

Registers

1

# MOORE NURSING HOMES LIMITED

## DIRECTORS' REPORT

2006031

Directors: J G Moore  
E E Moore  
A M Bailey

Secretary: J Woolley

Registered office: Byecross House, Georgeham, Braunton, Devon

The directors present their report for the year ended 31 March 1989.

## ACCOUNTS AND DIVIDENDS

The directors present the audited accounts of the company for the year ended 31 March 1989. The loss for the year attributable to shareholders amounts to £369,808 and is dealt with as shown in the profit and loss account.

The directors do not recommend the payment of a dividend.

## PRINCIPAL ACTIVITIES

The principal activity of the company consists of the ownership and management of nursing homes.

## FIXED ASSETS

Additions and disposals during the year are detailed in Note 8 to the accounts. In the directors' opinion the existing use open market value of the freehold property is in excess of cost shown in the balance sheet but in the absence of a formal valuation are unable to state by how much.

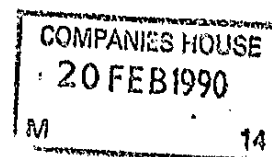
## REVIEW OF FUTURE DEVELOPMENTS

The directors are pleased to have been able to open an additional home in Taunton during the year and construction at Truro of a third purpose-built nursing home is well under way.

## DIRECTORS

The directors of the company during the year ended 31 March 1989 were those listed above.

Ernst & Young



## MOORE NURSING HOMES LIMITED

## DIRECTORS' REPORT (Continued)

## DIRECTORS' INTERESTS

According to the register maintained as required under the Companies Act, the directors' interests in the ordinary share capital of the company were as follows:-

	At 31.3.88 £	At 31.3.89 £
J G Moore	75	7,500
E E Moore	20	2,000
A M Bailey	5	500
	<hr/> £100	<hr/> £10,000

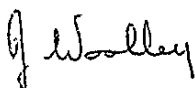
There have been no changes since 31 March 1989.

## AUDITORS

Ernst & Whinney merged their practice with Arthur Young on September 1, 1989 and now practice in the name of Ernst & Young. Accordingly they have signed the audit report in their new name. Ernst & Young have expressed their willingness to continue in office as auditors and a resolution proposing their re-appointment will be submitted at the annual general meeting.

By order of the board

J WOOLLEY



Secretary

January 10, 1990

Ernst & Young

REPORT OF THE AUDITORS TO THE MEMBERS OF  
MOORE NURSING HOMES LIMITED

We have audited the accounts set out on pages 4 to 11 in accordance with Auditing Standards.

In our opinion the accounts give a true and fair view of the state of affairs of the company at March 31, 1989 and of its loss and source and application of funds for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

ERNST & YOUNG

ERNST & YOUNG

Chartered Accountants

Barnstaple

January 10, 1990

## MOORE NURSING HOMES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED  
31 MARCH 1989

	Note	1989 £	1988 £
TURNOVER	2	758,370	189,201
OPERATING COSTS	3	767,914	171,341
OPERATING (LOSS)/PROFIT	4	(9,544)	17,860
Interest payable and similar charges	5	426,264	53,813
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		(435,808)	(35,953)
Taxation	6	66,000	8,000
RETAINED LOSS FOR THE YEAR		<u>£(369,808)</u>	<u>£(27,953)</u>

## PROFIT AND LOSS ACCOUNT

At 31 March 1988 - deficit  
Retained loss for the year

(27,953)  
(369,808)

-  
(27,953)

At 31 March 1989 - deficit

£(397,761)

£(27,953)

## MOORE NURSING HOMES LIMITED

## BALANCE SHEET - 31 MARCH 1989

	Note	1989 £	1988 £
<b>FIXED ASSETS</b>			
Tangible assets	8	3,362,293	2,427,103
Investments	11	2,696,411	636,761
Investment in subsidiary	21	1,000	-
		<u>6,059,704</u>	<u>3,063,864</u>
<b>CURRENT ASSETS</b>			
Investments	7	239,425	-
Stocks	9	26,521	13,176
Debtors	10	60,007	58,026
Cash		672	6
		<u>326,625</u>	<u>71,208</u>
<b>CREDITORS - amounts falling due within one year</b>			
Trade and other creditors	12	199,369	60,626
Bank loan and overdraft	13	2,464,641	1,929,843
		<u>2,664,010</u>	<u>1,990,469</u>
<b>NET CURRENT LIABILITIES</b>		<u>(2,337,385)</u>	<u>(1,919,261)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>3,722,319</u>	<u>1,144,603</u>
<b>CREDITORS - amounts falling due after more than one year</b>			
	14	3,003,624	-
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>	16	-	66,000
<b>TOTAL ASSETS LESS LIABILITIES</b>		<u>£718,695</u>	<u>£1,078,603</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	15	10,000	100
Capital reserve	17	1,106,456	1,106,456
Profit and loss account - deficit		(397,761)	(27,953)
		<u>£718,695</u>	<u>£1,078,603</u>

