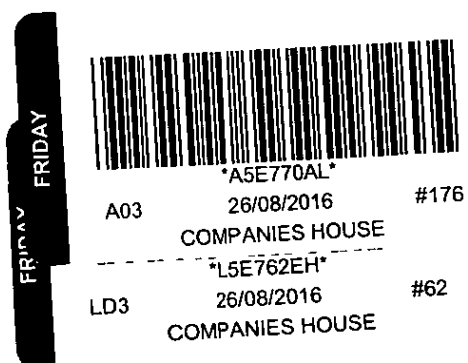


MACNEIL LIMITED
ANNUAL REPORT
FOR THE YEAR ENDED 30 NOVEMBER 2015



MACNEIL LIMITED

DIRECTOR AND ADVISERS

Director	Mr N J Lukka
Secretary	Mrs A N Lukka
Company number	04417618
Registered office	9 Essex Park Finchley Central London N3 1ND
Registered auditors	H W Fisher & Company Acre House 11-15 William Road London United Kingdom NW1 3ER
Bankers	Royal Bank of Scotland 5-10 Great Tower Street London EC3P 3HX

MACNEIL LIMITED

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MACNEIL LIMITED

STRATEGIC REPORT

FOR THE YEAR ENDED 30 NOVEMBER 2015

The director presents the strategic report and financial statements for the year ended 30 November 2015

Review of the business

The group made a pre-tax profit of £843,757 (2014- £600,467) for the year on a turnover of £3,568,462 (2014- £3,409,392)

At 30 November 2015 the group had net assets of £4,757,798 (2014- £5,344,339)

Both the level of business and the year end financial position were as expected in the light of current trading conditions and the directors do not anticipate any material changes in the present level of activity

Results

Principal risks and uncertainties

The directors recognise that within the business there are a number of risks which may affect the performance of the group. These risks are subject to regular review and, where appropriate, processes are established to minimise the level of exposure.

Regulatory - the group's nursing home business is regulated by the Care Quality Commission and is exposed to adverse findings that the Commission may raise. The group ensures that the nursing home is run to a high standard and to-date no such adverse findings have been reported.

Financial risk - the company is exposed to financial risk through its assets and liabilities. The key financial risk is that, in the current climate, the proceeds from its assets may not be sufficient to fund the obligations from liabilities as they fall due. The most important components of financial risk are:

- 1) Credit risk - the group continues to minimise commercial credit risk and has not suffered unduly from bad debts.
- 2) Interest rate risk - the group's borrowings are on a variable rate basis and the group is exposed to potential increases in interest rates. The group continues to monitor its interest obligations and its investment portfolio to ensure that future increases in interest rate will not unduly affect the performance of the business.

Key performance indicators

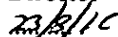
In the opinion of the director there are no Key Performance Indicators whose disclosure is necessary for an understanding of the development, performance or position of the business.

On behalf of the board



Mr N J Lukka

Director



MACNEIL LIMITED

DIRECTOR'S REPORT

FOR THE YEAR ENDED 30 NOVEMBER 2015

The director presents his report and financial statements for the year ended 30 November 2015

Principal activities

The principal activity of the company continues to be that of property investment and development. In addition the principal activity of the group also includes the provision of nursing home facilities for the elderly.

Dividends

A final ordinary dividend was declared amounting to £1,245,000

Director

The following director has held office since 1 December 2014

Mr N J Lukka

Statement of disclosure to auditors

The director has confirmed that there is no information of which he is aware which is relevant to the audit, but of which the auditors are unaware. He has further confirmed that he has taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

The auditors, H W Fisher & Company, are deemed to be reappointed under section 487(2) of the Companies Act 2006

On behalf of the board



Mr N J Lukka

Director

23/8/15

MACNEIL LIMITED

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is satisfied that they give a true and fair view of the state of affairs of the company and of the group and of the profit or loss of the group for that period.

In preparing these financial statements, the director is 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 group will continue in business.

