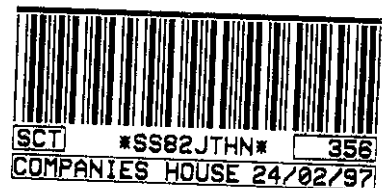


MUIRFIELD NURSING HOME LIMITED
Company Number: SC106708

**ABBREVIATED ANNUAL REPORT
FOR THE YEAR ENDED 30 APRIL 1996**



Springfords
CHARTERED ACCOUNTANTS

A handwritten signature in black ink is located to the right of the Springfords logo. The signature is stylized and appears to be a cursive name.

REPORT TO THE DIRECTORS OF MUIRFIELD NURSING HOME LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 4, together with the full accounts of Muirfield Nursing Home Limited for the year ended 30 April 1996. The scope of our work for the purposes of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 3 and whether the abbreviated accounts have been properly prepared from the full accounts.

In our opinion, the company is entitled to the exemptions claimed in the director's statement on page 3 and the abbreviated accounts have been properly prepared in accordance with Schedule 8 to the Companies Act 1985.

On 19 February 1997, as auditors of Muirfield Nursing Home Limited, we reported to the members on the full accounts prepared under Section 226 of the Companies Act 1985 for the year ended 30 April 1996 and our audit report was as follows:-

"We have audited the financial statements on pages 5 to 12 which have been prepared under the accounting policies set out on page 8.

Respective responsibilities of directors and auditors

As described on page 3, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those 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 made 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 error or other irregularity. 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 April 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985."



James Perman & Company
Registered Auditor
Chartered Accountants

2 Bellman's Close
Largs
Ayrshire
KA30 8AP

19 February 1997

MUIRFIELD NURSING HOME LIMITED

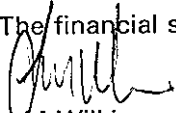
ABBREVIATED BALANCE SHEET

AS AT 30 APRIL 1996

	Notes	1996 £	1995 £
FIXED ASSETS			
Tangible assets	2	1,016,751	1,009,596
Loan to related company		100,000	-
CURRENT ASSETS			
Stocks		1,200	1,200
Debtors		73,377	43,479
		<u>74,577</u>	<u>44,679</u>
CREDITORS: amounts falling due within one year		(375,247)	(268,947)
NET CURRENT LIABILITIES		<u>(300,670)</u>	<u>(224,268)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		816,081	785,328
CREDITORS: amounts falling due after more than one year		(333,330)	(399,998)
		<u>482,751</u>	<u>385,330</u>
CAPITAL AND RESERVES			
Called up share capital	3	400	400
Revaluation reserve		376,910	376,910
Profit and loss account		105,441	8,020
TOTAL SHAREHOLDERS' FUNDS		<u>482,751</u>	<u>385,330</u>

In the preparation of the company's abbreviated accounts, the directors have taken advantage of the exemptions conferred by Part III of Schedule 8 to the Companies Act 1985, and have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions as a small company as specified by Sections 246 and 247.

The financial statements were approved by the board of directors on 18 February 1997.


J M Wilkie
Director


C B Wilkie
Director

MUIRFIELD NURSING HOME LIMITED

NOTES ON THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 1996

1 ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards in the United Kingdom.

A summary of the more important accounting policies, which have been consistently applied, is set out below.

Cash flow

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it is entitled to the exemptions available in Sections 246 to 247 of the Companies Act 1985 for small companies.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows:

Freehold land	
Freehold buildings	Nil
Motor vehicles	25% reducing balance
Fixtures and fittings	25% reducing balance

The company adopts a policy to maintain its properties to a high standard and their useful economic lives and residual values are such that depreciation would not be material.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

Deferred taxation

Deferred taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

MUIRFIELD NURSING HOME LIMITED

NOTES ON THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 1996

2 TANGIBLE FIXED ASSETS

	Total £
Cost or valuation	
1 May 1995	1,134,837
Additions	<u>12,474</u>
30 April 1996	<u>1,147,311</u>
Depreciation	
1 May 1995	125,241
Charge for year	<u>5,319</u>
30 April 1996	<u>130,560</u>
Net book amount	
30 April 1996	<u><u>1,016,751</u></u>
1 May 1995	<u><u>1,009,596</u></u>

As stated in note 1 the company adopts a policy to maintain its properties to a high standard. The directors are therefore of the opinion the useful economic lives and residual values of the properties are such that depreciation would not be material.

3 CALLED UP SHARE CAPITAL

CALLED UP SHARE CAPITAL				
		1996		1995
	No of shares	£	No of shares	£
Authorised:-				
£1 Ordinary shares	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Allotted called up and fully paid:-				
£1 Ordinary Shares	<u>400</u>	<u>400</u>	<u>400</u>	<u>400</u>