J G MOORE

E E MOORE

A M BAILEY

Directors

January 10, 1990

Ernst &amp; Young

## MOORE NURSING HOMES LIMITED

STATEMENT OF SOURCE AND APPLICATION OF FUNDS  
FOR THE YEAR ENDED 31 MARCH 1989

	1989 £	1988 £
<b>SOURCES OF FUNDS</b>		
<b>FROM OPERATIONS</b>		
Loss before taxation	(435,808)	(35,953)
Items not involving the movement of funds:		
Depreciation and amounts written off fixed assets	168,147	24,314
Surplus on disposal of fixed assets	(5,296)	(3,276)
Total absorbed by operations	(272,957)	(14,915)
<b>FUNDS FROM OTHER SOURCES</b>		
Issue of share capital	9,900	-
Proceeds on disposal of fixed assets	48,006	15,300
Capital reserve	-	1,106,456
Deferred taxation provision	-	74,000
TOTAL SOURCES OF FUNDS	(214,951)	1,180,841
<b>FUNDS APPLIED</b>		
Acquisition of subsidiary	1,000	-
Investment in fixed assets	3,205,797	2,923,289
DECREASE IN WORKING CAPITAL	£(3,421,748)	£(1,742,448)
<b>Arising from movements in:-</b>		
Short term investments	239,425	-
Stocks	13,345	13,176
Debtors	1,981	57,926
Trade and other creditors	(142,367)	116,287
Liquid funds	(3,534,132)	(1,929,837)
	£(3,421,748)	£(1,742,448)

## MOORE NURSING HOMES LIMITED

NOTES ON THE ACCOUNTS - 31 MARCH 1989

## 1 ACCOUNTING POLICIES

## (a) Accounting convention

The accounts are prepared under the historical cost convention.

## (b) Depreciation

The cost of fixed assets is depreciated over the expected useful lives of the assets as follows:

Freehold property	-	2% of cost in equal annual amounts
Motor vehicles	-	25% of net book value
Fixtures, fittings plant and equipment	-	10% of net book value

## (c) Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for any obsolete items.

## (d) Deferred taxation

Provision is made for deferred taxation, using the liability method, on short term timing differences and all other material timing differences which are not expected to continue in the future.

## 2 TURNOVER

Turnover relates to the income received from residents of the company's nursing homes.

## 3 OPERATING COSTS

	1989 £	1988 £
Increase in stocks	13,345	13,176
Consumables	63,108	11,608
Staff costs - wages and salaries	553,039	98,677
- social security costs	46,065	8,071
Depreciation	148,147	24,314
Other operating charges	119,028	15,495
Exceptional item (note 7)	(174,818)	-
	<u>£767,914</u>	<u>£171,341</u>

Staff costs include remuneration to the directors of £104,000, excluding employer's national insurance contributions.

## MOORE NURSING HOMES LIMITED

## NOTES ON THE ACCOUNTS - 31 MARCH 1989 (Continued)

4	OPERATING (LOSS)/PROFIT is stated after charging/(crediting)	1989 £	1988 £
	Depreciation of tangible fixed assets	148,147	24,314
	Auditors' remuneration	3,000	1,500
	Directors' remuneration and N.I.	114,604	6,329
	Surplus on disposal of fixed assets	(5,296)	(3,276)

5	INTEREST PAYABLE AND SIMILAR CHARGES	1989 £	1988 £
	Bank loan and overdraft		
	- repayable within 5 years	425,876	52,416
	Hire purchase	388	1,397
		<u>£426,264</u>	<u>£53,813</u>

6	TAXATION	1989 £	1988 £
	The credit based on the results for the year comprises:-		
	UK Corporation tax		
	Deferred	<u>£66,000</u>	<u>£8,000</u>

## 7 EXCEPTIONAL ITEM

The credit to the profit and loss account represents the surplus on disposal of two of four houses which were built during the year on excess land at the nursing home site in Taunton. The houses were constructed for the company by Georgeham Building Company Ltd, a company controlled by J G and E E Moore. The remaining two houses are shown as current asset investments on the balance sheet and are held pending disposal.



