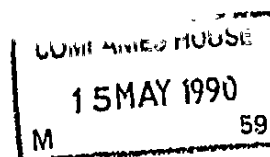


2274708

FINCHWORTH LIMITED
ACCOUNTS FOR THE PERIOD ENDED
31ST DECEMBER 1989

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FINCHWORTH LIMITED

COMPANY DETAILS AND PROFESSIONAL ADVISORS

REGISTERED NUMBER

2274708

REGISTERED OFFICE

Cambermount,
Front Street,
Hutton Henry,
HARTLEPOOL,
Cleveland.
TS27 4RR

CHAIRMAN

Mr. A. Bamford

COMPANY SECRETARY

Mrs. L. S. Bamford

BANKERS

Barclays Bank Plc.,
9 Church Square,
HARTLEPOOL,
Cleveland.

SOLICITORS

Clinton Gething & Co.,
9/11 Burnhope Way,
PETERLEE,
Co. Durham.

AUDITORS

Mr. Walker & Co.,
20-21 Scarborough Street,
HARTLEPOOL,
Cleveland.

FINCHWORTH LIMITED

REPORT OF THE DIRECTORS

The Directors submit their first Annual Report and the Audited Accounts for the period ended 31st December 1989.

The Company was incorporated on 6th July 1988, and commenced its operations immediately on acquisition of the Nursing Home premises.

PRINCIPAL ACTIVITIES

The Principal Activities of the Company during the financial period were that of Property Development and Nursing Home Proprietors.

RESULTS

The trading Profit before taxation for the period ended 31st December 1989 was £26168 and there is a corporation tax liability of £10225.

BUSINESS REVIEW

The company was developing the Dinsdale Lodge Nursing Home during the period. The home opened for business in February 1990.

The Directors are continuing the property development side of the business and have gained planning application for the land at the rear of Dinsdale Lodge. The company was also involved in a development at Peterlee.

DIVIDENDS

The Directors do not recommend that a dividend be paid in respect of this period.

FIXED ASSETS

Details of movements in Fixed Assets are shown in Note (6) to the Accounts.

DIRECTORS

The Directors who have served during the period and their interest in shares of the Company, according to the register required to be kept by S325 of the Companies Act 1985 are recorded as:-

Ordinary Shares of £1 Each

	<u>1989</u>
Mr. A. Bamford	35
Mr. J.W. Haygarth	35
Mr. G.H. Lormer	20
Mr. J.Y. Malarkey	10
	100

FINCHWORTH LIMITED

REPORT OF THE DIRECTORS

RESEARCH & DEVELOPMENT

The Company is not involved in any research and development expenditure.

EVENTS SINCE THE PERIOD END

Nothing has happened since the financial period end which will materially affect the financial statements.

TAX STATUS

The Directors consider that the Company is a close Company as defined by Section 414(1) of the Income and Corporation Taxes Act 1988.

AUDITORS

A resolution in accordance with Section 384 Companies Act 1985, for the re-appointment of G.R. Walker & Co., as Auditors of the Company is to be proposed at the forthcoming General Meeting.

By Order of the Board

.....

CHAIRMAN

AUDITORS REPORT

TO THE MEMBERS OF
FYNCHWORTH LIMITED

We have audited the financial statements on pages 3 to 9,
in accordance with Auditing Standards.

In our opinion the financial statements give a true and fair
view of the state of the Company's affairs at 31st December, 1989
and of its profit and source and application of funds for the
period then ended and have been properly prepared in accordance
with the Companies Act 1985.

G.R. Walker *GRW*

G.R. Walker & Co.,
Chartered Accountants,
19/25 Scarborough Street,
HARTLEPOOL,
Cleveland.

Date..17th April.....1990.....

FINCHWORTH LIMITED

PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED

31ST DECEMBER 1989

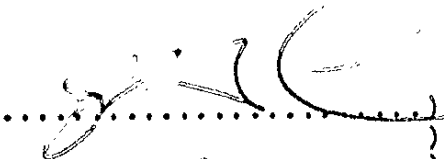
	<u>Notes</u>	<u>1989</u>
<u>TURNOVER</u>	(1)	126000
Cost of Sales		<u>63192</u>
<u>GROSS PROFIT</u>		62808
Administration Expenses		(31802)
Other Operating Income		918
Interest Payable & Similar Charges	(3)	<u>(5756)</u>
<u>PROFIT ON ORDINARY ACTIVITIES</u>		
<u>BEFORE TAXATION</u>	(2)	26168
Tax on Profit on Ordinary Activities		<u>10225</u>
<u>AMOUNT SET ASIDE TO RESERVES</u>		<u>£15943</u>

FINCHWORTH LIMITED

BALANCE SHEET AS AT 31ST DECEMBER 1989

	<u>Notes</u>	£	£
<u>FIXED ASSETS</u>			
Tangible Assets	(6)		375733
<u>CURRENT ASSETS</u>			
Land Bank	(5)	153386	
Cash at Bank & In Hand		504	
		<u>153890</u>	
<u>CREDITORS</u>			
Amounts Falling Due Within One Year	(7)	(513580)	
<u>NET CURRENT (LIABILITIES)</u>			(359690)
			<u>£16043</u>
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	(8)		100
Profit & Loss Account	(9)		15943
			<u>£16043</u>

The Directors approved the Accounts on 31st March, 1990 and are signed on their behalf by:-


.....

