash Flow Statement	9
Notes to the Cash Flow Statement	10
Notes to the Abbreviated Accounts	12

NORTHGATE HEALTHCARE LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2013

DIRECTORS:

A K Haines
K Haines
M K Haines

SECRETARY:

K Haines

REGISTERED OFFICE:

White Gables
Cross Lane Head
Bridgnorth
Shropshire
WV16 4SJ

REGISTERED NUMBER:

05773858 (England and Wales)

AUDITORS:

BSS & Co (Accountancy Services) Limited
75 Aston Road
Shifnal
Shropshire
TF11 8DU

NORTHGATE HEALTHCARE LIMITED
STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2013

The directors present their strategic report for the year ended 31 December 2013.

We aim to present a balanced and comprehensive review of the development and performance of our business during the year and its position at the year end. Our review is consistent with the size and non-complex nature of our business and is written in the context of the risks and uncertainties we face.

REVIEW OF BUSINESS

We are a provider of residential care homes for the elderly and currently own and operate two homes in the Midlands and we assess performance for each home separately.

We pride ourselves on the quality of our homes and care we provide. We have seen a number of obstacles during the year but we continue to be satisfied with the occupancy rates achieved by both of our homes.

We consider the key financial performance indicators are those that communicate the financial performance and strength of the company as a whole, these being average occupancy rates, gross profit margin and earnings before interest, tax, depreciation and amortisation (EBITDA).

We target occupancy rates to be in excess of 95% and this was achieved across both homes for part of the year although not as consistently as in 2012. We continue to have high resident retention and satisfaction.

The gross profit margin for the company as a whole was 46% this year compared to 50% in the previous year. The main reason for this was due to a reduced turnover overall due to a slight fall in occupancy rates during the year. Also increased food costs also had an impact.

We have continued with the on-going program of repairs to both of our homes to ensure they are kept to the high standards which we continue to meet for all of our service users.

The loan agreements we have with our principle bankers contain covenants in relation to EBITDA to debt service ratio and EBITDA to gross debt ratio and so these are also closely monitored. For the year ended 31st December 2013, gross debt to EBITDA is 6.08 to 1 and EBITDA to debt service liability is 2.18 to 1. These are still both well within the covenants imposed by our bankers.

We are currently in the process of increasing the number of beds available at one of our homes by way of extending the property to add another 10 bedrooms. This will also include the development of an enclosed courtyard for the use of all service users at the home. This development is planned to be finished autumn 2014.

We are also looking to expand by way of acquisition, we plan to purchase another operational care home within the next 12 months with assistance from our bankers. This will further increase the economies of scale within our current business.

NORTHGATE HEALTHCARE LIMITED
STRATEGIC REPORT
FOR THE YEAR ENDED 31 DECEMBER 2013

PRINCIPAL RISKS AND UNCERTAINTIES

A number of risk factors continue to potentially impact the operating and financial performance of the company. These being:

- The effects of a further economic downturn which could lead to further pressures on margins
- Changes in the availability of public sector funding. A number of users of the company's care homes rely on government funding to assist with fees

With these risks and uncertainties in mind, we are aware that any plans for the future development of the business may be subject to unforeseen events outside of our control.

ON BEHALF OF THE BOARD:



A K Haines - Director

27 November 2015

NORTHGATE HEALTHCARE LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2013

The directors present their report with the accounts of the company for the year ended 31 December 2013.

DIVIDENDS

The total distribution of dividends for the year ended 31 December 2013 will be £98,900.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2013 to the date of this report.

A K Haines
K Haines
M K Haines

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.

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 ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, BSS & Co (Accountancy Services) Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



A K Haines - Director

27 November 2015

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

We have examined the abbreviated accounts set out on pages six to nineteen, together with the full financial statements of Northgate Healthcare Limited for the year ended 31 December 2013 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.