## MOORE NURSING HOMES LIMITED

## NOTES ON THE ACCOUNTS - 31 MARCH 1989 (Continued)

## 8 TANGIBLE FIXED ASSETS

Cost	Freehold Property £	Motor Vehicles £	Fixtures Fittings, Plant and Equipment £	Total £
At 31 March 1988	1,854,185	78,671	631,776	2,564,632
Additions during the year	445,939	84,245	615,963	1,146,147
Disposals and transfers	(20,000)	(52,699)	-	(72,699)
At 31 March 1989	<u>2,280,124</u>	<u>110,217</u>	<u>1,247,739</u>	<u>3,638,080</u>
Depreciation				
At 31 March 1988	7,000	19,086	111,443	137,529
Charge for year	9,238	25,280	113,629	148,147
Disposals	-	(9,889)	-	(9,889)
At 31 March 1989	<u>16,238</u>	<u>34,477</u>	<u>225,072</u>	<u>275,787</u>
Net book amounts at 31 March 1988	<u>£1,847,185</u>	<u>£59,585</u>	<u>£520,333</u>	<u>£2,427,103</u>
Net book amounts at 31 March 1989	<u>£2,263,886</u>	<u>£75,740</u>	<u>£1,022,667</u>	<u>£3,362,293</u>

## 9 STOCKS

In the opinion of the directors the replacement cost of stocks is approximately equal to the balance sheet value.

10 DEBTORS	1989 £	1988 £
Due within one year:		
Trade debtors	52,008	25,743
Prepayments and accrued income	7,999	32,283
	<u>£60,007</u>	<u>£58,026</u>

## MOORE NURSING HOMES LIMITED

## NOTES ON THE ACCOUNTS - 31 MARCH 1989 (Continued)

11	FIXED ASSET INVESTMENTS	1989 £	1988 £
	Georgeham Building Company Limited	<u>£2,696,411</u>	<u>£636,761</u>

Funds have been advanced to the above company in respect of stage payments on the construction of a nursing home, in Taunton, on land owned by Moore Nursing Homes Limited. J G and E E Moore are the controlling shareholders of Georgeham Building Company Limited. The nursing home began trading in February 1989, and when the total costs are established they will be transferred to tangible fixed assets.

12	TRADE AND OTHER CREDITORS	1989 £	1988 £
	Due within one year:		
	Trade creditors	8,776	4,377
	Other taxation and Social Security	54,477	11,169
	Accruals and deferred income	135,116	45,080
	Other creditors	1,000	-
		<u>£199,369</u>	<u>£60,626</u>

## 13 BANK LOAN AND OVERDRAFT

The bank loan and overdraft are secured by a debenture over the company's assets and by a mortgage over the freehold property together with personal guarantees from the directors.

14	CREDITORS - amounts falling due after more than one year	1989 £	1988 £
	Bank loan repayable 1 June 1992	3,000,000	-
	Hire purchase	3,624	-
		<u>£3,003,624</u>	<u>£-</u>

15	CALLED UP SHARE CAPITAL	1989 £	1988 £
	Authorised Ordinary shares of £1 each	<u>£10,000</u>	<u>£10,000</u>
	Issued and fully paid Ordinary shares of £1 each	<u>£10,000</u>	<u>£100</u>

During the year a further 9,900 shares were issued.

## MOORE NURSING HOMES LIMITED

## NOTES ON THE ACCOUNTS - 31 MARCH 1989 (Continued)

16	PROVISIONS FOR LIABILITIES AND CHARGES	1989	1988
	Deferred taxation (@ 25%/35%)	£	£
	Accelerated capital allowances	22,164	75,800
	Losses	(22,164)	(9,800)
		<u>£Nil</u>	<u>£66,000</u>

## 17 CAPITAL RESERVE

The capital reserve represents the excess of the net book value of net assets transferred, excluding any goodwill over the nominal value of shares issued to J G & E E Moore at 1 January 1988.

## 18 EMPLOYEES

The average number of employees including the full time working directors in each week in the year was 101. (1988 - 86)

## 19 CONTINGENT LIABILITIES

The directors are not aware of any contingent liabilities at the balance sheet date.

## 20 CAPITAL COMMITMENTS

The directors have authorised and committed capital expenditure in respect of the construction of a nursing home in Truro. The eventual total of this expenditure will be approximately £3,750,000.

## 21 SUBSIDIARY COMPANY

On 23 February 1989 a wholly owned subsidiary company, Brookdot Limited, was formed. Brookdot Limited did not trade during the period from its incorporation to 31 March 1989.

Cost of investment:  
1,000 Ordinary £1 shares

£1,000