DIAL HOUSE NURSING HOME LIMITED

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 1997

REGISTERED NO. 1373721

A18 *ADPHA5QY* 237
COMPANIES HOUSE 28/04/98

DIAL HOUSE NURSING HOME LIMITED

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 1997

CONTENTS **PAGE**

Directors' Report	2
Auditors' Report	3
Statement of Accounting Policies	4
Profit and Loss Account	5
Balance Sheet	6
Notes to the Financial Statements	7-9
Detailed Profit & Loss Account	10

DIAL HOUSE NURSING HOME LIMITED

DIRECTORS' REPORT

The directors present their report and the audited financial statements for the year ended 30 June 1997

PRINCIPAL ACTIVITIES

The principal activity of the company is the provision of medical nursing services.

DIRECTORS AND DIRECTORS INTERESTS

The directors in office in the year and their beneficial interests in the company's issued ordinary share capital were as follows:

	1997	1996
Mrs P L Emmett	1	1
Mrs V J M Maltby	1	1
Mrs H H Warton	–	–

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 affairs of the company and of the profit or loss of the company for that period.
In preparing those financial statements, the directors are required to :

a) Select suitable accounting policies and then apply them consistently;
b) Make judgements and estimates that are responsible and prudent;
c) Follow applicable accounting standards; subject to any material departures disclosed and explained in;
d) 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 accounts comply with the Companies Act 1985. 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.

AUDITORS

In accordance with section 385 of the Companies Act 1985, a resolution proposing the reappointment of Haslam & Co as auditors to the company will be put to the annual general meeting.

In preparing the above report, the directors have taken advantage of special provisions of part VII of the Companies Act 1985 relating to small companies.

BY ORDER OF THE BOARD

Mrs P L Emmett
Secretary

Date: 23 - 4 - 1998

AUDITORS' REPORT

TO THE MEMBERS OF DIAL HOUSE NURSING HOME LIMITED

We have audited the financial statements on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 4.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2, the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you.

BASIS OF 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 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 30 June 1997 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Haslam & Co.
Chartered Accountants
& Registered Auditors
7 Riversway Business Village
Preston
PR2 2YP

Date: 23 April 1998

DIAL HOUSE NURSING HOME LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 JUNE 1997

	Note	1997	1996
TURNOVER	1	476,006	400,086
Cost of sales		431,063	372,792
OPERATING PROFIT	2	44,943	27,294
Interest receivable		2,977	3,743
Interest payable		4,470	6,103
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		43,450	24,934
Taxation		10,815	5,216
PROFIT FOR THE FINANCIAL YEAR	8	32,635	19,718
Dividends		0	6,000
RETAINED PROFIT FOR THE FINANCIAL YEAR		£32,635	£13,718

CONTINUING OPERATIONS

None of the company's activities were acquired or discontinued during the above two financial periods.

TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than the profit or loss for the above financial periods.

DIAL HOUSE NURSING HOME LIMITED

BALANCE SHEET AS AT 30 JUNE 1997

	Note	1997	1996
FIXED ASSETS			
Tangible assets	3	119,689	124,996
CURRENT ASSETS			
Stock		2,460	2,460
Debtors	4	70,995	69,753
Cash at bank and in hand		33,269	5,101
		106,724	77,314
CURRENT LIABILITIES			
Creditors: amounts falling due within one year	5	53,085	48,303
NET CURRENT ASSETS		53,639	29,011
TOTAL ASSETS LESS CURRENT LIABILITIES		173,328	154,007
Creditors: amounts falling due after more than one year	5	11,382	24,696
		£161,946	£129,311
CAPITAL AND RESERVES			
Called-up share capital	6	3	3
Other reserves	7	1	1
Profit and loss account		161,942	129,307
SHAREHOLDERS' FUNDS	8	£161,946	£129,311

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements on pages 4 to 9 were approved by the board of directors on 23 April 1998 and were signed on its behalf by:

.....
Mrs V J M Maltby
Director

	1997	1996
4) DEBTORS: Amounts falling due within one year:		
Trade debtors	19,720	21,477
Other debtors	30,767	23,230
Prepayments & accrued income	728	465
Corporation tax recoverable	0	3,226
	£51,215	£48,398
Amounts falling due after more than one year:		
Other debtors	7,827	14,541
Corporation tax recoverable	11,953	6,814
	£19,780	£21,355
	£70,995	£69,753
5) CREDITORS: Amounts falling due within one year:		
Bank loans	13,300	17,650
Trade creditors	3,961	5,430
Corporation tax	10,812	5,214
Other taxation and social security	7,347	6,070
Other creditors	7,155	(18)
Accruals	10,510	13,957
	£53,085	£48,303
Amounts falling due after more than one year:		
Bank loans	£11,382	£24,696