The director is 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 the group and enable him to ensure that the financial statements comply with the Companies Act 2006. He is also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

MACNEIL LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF MACNEIL LIMITED

We have audited the group and parent company financial statements (the "financial statements") of Macneil Limited for the year ended 30 November 2015 set out on pages 6 to 22. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of director and auditors

As explained more fully in the Director's Responsibilities Statement on , the director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the director, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and parent company's affairs as at 30 November 2015 and of the group's profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

MACNEIL LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE MEMBERS OF MACNEIL LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit



**Naresh Samani (Senior Statutory Auditor)
for and on behalf of H W Fisher & Company**

Chartered Accountants

Statutory Auditor

Acre House

11-15 William Road

London

NW1 3ER

United Kingdom

25/08/2016

MACNEIL LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 NOVEMBER 2015

		2015 £	2014 £
	Notes		
Turnover	2	3,568,462	3,409,392
Cost of sales		(1,876,722)	(1,958,783)
Gross profit		1,691,740	1,450,609
Administrative expenses		(586,590)	(619,275)
Operating profit	3	1,105,150	831,334
Other interest receivable and similar income		23,514	74,152
Interest payable and similar charges	5	(284,907)	(305,019)
Profit on ordinary activities before taxation		843,757	600,467
Tax on profit on ordinary activities	6	(185,298)	(161,181)
Profit on ordinary activities after taxation		658,459	439,286

The profit and loss account has been prepared on the basis that all operations are continuing operations

MACNEIL LIMITED

STATEMENT OF RECOGNISED GAINS AND LOSSES ***FOR THE YEAR ENDED 30 NOVEMBER 2015***

	2015	2014
	£	£
Profit for the financial year	658,459	439,286
Unrealised surplus on revaluation of properties	-	901,420
	658,459	1,340,706
Total recognised gains and losses relating to the year	658,459	1,340,706

MACNEIL LIMITED

BALANCE SHEETS

AS AT 30 NOVEMBER 2015

	Notes	Group 2015 £	2014 £	Company 2015 £	2014 £
Fixed assets					
Tangible assets	9	19,508,258	16,357,365	19,344,114	16,182,662
Investments	10	-	-	100	100
		<u>19,508,258</u>	<u>16,357,365</u>	<u>19,344,214</u>	<u>16,182,762</u>
Current assets					
Debtors	11	1,295,471	1,227,718	829,668	715,616
Cash at bank and in hand		556,425	318,306	142,060	142,474
		<u>1,851,896</u>	<u>1,546,024</u>	<u>971,728</u>	<u>858,090</u>
Creditors: amounts falling due within one year	12	(2,548,202)	(1,464,178)	(2,233,009)	(1,167,580)
Net current (liabilities)/assets		<u>(696,306)</u>	<u>81,846</u>	<u>(1,261,281)</u>	<u>(309,490)</u>
Total assets less current liabilities		<u>18,811,952</u>	<u>16,439,211</u>	<u>18,082,933</u>	<u>15,873,272</u>
Creditors: amounts falling due after more than one year	13	(14,010,154)	(11,038,872)	(14,433,618)	(11,257,832)
Provisions for liabilities	14	(44,000)	(56,000)	(29,000)	(41,000)
		<u>4,757,798</u>	<u>5,344,339</u>	<u>3,620,315</u>	<u>4,574,440</u>
Capital and reserves					
Called up share capital	16	100	100	100	100
Revaluation reserve	17	3,056,483	3,056,483	3,056,483	3,056,483
Profit and loss account	17	1,701,215	2,287,756	563,732	1,517,857
Shareholders' funds	18	<u>4,757,798</u>	<u>5,344,339</u>	<u>3,620,315</u>	<u>4,574,440</u>

Approved by the Board and authorised for issue on 23/8/16



Mr N J Lukka
Director

Company Registration No. 04417618

MACNEIL LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 NOVEMBER 2015

	Note	£	2015 £	£	2014 £
Net cash inflow from operating activities	19		4,511,417		1,458,522
Returns on investments and servicing of finance					
Interest received		23,514		74,152	
Interest paid		(284,907)		(305,019)	
Net cash outflow for returns on investments and servicing of finance			(261,393)		(230,867)
Taxation			(168,507)		(56,194)
Capital expenditure					
Payments to acquire tangible assets		(3,451,989)		(295,709)	
Net cash outflow for capital expenditure			(3,451,989)		(295,709)
Equity dividends paid			-		(207,000)
Net cash inflow/(outflow) before financing			629,528		668,752
New long term bank loan		972,625		-	
Repayment of long term bank loan		(1,364,034)		(663,849)	
Net cash outflow from financing			(391,409)		(663,849)
Increase in cash in the year	20, 21		238,119		4,903

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 NOVEMBER 2015

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold investment properties

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated)

1.3 Basis of consolidation

The consolidated profit and loss account and balance sheet include the financial statements of the company and its subsidiary undertakings made up to 30 November 2015. The results of subsidiaries sold or acquired are included in the profit and loss account up to, or from the date control passes. Intra-group sales and profits are eliminated fully on consolidation.