Mr. B S Sahota F.C.C.A. (Senior Statutory Auditor)
for and on behalf of BSS & Co (Accountancy Services) Limited
75 Aston Road
Shifnal
Shropshire
TF11 8DU

27 November 2015

NORTHGATE HEALTHCARE LIMITED

ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2013

	Notes	2013 £	2012 as restated £
TURNOVER		2,089,227	2,101,740
Cost of sales		(1,128,426)	(1,047,924)
		<hr/> 960,801	<hr/> 1,053,816
Administrative expenses		<hr/> 477,538	<hr/> 431,834
OPERATING PROFIT	3	<hr/> 483,263	<hr/> 621,982
Interest payable and similar charges	4	<hr/> 116,381	<hr/> 122,160
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<hr/> 366,882	<hr/> 499,822
Tax on profit on ordinary activities	5	<hr/> 67,969	<hr/> 111,223
PROFIT FOR THE FINANCIAL YEAR		<hr/> <hr/> 298,913	<hr/> <hr/> 388,599

CONTINUING OPERATIONS

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

NORTHGATE HEALTHCARE LIMITED

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 DECEMBER 2013

	2013	2012
	£	as restated £
PROFIT FOR THE FINANCIAL YEAR	298,913	388,599
Unrealised surplus on revaluation	979,583	-
	<hr/>	<hr/>
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	1,278,496	388,599
		<hr/> <hr/>
Prior year adjustment	Note 7	
	<hr/> (57,576)	
TOTAL GAINS AND LOSSES RECOGNISED SINCE LAST ANNUAL REPORT	<hr/> 1,220,920	
	<hr/> <hr/>	

NOTE OF HISTORICAL COST PROFITS AND LOSSES

The difference between the results as disclosed in the profit and loss account and the results on an unmodified historical cost basis is not material.

NORTHGATE HEALTHCARE LIMITED (REGISTERED NUMBER: 05773858)

ABBREVIATED BALANCE SHEET
31 DECEMBER 2013

		2013		2012 as restated	
	Notes	£	£	£	£
FIXED ASSETS					
Intangible assets	8		755,915		806,166
Tangible assets	9		5,568,721		4,572,991
			<u>6,324,636</u>		<u>5,379,157</u>
CURRENT ASSETS					
Stocks	10	2,200		2,000	
Debtors	11	106,939		50,742	
Cash at bank and in hand		235,778		138,092	
		<u>344,917</u>		<u>190,834</u>	
CREDITORS					
Amounts falling due within one year	12	253,592		466,709	
NET CURRENT ASSETS/(LIABILITIES)			<u>91,325</u>		<u>(275,875)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			6,415,961		5,103,282
CREDITORS					
Amounts falling due after more than one year	13		(3,950,000)		(3,824,046)
PROVISIONS FOR LIABILITIES	17		<u>(185,749)</u>		<u>(178,620)</u>
NET ASSETS			<u><u>2,280,212</u></u>		<u><u>1,100,616</u></u>
CAPITAL AND RESERVES					
Called up share capital	18		100		100
Revaluation reserve	19		1,652,572		672,989
Profit and loss account	19		627,540		427,527
SHAREHOLDERS' FUNDS	22		<u><u>2,280,212</u></u>		<u><u>1,100,616</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 27 November 2015 and were signed on its behalf by:



A K Haines - Director

NORTHGATE HEALTHCARE LIMITED

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013

		2013	2012 as restated
	Notes	£	£
Net cash inflow from operating activities	1	523,193	666,358
Returns on investments and servicing of finance	2	(116,381)	(122,160)
Taxation		(55,772)	-
Capital expenditure	2	(35,866)	(48,686)
Equity dividends paid		(98,900)	(90,000)
		<u>216,274</u>	<u>405,512</u>
Financing	2	(118,588)	(143,533)
Increase in cash in the period		<u>97,686</u>	<u>261,979</u>
Reconciliation of net cash flow to movement in net debt	3		
Increase in cash in the period		97,686	261,979
Cash outflow from decrease in debt		<u>84,578</u>	<u>133,123</u>
Change in net debt resulting from cash flows		<u>182,264</u>	<u>395,102</u>
Movement in net debt in the period		182,264	395,102
Net debt at 1 January		<u>(3,696,486)</u>	<u>(4,091,588)</u>
Net debt at 31 December		<u><u>(3,514,222)</u></u>	<u><u>(3,696,486)</u></u>

