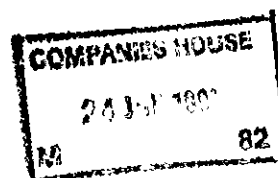


FINCHWORTH LIMITED
ACCOUNTS FOR THE
YEAR ENDED 31 DECEMBER 1990



G R Walker & Co.
Chartered Accountants.

FINCHWORTH LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 DECEMBER 1990

The directors present their Annual Report on the affairs of the company together with the Accounts and Auditors Report for the year ended 31 December 1990.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The Principal Activities of the company continue to be that of Property development and Nursing Home Proprietors.

RESULTS AND DIVIDENDS

Results, dividends (paid and proposed) and recommended transfers to reserves are as follows :-

	£
Retained Profit at 1st January 1990	15943
Loss for the Year after Taxation	(18876)
	(2933)
less Dividends	-
Retained Profit at 31 December 1990	(2933)

DIRECTORS AND THEIR INTERESTS

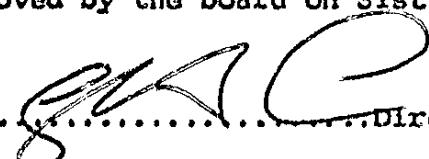
The directors who served during the year and their interests in the shares of the company are shown below:-

	Ordinary Shares of £1 Each	
	1990	1989
Mr. A. Bamford	35	35
Mr. J.W. Haygarth	35	35
Mr. G.H. Lormor	20	20
Mr. J.Y. Malarkey	10	10
	100	100

FIXED ASSETS

Details of movements in Fixed Assets are shown in note (7) to the Accounts.

The directors report was approved by the board on 31st May 1991 and is signed on its behalf by:

.....Director

31st May 1991.
Cambermount,
Front Street,
Hutton Henry,
Cleveland.

REPORT OF THE AUDITORS TO THE MEMBERS OF
FINCHWORTH 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 31 December 1990 and of its profit and source and application of funds for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

.....
G. R. WALKER & Co.,
Chartered Accountants,
19/25 Scarborough Street,
HARTLEPOOL,
Cleveland.
TS24 7DA.

31st May 1991

FINCHWORTH LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 1990

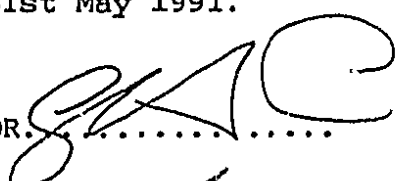
	NOTE	1990 £	1989 £
TURNOVER	1	310353	126000
Cost of Sales		<u>(225564)</u>	<u>(83574)</u>
GROSS PROFIT		84789	42426
Other Operating Expenses	2	<u>(55804)</u>	<u>(10502)</u>
OPERATING PROFIT		28985	31924
Interest Payable	5	<u>(47861)</u>	<u>(5756)</u>
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	4	(18876)	26168
Tax on Profit on Ordinary Activities	6	-	(10225)
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION		<u>(18876)</u>	<u>15943</u>
RETAINED PROFIT 01.01.90		<u>15943</u>	-
RETAINED PROFIT 31.12.90		<u>£ (2933)</u>	<u>£ 15943</u>

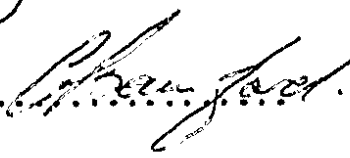
FINCHWORTH LIMITED

BALANCE SHEET AT 31 DECEMBER 1990

	NOTE	£	1990 £	£	1989 £
FIXED ASSETS					
Tangible Assets	7		<u>508107</u>		<u>375733</u>
			508107		375733
CURRENT ASSETS					
Stock	8	81375		153386	
Debtors	9	12779		-	
Cash at Bank and in Hand		<u>600</u>		<u>504</u>	
		94754		153890	
CREDITORS : falling due within one year	10	<u>(605694)</u>		<u>(513580)</u>	
NET CURRENT LIABILITIES			<u>(510940)</u>		<u>(359690)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(2833)</u>		<u>16043</u>
NET ASSETS			<u><u>(2833)</u></u>		<u><u>16043</u></u>
CAPITAL AND RESERVES					
Called Up Share Capital	11		100		100
Profit & Loss Account	12		<u>(2933)</u>		<u>15943</u>
TOTAL CAPITAL EMPLOYED			<u><u>(2833)</u></u>		<u><u>16043</u></u>

The accounts were approved by the Board on 31st May 1991.

DIRECTOR. 

DIRECTOR. 

FINCHWORTH LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS
FOR THE YEAR ENDED 31 DECEMBER 1990

	1990	1989
	£	£
SOURCE OF FUNDS		
Loss Before Taxation	(18876)	26168
Adjustment for items not involving the movement of funds:-		
Depreciation	<u>5697</u>	<u>1188</u>
Total Generated from Operations	(13179)	27356
OTHER SOURCES		
Shares Issued for Cash	-	100
Proceeds on Sale of Fixed Assets	<u>2419</u>	<u>-</u>
	<u>2419</u>	<u>100</u>
	(10760)	27456
APPLICATION OF FUNDS		
Purchases of Fixed Assets	<u>(140490)</u>	<u>(376921)</u>
	(140490)	(376921)
	(151250)	(349465)
MOVEMENT IN WORKING CAPITAL		
Stock	72011	(153386)
Debtors	(12779)	-
Creditors	<u>17867</u>	<u>253123</u>
	<u>77099</u>	<u>99737</u>
MOVEMENT IN NET LIQUID FUNDS	<u>(74151)</u>	<u>(249728)</u>
Represented By:-		
Increase/(Decrease) in Bank Balances	(74247)	(249728)
Increase/(Decrease) in Cash Balances	<u>96</u>	<u>-</u>
	<u>(74151)</u>	<u>(249728)</u>