1.4 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.5 Tangible fixed assets and depreciation

Other than investment properties, tangible fixed assets are stated at cost less depreciation. Depreciation is provided on all tangible fixed assets, other than investment properties and freehold land 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 Freehold	2% straight line
Fixtures, fittings & equipment	15% reducing balance
Leasehold improvement	Over the term of the lease

Investment properties are included in the balance sheet at their open market value, and the aggregate surplus or deficit is transferred to the revaluation reserve. No depreciation is provided.

Although this accounting policy is in accordance with the applicable accounting standard, SSAP 19, Accounting for investment properties, it is a departure from the general requirement of the Companies Act 2006 for all tangible assets to be depreciated. In the opinion of the director compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

1.6 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.7 Pensions

The Group operates a defined contribution scheme for the benefit of its employees. Contributions payable are charged to the profit and loss account in the year they are payable.

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2015

1 Accounting policies

(Continued)

1.8 Deferred taxation

Deferred tax is provided in full on timing differences which result in an obligation at the balance sheet date to pay more tax, or a right to pay less tax, at a future date, at rates expected to apply when they crystallise based on current tax rates and law. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the accounts. Deferred tax is not provided on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the assets. Deferred tax assets are recognised to the extent that it is regarded as more likely than not that they will be recovered. Deferred tax assets and liabilities are not discounted.

2 Turnover

In the opinion of the director it would be seriously prejudicial for the group to disclose the segmental analysis of Turnover.

3 Operating profit

	2015 £	2014 £
Operating profit is stated after charging		
Depreciation of tangible assets	301,096	338,224
Fees payable to the group's auditor for the audit of the group's annual accounts (company £7,000, 2014 £7,000)	11,914	11,914

4 Employees

Number of employees

The average monthly number of employees (including directors) during the year was

	2015 Number	2014 Number
Bar staff	-	4
Care and administration staff	106	119
	106	123

Employment costs

	2015 £	2014 £
Wages and salaries	1,528,651	1,524,946
Social security costs	112,784	102,159
Other pension costs	7,954	2,012
	1,649,389	1,629,117

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2015

5	Interest payable	2015	2014
		£	£
	On amounts payable to companies under common control	120,398	135,382
	On bank loans and overdrafts	162,418	168,041
	On overdue tax	2,091	1,596
		<u>284,907</u>	<u>305,019</u>
		<u><u>284,907</u></u>	<u><u>305,019</u></u>
6	Taxation	2015	2014
		£	£
	Domestic current year tax		
	U K corporation tax	197,298	169,357
	Adjustment for prior years	-	3,214
		<u>197,298</u>	<u>172,571</u>
	Total current tax	<u>197,298</u>	<u>172,571</u>
		<u><u>197,298</u></u>	<u><u>172,571</u></u>
	 Deferred tax		
	Origination and reversal of timing differences	(12,000)	(11,390)
		<u>(12,000)</u>	<u>(11,390)</u>
		<u><u>(12,000)</u></u>	<u><u>(11,390)</u></u>
		<u><u>185,298</u></u>	<u><u>161,181</u></u>
		<u><u>185,298</u></u>	<u><u>161,181</u></u>
	 Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	843,757	600,467
		<u>843,757</u>	<u>600,467</u>
		<u><u>843,757</u></u>	<u><u>600,467</u></u>
	 Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20.33% (2014 - 21.66%)	171,536	130,061
		<u>171,536</u>	<u>130,061</u>
		<u><u>171,536</u></u>	<u><u>130,061</u></u>
	 Effects of		
	Non deductible expenses	51	3,835
	Depreciation add back	61,213	73,259
	Capital allowances	(35,502)	(37,264)
	Adjustments to previous periods	-	3,214
	Other tax adjustments	-	(534)
		<u>25,762</u>	<u>42,510</u>
		<u><u>25,762</u></u>	<u><u>42,510</u></u>
	 Current tax charge for the year	<u>197,298</u>	<u>172,571</u>
		<u><u>197,298</u></u>	<u><u>172,571</u></u>