The notes form part of these abbreviated accounts

NORTHGATE HEALTHCARE LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013

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

	2013	2012 as restated
	£	£
Operating profit	483,263	621,982
Depreciation charges	69,969	70,166
Increase in stocks	(200)	-
(Increase)/decrease in debtors	(56,197)	2,917
Increase/(decrease) in creditors	26,358	(28,707)
Net cash inflow from operating activities	523,193	666,358

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

	2013	2012 as restated
	£	£
Returns on investments and servicing of finance		
Interest paid	(116,381)	(122,160)
Net cash outflow for returns on investments and servicing of finance	(116,381)	(122,160)
Capital expenditure		
Purchase of tangible fixed assets	(35,866)	(48,686)
Net cash outflow for capital expenditure	(35,866)	(48,686)
Financing		
New loans in year	-	11,141
Loan repayments in year	(84,578)	(133,123)
Inter company loan	(8,408)	-
Amount withdrawn by directors	(25,602)	(21,551)
Net cash outflow from financing	(118,588)	(143,533)

NORTHGATE HEALTHCARE LIMITED

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2013

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.1.13 £	Cash flow £	At 31.12.13 £
Net cash:			
Cash at bank and in hand	138,092	97,686	235,778
	<u>138,092</u>	<u>97,686</u>	<u>235,778</u>
Debt:			
Debts falling due within one year	(210,532)	210,532	-
Debts falling due after one year	(3,624,046)	(125,954)	(3,750,000)
	<u>(3,834,578)</u>	<u>84,578</u>	<u>(3,750,000)</u>
Total	<u>(3,696,486)</u>	<u>182,264</u>	<u>(3,514,222)</u>

NORTHGATE HEALTHCARE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS **FOR THE YEAR ENDED 31 DECEMBER 2013**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Goodwill

Goodwill, being the amount paid in connection with acquisition of care homes in 2007 and 2010, is being amortised evenly over its estimated useful life of twenty years.

Intellectual property rights and books of account, being the amount paid in connection with the acquisition of a care home in 2010, are being amortised evenly over the deemed useful life of twenty years.

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	- not provided
Fixtures fittings & equipment	- 10% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Freehold property is not depreciated, as it is the opinion of the directors that periodic revaluation in line with generally accepted accounting principles fairly reflects the fair market value of the properties, and therefore depreciation is considered to be immaterial. This is a departure from the requirements of FRS 15 - "Tangible Fixed Assets", which requires that tangible fixed assets, other than non-depreciable land, are depreciated. The directors consider this departure to be necessary to give a true and fair view.

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

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

Hire purchase and leasing commitments

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

	2013	2012 as restated
	£	£
Wages and salaries	1,017,936	946,404
Social security costs	32,427	34,554
	<u>1,050,363</u>	<u>980,958</u>

NORTHGATE HEALTHCARE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2013

2. STAFF COSTS - continued

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

	2013	2012 as restated
Lane House	43	41
The Firs	54	52
	<u>97</u>	<u>93</u>

3. OPERATING PROFIT

The operating profit is stated after charging:

	2013	2012 as restated
	£	£
Hire of plant and machinery	6,012	6,124
Depreciation - owned assets	19,719	19,916
Goodwill amortisation	49,625	49,625
Intellectual property & books amortisation	626	625
Auditors' remuneration	3,600	9,485
	<u>17,830</u>	<u>18,533</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2013	2012 as restated
	£	£
Bank loan interest	116,381	122,160

5. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2013	2012 as restated
	£	£
Current tax:		
UK corporation tax	60,840	35,938
Deferred tax	7,129	75,285
Tax on profit on ordinary activities	<u>67,969</u>	<u>111,223</u>

6. DIVIDENDS

	2013	2012 as restated
	£	£
Interim	<u>98,900</u>	<u>90,000</u>

NORTHGATE HEALTHCARE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2013

7. PRIOR YEAR ADJUSTMENT

A prior year adjustment has been entered for the year ended 31st December 2012 due to interest charged on the bank loans being misstated.

