

Self-certification for G6

Licensee no. 1-101725000

Following a review for the purpose of paragraph 2 (b) of licence condition G6, the Directors of the Licensee are satisfied that, from the date that the Licensee was granted a licence to the end of the most recent financial year, the Licensee took all such precautions as were necessary in order to comply with condition G6.

Signed on behalf of the Trustee Board:

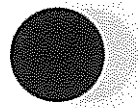
30 November 2015

Des Benjamin

Chairman

James Gemmell

Treasurer



Self-certification for CoS 7

Licensee no. 1-101725000

After making enquiries the Board of the Licensee have a reasonable expectation that the Licensee will have the Required Resources available to it after taking account distributions which might reasonably be expected to be declared or paid for the period of 12 months referred to in this certificate.

Statement of the main factors taken into account in making the above declaration

In making the above declaration, the main factors which have been taken into account by the Board of Trustees are as follows:

Income risk – 20% of our current income is from an NHS England contract. This annual contract runs between 1st April to 31st March and is renewable annually. We have no information to suggest the current contract will not be renewed. Our remaining income comes from a wide range of individual Commissioners.

Liquidity Risk – The RHN does not have an overdraft or loan facility. It relies mainly on cash from operations and donations. Any shortfall is met by drawing down on RHN's investments, currently worth c.£21M or short-term deposits worth £2.5M. Most RHN investments are in the form of equities, bonds, alternatives and cash.

Strength of Balance Sheet – RHN's net assets currently stand at c.£27M, with free reserves of c.£8.4M. After assessing the key risks facing RHN, we are of the opinion that the free reserves figure is adequate.

Margin Risk – RHN continues to make an operating deficit from its hospital activities, but the deficit is bridged by donations and investment returns and gains. We operate in a very competitive market, where our core income remains under considerable downward pressure from Commissioners seeking real term rate reductions. Conversely, our operating costs continue to increase. Where possible, RHN is identifying operating efficiencies to mitigate the squeeze on operating margins.

Capital Investment – We continue to invest in modernising our wards and other facilities to improve our patients' experiences. During the year to September 2015, RHN invested c.£0.8M in our asset base and expects to spend a further £2.8M in the coming year to September 2016.

Loans or Debts Burden – The RHN does not have any loan facilities or other financing debts.

Ultimate Parent Company – RHN does not have an ultimate parent company.

Signed on behalf of the Board of Trustees:

30 November 2015

Des Benjamin

James Gemmell

Chairman

Treasurer