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 NOVEMBER 2015

7 Profit for the financial year

As permitted by section 408 Companies Act 2006, the holding company's profit and loss account has not been included in these financial statements. The profit for the financial year is made up as follows

	2015 £	2014 £
Holding company's profit for the financial year	290,875	178,228

8 Dividends

	2015 £	2014 £
Ordinary final declared	1,245,000	-
Ordinary final paid	-	207,000
	1,245,000	207,000

9 Tangible fixed assets

Group

	Land and buildings Freehold £	Investment properties £	Fixtures, fittings & equipment £	Leasehold improvement £	Total £
Cost or valuation					
At 1 December 2014	4,858,554	10,531,640	2,615,106	427	18,005,727
Additions	-	3,397,767	54,222	-	3,451,989
At 30 November 2015	4,858,554	13,929,407	2,669,328	427	21,457,716
Depreciation					
At 1 December 2014	396,519	-	1,251,769	74	1,648,362
Charge for the year	90,219	-	210,860	17	301,096
At 30 November 2015	486,738	-	1,462,629	91	1,949,458
Net book value					
At 30 November 2015	4,371,816	13,929,407	1,206,699	336	19,508,258
At 30 November 2014	4,462,035	10,531,640	1,363,337	353	16,357,365

At 30 November 2015, the comparable historic cost of investment properties included at valuation was £11,246,193 (2014 £7,848,426)

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2015

9 Tangible fixed assets

(Continued)

Tangible fixed assets

Company

	Land and buildings Freehold £	Investment properties £	Fixtures, fittings & equipment £	Total £
Cost or valuation				
At 1 December 2014	4,858,554	10,531,640	2,286,292	17,676,486
Additions	-	3,397,767	35,857	3,433,624
At 30 November 2015	4,858,554	13,929,407	2,322,149	21,110,110
Depreciation				
At 1 December 2014	396,519	-	1,097,305	1,493,824
Charge for the year	90,219	-	181,953	272,172
At 30 November 2015	486,738	-	1,279,258	1,765,996
Net book value				
At 30 November 2015	4,371,816	13,929,407	1,042,891	19,344,114
At 30 November 2014	4,462,035	10,531,640	1,188,987	16,182,662

At 30 November 2015, the comparable historic cost of investment properties included at valuation was £11,246,193 (2014 £7,848,426)

10 Fixed asset investments

Company

	Shares in group undertakings £
Cost or valuation	
At 1 December 2014 & at 30 November 2015	100
Net book value	
At 30 November 2015	100
At 30 November 2014	100

In the opinion of the director, the aggregate value of the company's investment in subsidiary undertakings is not less than the amount included in the balance sheet

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2015

10 Fixed asset investments

(Continued)

Company	Country of registration or incorporation	Shares held	
		Class	%
Subsidiary undertakings			
Lukka Care Homes (2010) Ltd	England and Wales	Ordinary	100 00

The principal activity of these undertakings for the last relevant financial year was as follows

	Principal activity
Lukka Care Homes (2010) Ltd	Provision of nursing home facilities

11 Debtors

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Trade debtors	283,454	233,808	47,774	27,165
Amounts owed by companies under common control	917,179	813,055	747,499	647,083
Other debtors	38,240	122,781	30,375	28,301
Prepayments and accrued income	56,598	58,074	4,020	13,067
	<u>1,295,471</u>	<u>1,227,718</u>	<u>829,668</u>	<u>715,616</u>

Amounts falling due after more than one year and included in the debtors above are

	2015	2014	2015	2014
	£	£	£	£
Amounts owed by companies under common control	917,179	813,055	747,499	647,083
Other debtors	29,794	121,027	27,264	26,663
	<u>946,973</u>	<u>934,082</u>	<u>774,763</u>	<u>673,746</u>