.....
} **DIRECTORS**

FINCHWORTH LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS

FOR THE PERIOD ENDED 31ST DECEMBER 1989

Profit On Ordinary Activities Before Taxation	26168
Adjustment for Items Not Involving the Movement of Funds:-	

Depreciation	1188
	<u>27356</u>

FUNDS FROM OTHER SOURCES

Proceeds of Share Issue	100
	<u>27456</u>

APPLICATION OF FUNDS

Purchase of Fixed Assets	376921
	<u>£(349465)</u>

INCREASE/DECREASE IN WORKING CAPITAL

Increase/(Decrease) in Stock	153386
(Increase)/Decrease in Creditors	<u>(253123)</u>
	(99737)

MOVEMENT IN NET LIQUID FUNDS

Increase/(Decrease) in Bank Balances	504
(Increase)/Decrease in Bank Overdraft	<u>(250232)</u>
	(249728)

£(349465)

FINCHWORTH LIMITED

NOTES ACCOMPANYING AND FORMING PART OF THE ACCOUNTS
FOR THE PERIOD ENDED 31ST DECEMBER 1989

1. ACCOUNTING POLICIES

Turnover

Turnover represents the Company's sales for the period at full invoice value, excluding Value Added Tax.

Basis of Accounting

The Accounts have been prepared under the historical cost convention, and the basis of accounting is consistent with that applied in previous years.

Depreciation

Depreciation has been calculated in accordance with SSAP 12 so as to write off the cost of tangible fixed assets over their estimated useful economic lives as follows:-

Fixtures and Fittings	15% Reducing Balance
Motor Vehicles	25% Reducing Balance

Stock

In accordance with the recommendations of SSAP 9 stock is valued at the lower of cost or net realisable value on bases consistent with those applied in previous years.

2. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

This figure is stated after charging or crediting the following:-

	1989
Auditors Remuneration	1000
Depreciation of Assets Owned	1188

3. INTEREST PAYABLE

Interest Payable on Bank Loans & Overdrafts Wholly Repayable Within Five Years	25756
--	-------

4. STAFF COSTS

The average number of employees during the period was made up as follows:-

Administration	
Wages, Salaries & Social Security Costs	22131

FINCHWORTH LIMITED

NOTES ACCOMPANYING AND FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDED 31ST DECEMBER 1989

5. LAND BANK

1989

Land

£152386

There is no material difference between the value of stock or actual purchase price as at the Balance Sheet date.

6. TANGIBLE FIXED ASSETS

	<u>Freehold Land & Buildings</u>	<u>Fix & Fit</u>	<u>Motor Vehicles</u>	<u>Total</u>
<u>Cost or Valuation</u>				
Additions	<u>£363720</u>	<u>£8901</u>	<u>£4300</u>	<u>£376921</u>
<u>Accumulated Depreciation</u>				
Charge For Year	<u>£-</u>	<u>£113</u>	<u>£1075</u>	<u>£1188</u>
<u>Net Book Value</u>				
At 31.12.89	<u>£363720</u>	<u>£8788</u>	<u>£3225</u>	<u>£375733</u>

7. CREDITORS

A. CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

1989

Bank Loans & Overdraft	(B)	250232
Directors Current Accounts		250104
Taxation & Social Security	(C)	10594
Accruals and Deferred Income		2650
		<u>£513580</u>

B. BANK OVERDRAFT & LOAN

Bank Overdraft is secured by a charge on the title of Dinsdale Lodge, 42 Station Lane, Seaton Carew, Hartlepool. Held by Barclays Bank.

FINCHWORTH LIMITED

NOTES ACCOMPANYING AND FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDED 31ST DECEMBER 1989

C. TAXATION

Taxation and Social Security comprise:-

	<u>1989</u>
	<u>Due Within</u> <u>One Year</u>
Mainstream Corporation Tax	10725
Other Taxation & Social Security	369
	<u>£10594</u>

B. CALLED UP SHARE CAPITAL

	<u>Allotted and Fully Paid</u>	
	<u>Authorised</u>	<u>1989</u>
100 Ordinary Shares of £1 Each	<u>£100</u>	<u>£100</u>

D. PROFIT & LOSS ACCOUNT

Amounts Set Aside From Profit & Loss Account	<u>15943</u>
Balance at 31st December 1989	<u>£15943</u>