FINCHWORTH LIMITED

NOTES TO THE ACCOUNTS YEAR ENDED 31 DECEMBER 1990

1. ACCOUNTING POLICIES

a) Basis of Accounting

The Accounts are prepared under the historical cost convention.

b) Depreciation

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

Land and Buildings	- 1% Straight Line
Motor vehicles	- 25% Reducing Balance
Fixtures and Fittings	- 15% Reducing Balance

c) Stocks

Stocks are stated at the lower of cost and net realisable value.

d) Taxation

The charge for taxation is based on the result for the accounting period as adjusted for disallowable items.

e) Turnover

Turnover comprises the value of sales (excluding VAT and trade discounts) of goods and services in the normal course of business.

2. OTHER OPERATING EXPENSES

	1990	1989
	£	£
Administration Costs	<u>56017</u>	<u>11420</u>
Other Operating Income	<u>56017</u> <u>(213)</u>	<u>11420</u> <u>(918)</u>
	<u>55804</u>	<u>10502</u>

3. STAFF COSTS

	1990	1989
	£	£
Wages and Salaries	<u>131350</u>	<u>18854</u>
Social Security Costs	<u>10064</u>	<u>1528</u>
	<u>141414</u>	<u>20382</u>

FINCHWORTH LIMITED

NOTES TO THE ACCOUNTS YEAR ENDED 31 DECEMBER 1990

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

	1990	1989
Construction	-	2
Adminstration	-	1
Nursing	22	-
	<u>22</u>	<u>3</u>

4. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	1990	1989
	£	£
This is stated after charging/(crediting):		
Depreciation	5697	1188
Auditors Remuneration	<u>1100</u>	<u>800</u>

5. INTEREST PAYABLE

	1990	1989
	£	£
On bank overdraft repayable within 5 years	<u>47861</u>	<u>5756</u>
	<u>47861</u>	<u>5756</u>

6. TAX ON PROFIT ON ORDINARY ACTIVITIES

The tax charge is based on the profit for the year and comprises:-

	1990	1989
	£	£
U.K. Corporation Tax at 25% (1989: 25%)	<u>-</u>	<u>10225</u>
	<u>-</u>	<u>10225</u>

FINCHWORTH LIMITED

NOTES TO THE ACCOUNTS YEAR ENDED 31 DECEMBER 1990

7. FIXED ASSETS

	LEASEHOLD PLANT, FREEHOLD MACH & MOTOR PROPERTY FITTINGS VEHICLES			TOTAL
	£	£	£	£
Cost				
Balance at 01.01.90.	363720	8901	4300	376921
Additions	118738	19333	2419	140490
Disposals			(4300)	(4300)
Carried Forward	<u>482458</u>	<u>28234</u>	<u>2419</u>	<u>513111</u>
Depreciation				
Balance at 01.01.90.		113	1075	1188
Depreciation charged	1805	2786	806	5697
Eliminated on Disposals			(1881)	(1881)
Carried Forward	<u>1805</u>	<u>3199</u>		<u>5004</u>
Net Book Value at 31.12.90.	<u>480653</u>	<u>25035</u>	<u>2419</u>	<u>508107</u>
Net Book Value at 01.01.90.	<u>363720</u>	<u>8788</u>	<u>3225</u>	<u>375733</u>

8. STOCK AND WORK IN PROGRESS

	1990	1989
	£	£
Land Bank	81000	153386
Stock of food	<u>375</u>	<u>-</u>
	<u>81375</u>	<u>153386</u>

9. DEBTORS

Debtors due within one year

	1990	1989
	£	£
Trade Debtors	11838	-
Prepayments	<u>941</u>	<u>-</u>
	<u>12779</u>	<u>-</u>

FINCHWORTH LIMITED

NOTES TO THE ACCOUNTS YEAR ENDED 31 DECEMBER 1990

10. CREDITORS

CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	1990	1989
	£	£
Bank Overdraft	324479	250232
Directors Loans	250104	250104
Corporation Tax Payable	10225	10225
Taxation and Social Security	7006	369
Accruals and Deferred Income	13880	2650
	<u>605694</u>	<u>513580</u>

The Bank overdraft is secured by a charge on the Deeds of Dinsdale Lodge 42 Station Lane, Scaton Carew, and also on the Deeds of land in Egremont Grove, Oakerside, Paterlee.

11. SHARE CAPITAL

	1990	1989
	£	£
Authorised		
100 Ordinary Shares of £1 Each	<u>100</u>	<u>100</u>
Alotted, Called Up and Fully Paid		
100 Ordinary Shares of £1 Each	<u>100</u>	<u>100</u>

12. RESERVES

	Profit & Loss Account
	£
As at 1st January 1990	15943
Retained loss for the year	<u>(18876)</u>
As at 31 December 1990	<u>(2933)</u>

13. DIRECTORS INTEREST IN CONTRACTS

No director has had a significant interest in any contract with the company during the year.