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2015

12 Creditors : amounts falling due within one year

	Group		Company	
	2015	2014	2015	2014
	£	£	£	£
Bank loans	570,627	702,127	570,627	702,127
Trade creditors	34,271	50,412	-	1,458
Corporation tax	196,359	167,568	104,392	99,929
Taxes and social security costs	60,182	41,819	31,740	14,480
Directors current accounts	68,067	120,828	68,067	119,005
Other creditors	158,559	147,212	21,688	24,652
Accruals and deferred income	215,137	234,212	191,495	205,929
Accrued dividend	1,245,000	-	1,245,000	-
	<u>2,548,202</u>	<u>1,464,178</u>	<u>2,233,009</u>	<u>1,167,580</u>

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2015

13 Creditors : amounts falling due after more than one year

	Group 2015 £	2014 £	Company 2015 £	2014 £
Bank loans	6,466,179	6,726,088	6,466,179	6,726,088
Amounts due to companies under common control	7,543,975	4,129,371	7,570,557	4,159,210
Other creditors	-	183,413	-	183,413
Amounts owed to group undertakings	-	-	396,882	189,121
	<u>14,010,154</u>	<u>11,038,872</u>	<u>14,433,618</u>	<u>11,257,832</u>
Analysis of loans				
Not wholly repayable within five years other than by instalments	7,036,806	7,428,215	7,036,806	7,428,215
Included in current liabilities	(570,627)	(702,127)	(570,627)	(702,127)
	<u>6,466,179</u>	<u>6,726,088</u>	<u>6,466,179</u>	<u>6,726,088</u>
Loan maturity analysis				
Debt due within one year	570,627	702,127	570,627	702,127
In more than one year but not more than two years	576,659	713,797	576,659	713,797
In more than two years but not more than five years	2,439,232	2,188,077	2,439,232	2,188,077
In more than five years	3,450,288	3,824,214	3,450,288	3,824,214
	<u>7,036,806</u>	<u>7,428,215</u>	<u>7,036,806</u>	<u>7,428,215</u>

Included within bank loans is £803,535 repayable on a monthly basis and subject to interest of base rate + 1 25%, £857,071 repayable on a monthly basis and subject to interest of base rate + 1 4%, £4,424,724 repayable on a quarterly basis and subject to interest of base rate + 1 87%, and £951,476 repayable on a monthly basis and subject to interest of base rate + 3 00%

Bank loans are secured by a legal charge over the assets of the company, as well as by a cross-guarantee given by the other companies under common control of the shareholders and a guarantee of £600,000 with N J Lukka

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2015

14 Provisions for liabilities Group

Deferred
taxation
£

Balance at 1 December 2014	56,000
Profit and loss account	(12,000)
	<u> </u>
Balance at 30 November 2015	<u>44,000</u>

Company

Balance at 1 December 2014	41,000
Profit and loss account	(12,000)
	<u> </u>
Balance at 30 November 2015	<u>29,000</u>

The deferred tax liability is made up as follows:

	Group 2015 £	2014 £	Company 2015 £	2014 £
Accelerated capital allowances	<u>44,000</u>	<u>56,000</u>	<u>29,000</u>	<u>41,000</u>

15 Retirement Benefits

Defined contribution scheme

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund.

	2015 £	2014 £
Contributions payable by the group for the year	<u>7,954</u>	<u>2,012</u>

16 Share capital

	2015 £	2014 £
Allotted, called up and fully paid		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2015

17 Statement of movements on reserves Group

	Revaluation reserve	Profit and loss account
	£	£
Balance at 1 December 2014	3,056,483	2,287,756
Profit for the year	-	658,459
Dividends declared	-	(1,245,000)
Balance at 30 November 2015	3,056,483	1,701,215

Company

	Revaluation reserve	Profit and loss account
	£	£
Balance at 1 December 2014	3,056,483	1,517,857
Profit for the year	-	290,875
Dividends declared	-	(1,245,000)
Balance at 30 November 2015	3,056,483	563,732

The amount of unprovided deferred tax arising on the revaluation surplus, calculated at 18% (2014 20%), amounts to £166,000 (2014 £192,000)