8. INTANGIBLE FIXED ASSETS

	Goodwill £	Intellectual property & books £	Totals £
COST			
At 1 January 2013 and 31 December 2013	992,498	12,501	1,004,999
AMORTISATION			
At 1 January 2013	197,375	1,458	198,833
Amortisation for year	49,625	626	50,251
At 31 December 2013	247,000	2,084	249,084
NET BOOK VALUE			
At 31 December 2013	745,498	10,417	755,915
At 31 December 2012	795,123	11,043	806,166

9. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures fittings & equipment £	Motor vehicles £	Computer equipment £	Totals £
COST OR VALUATION					
At 1 January 2013	4,399,790	233,162	-	5,543	4,638,495
Additions	18,655	15,711	1,500	-	35,866
Revaluations	979,583	-	-	-	979,583
At 31 December 2013	5,398,028	248,873	1,500	5,543	5,653,944
DEPRECIATION					
At 1 January 2013	-	62,981	-	2,523	65,504
Charge for year	-	18,589	375	755	19,719
At 31 December 2013	-	81,570	375	3,278	85,223
NET BOOK VALUE					
At 31 December 2013	5,398,028	167,303	1,125	2,265	5,568,721
At 31 December 2012	4,399,790	170,181	-	3,020	4,572,991

NORTHGATE HEALTHCARE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2013

9. TANGIBLE FIXED ASSETS - continued

Cost or valuation at 31 December 2013 is represented by:

	Freehold property £	Fixtures fittings & equipment £	Motor vehicles £	Computer equipment £	Totals £
Valuation in 2010	672,989	-	-	-	672,989
Valuation in 2013	979,584	-	-	-	979,584
Cost	3,745,455	248,873	1,500	5,543	4,001,371
	<u>5,398,028</u>	<u>248,873</u>	<u>1,500</u>	<u>5,543</u>	<u>5,653,944</u>

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

	2013 £	2012 as restated £
Cost	<u>3,726,801</u>	<u>3,726,801</u>

The Firs Residential Care Home was valued on an open market basis on 19 August 2013 by Colliers CRE.

Lane House Residential Care Home was revalued on an open market basis on 2 September 2014 by Knight Frank LLP.

Freehold property has been valued as a fully equipped operational entity, having regard to its trading potential.

10. STOCKS

	2013 £	2012 as restated £
Stocks	<u>2,200</u>	<u>2,000</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013 £	2012 as restated £
Trade debtors	70,493	19,407
Other debtors	25,502	14,000
Prepayments	10,944	17,335
	<u>106,939</u>	<u>50,742</u>

NORTHGATE HEALTHCARE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2013

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013	2012 as restated
	£	£
Bank loans and overdrafts (see note 14)	-	210,532
Trade creditors	25,277	26,276
Amounts owed to group undertakings	3,831	12,240
Tax	41,006	35,938
Social security and other taxes	10,028	-
Other creditors	104,479	88,059
Directors' current accounts	56,908	82,510
Accrued expenses	12,063	11,154
	<u>253,592</u>	<u>466,709</u>

13. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2013	2012 as restated
	£	£
Bank loans (see note 14)	3,750,000	3,624,046
Directors' loan accounts	200,000	200,000
	<u>3,950,000</u>	<u>3,824,046</u>

14. LOANS

An analysis of the maturity of loans is given below:

	2013	2012 as restated
	£	£
Amounts falling due within one year or on demand:		
Bank loans	<u>-</u>	<u>210,532</u>
Amounts falling due between one and two years:		
Bank loans - 1-2 years	<u>176,743</u>	<u>210,532</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>3,573,257</u>	<u>3,413,514</u>