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2015

18 Reconciliation of movements in shareholders' funds	2015	2014
Group	£	£
Profit for the financial year	658,459	439,286
Dividends	(1,245,000)	(207,000)
	(586,541)	232,286
Other recognised gains and losses	-	901,420
Net (depletion in)/addition to shareholders' funds	(586,541)	1,133,706
Opening shareholders' funds	5,344,339	4,210,633
Closing shareholders' funds	4,757,798	5,344,339
	2015	2014
Company	£	£
Profit for the financial year	290,875	178,228
Dividends	(1,245,000)	(207,000)
	(954,125)	(28,772)
Other recognised gains and losses	-	901,420
Net (depletion in)/addition to shareholders' funds	(954,125)	872,648
Opening shareholders' funds	4,574,440	3,701,792
Closing shareholders' funds	3,620,315	4,574,440
19 Reconciliation of operating profit to net cash outflow from operating activities	2015	2014
	£	£
Operating profit	1,105,150	831,334
Depreciation of tangible assets	301,096	338,224
Decrease in stocks	-	18,833
Increase in debtors	(67,753)	(15,371)
(Decrease)/Increase in creditors within one year	3,172,924	285,502
Net cash inflow from operating activities	4,511,417	1,458,522

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2015

20	Analysis of net debt	1 December 2014 £	Cash flow £	Other non-cash changes £	30 November 2015 £
	Net cash				
	Cash at bank and in hand	318,306	238,119	-	556,425
	Debts falling due within one year	(702,127)	131,500	-	(570,627)
	Debts falling due after one year	(6,726,088)	259,909	-	(6,466,179)
		(7,428,215)	391,409	-	(7,036,806)
	Net debt	(7,109,909)	629,528	-	(6,480,381)
21	Reconciliation of net cash flow to movement in net debt			2015 £	2014 £
	Increase in cash in the year			238,119	4,903
	Cash outflow from decrease in debt			391,409	663,849
	Movement in net debt in the year			629,528	668,752
	Opening net debt			(7,109,909)	(7,778,661)
	Closing net debt			(6,480,381)	(7,109,909)

MACNEIL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 NOVEMBER 2015

22 Related party relationships and transactions

Group

At 30 November 2015 the group was owed £638,607 by Macneil UB40 Limited (2014 £590,021) During the year, the group charged interest of £13,381 on this balance (2014 £14,825)

At 30 November 2015 the group was owed £15,835 by Macneil Zenz House Limited (2014 £19,151) During the year, the group charged interest of £112 on this balance (2013 £297)

At 30 November 2015 the group was owed £112,279 by Macneil Devdas Limited (2014 £97,467) During the year, the group charged interest of £2,257 on this balance (2014 £1,846)

At 30 November 2015 the group was owed £112,723 by Water Hole Limited (2014 £28,828) During the year, the group charged interest of £1,511 on this balance (2014 £106)

At 30 November 2015 the group was owed £37,735 by Lukka Properties Limited (2014 £77,588) During the year, the group charged interest of £1,212 on this balance (2014 £1,692)

At 30 November 2015 the group owed £474,830 to Oakley Wood Limited (2014 £457,746) During the year, the group was charged interest of £10,341 on this balance (2014 £10,096)

At 30 November 2015 the group owed £769,342 to Macneil Bootsey Brogan Limited (2014 £919,972) During the year, the group was charged interest of £20,164 on this balance (2014 £20,688)

At 30 November 2015 the group owed £2,219,640 to Acorn Lodge Limited (2014 £685,134) During the year, the group was charged interest of £26,328 on this balance (2014 £11,509) and was charged management fees of £nil by Acorn Lodge Limited (2014 £4,201)

At 30 November 2015 the group owed £1,552,201 to Topcare Limited (2014 £799,116) During the year, the group was charged interest of £24,127 on this balance (2014 £17,532)

At 30 November 2015 the group owed £2,527,962 to Lukka Care Homes Limited (2014 £1,267,403) During the year, the group was charged interest of £35,559 on this balance (2014 £27,890)

All of the above companies are related parties by virtue of the significant interest in the share capital of each by Mr N J Lukka, the director, and the balances arose from loans made to/received from the above companies

At 30 November 2015 the group owed £68,067 to Mr N J Lukka (2014 £102,828) During the year Mr N J Lukka also received a dividend of £nil (2014 £55,080) from the company

23 Controlling parties

The ultimate controlling party is Mr N J Lukka, by virtue of his shareholding