NORTHGATE HEALTHCARE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2013

15. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	Other operating leases 2013 £	2012 as restated £
Expiring:		
Within one year	-	3,026
Between one and five years	760	-
	<u>760</u>	<u>3,026</u>

16. SECURED DEBTS

The following secured debts are included within creditors:

	2013 £	2012 as restated £
Bank loans	<u>3,750,000</u>	<u>3,834,578</u>

A first legal charge and debenture on freehold property known as Lane House, Lichfield Road, Tamworth, Staffordshire and, The Firs, Wodehouse Lane, Sedgley, West Midlands and all other current and future assets exists in respect of secured debts in favour of National Westminster Bank PLC.

17. PROVISIONS FOR LIABILITIES

	2013 £	2012 as restated £
Deferred tax	<u>185,749</u>	<u>178,620</u>
		Deferred tax £
Balance at 1 January 2013		178,620
Charge to Profit and Loss Account during year		7,129
Balance at 31 December 2013		<u>185,749</u>

18. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2013 £	2012 as restated £
100	Ordinary	£1	<u>100</u>	<u>100</u>

NORTHGATE HEALTHCARE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2013

19. RESERVES

	Profit and loss account £	Revaluation reserve £	Totals £
At 1 January 2013	485,103	672,989	1,158,092
Prior year adjustment	(57,576)		(57,576)
	<hr/>		<hr/>
Profit for the year	427,527		1,100,516
Dividends	298,913		298,913
	(98,900)		(98,900)
Revaluation in year	-	979,583	979,583
	<hr/>	<hr/>	<hr/>
At 31 December 2013	627,540	1,652,572	2,280,112
	<hr/>	<hr/>	<hr/>

The revaluation reserve is summarised as follows:

	2013 £	2012 £
Surplus on revaluation where valuation is in excess of historic cost	2,029,924	1,088,498
Temporary diminution in value where valuation is less than historic cost	(377,352)	(415,509)
	<hr/>	<hr/>
	1,652,572	672,989
	<hr/>	<hr/>

Current market value is less than historic cost of one property. The directors have considered the implications of FRS 15, and consider the current value of this property to be temporarily depressed due to the current economic climate. However, the property has significant value to the business in terms of its expected future income generating potential, and the market value is expected to exceed historic cost in the foreseeable future.

The revaluation reserve is solely attributable to the revaluation of freehold property.

20. RELATED PARTY DISCLOSURES

A first legal charge exists in respect of the secured debts in favour of National Westminster Bank PLC on certain property held by K Haines.

K Haines has also given a personal guarantee against the bank loan and overdraft.

Northgate Healthcare Holdings Limited

Parent company

Dividends were paid to Northgate Healthcare Holdings Limited totalling £98,900 (2012: £90,000).

Northgate Healthcare Holdings Limited charged Northgate Healthcare Limited management charges totalling £2,589 (2012: £3,453).

	2013 £	2012 as restated £
Amount due to related party at the balance sheet date	3,831	12,240
	<hr/>	<hr/>

NORTHGATE HEALTHCARE LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2013

21. ULTIMATE CONTROLLING PARTY

The company is controlled by the Haines family, who wholly own and control Northgate Healthcare Holdings Limited, a company which owns 100% of the issued share capital of Northgate Healthcare Limited. Consolidated financial statements, in which this company is included, are publicly available from the Registrar of Companies, Cardiff.

22. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2013	2012 as restated
	£	£
Profit for the financial year	298,913	388,599
Dividends	(98,900)	(90,000)
	<hr/>	<hr/>
	200,013	298,599
Other recognised gains and losses relating to the year (net)	979,583	-
	<hr/>	<hr/>
Net addition to shareholders' funds	1,179,596	298,599
Opening shareholders' funds (originally £1,158,192 before prior year adjustment of £(57,576))	<hr/>	<hr/>
	1,100,616	802,017
	<hr/>	<hr/>
Closing shareholders' funds	<u>2,280,212</u>	<u>1,100,616</u>