

Registrar

LITEAPPLIANCE LIMITED

FINANCIAL STATEMENTS

31 MARCH 1996

Registered number: 2469962

DUNCAN BOXWELL & COMPANY

CHARTERED ACCOUNTANTS

Neston



LITEAPPLIANCE LIMITED

DIRECTORS' REPORT

31 March 1996

The directors present their report and the financial statements for the year ended 31 March 1996.

Principal activity

The principal activity of the company during the year continued to be that of the provision of nursing and residential care for the elderly.

Directors

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows

	31 March 1996 Ordinary shares	1 April 1995 Ordinary shares
J O Gow	150	150
R O Addis	150	150

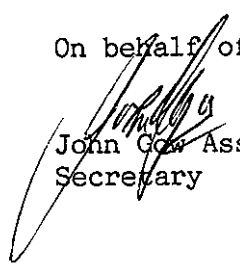
Reporting Accountants

The directors consider that for the year ended 31 March 1996 the company was entitled to exemption from a statutory audit under section 249A of the Companies Act 1985. Under the provisions of the Act, the directors have appointed Duncan Boxwell & Company as Reporting Accountants. Their report is shown on page 3 of the financial statements.

Small company exemptions

Advantage has been taken in the preparation of this report of special exemptions applicable to small companies provided by Part II of Schedule 8 to the Companies Act 1985.

On behalf of the board


John Gow Associates
Secretary

Springfield House
Chester Road
Bretton
Chester CH4 0DH

29 January 1997

LITEAPPLIANCE LIMITED

ACCOUNTANTS' REPORT

Accountants' report to the members
on the unaudited financial statements of
Liteappliance Limited

We report on the financial statements for the year ended 31 March 1996 set out on pages 4 to 9.

Respective responsibilities of directors and reporting accountants
As described on page 5 the company's directors are responsible for the preparation of the financial statements, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

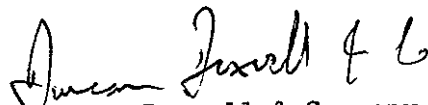
Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the financial statements are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the financial statements for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).

Neston
29 January 1997


Duncan Boxwell & Company
Reporting Accountants

LITEAPPLIANCE LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 31 March 1996

	Note	1996 £	1995 £
Turnover	2	187,145	233,094
Cost of sales		(124,432)	(181,170)
Gross profit		62,713	51,924
Net operating expenses			
Administrative expenses		(40,354)	(48,896)
Operating profit	3	22,359	3,028
Interest payable	4	(28,652)	(23,948)
Loss on ordinary activities before taxation		(6,293)	(20,920)
Taxation		-	-
Loss on ordinary activities after taxation		(6,293)	(20,920)
retained for the year	12		

Movements in reserves are shown in note 12.

None of the company's activities were acquired or discontinued during the above two financial years.

There are no recognised gains and losses in 1996 or 1995 other than the loss for the year.

LITEAPPLIANCE LIMITED

BALANCE SHEET

at 31 March 1996

	Note	£	1996 £	£	1995 £
Fixed assets					
Tangible assets	5		283,755		281,535
Current assets					
Debtors	6	230		493	
Cash at bank and in hand		11,043		-	
			11,273		493
Creditors: amounts falling due within one year	7	(104,156)		(109,205)	
Net current liabilities			(92,883)		(108,712)
Total assets less current liabilities			190,872		172,823
Creditors: amounts falling due after more than one year	8		(260,516)		(236,175)
			(69,644)		(63,352)
Capital and reserves					
Called up share capital	11		300		300
Profit and loss account	12		(69,944)		(63,652)
Total shareholders' funds	10		(69,644)		(63,352)

continued

LITEAPPLIANCE LIMITED

BALANCE SHEET
(continued)

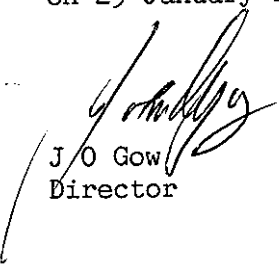
at 31 March 1996

The directors consider that for the year ended 31 March 1996 the company was entitled to exemption under subsection 2 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

The directors have taken advantage in the preparation of these financial statements of special exemptions provided by Part I of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

The financial statements on pages 4 to 9 were approved by the board of directors on 29 January 1997.



J/O Gow
Director

LITEAPPLIANCE LIMITED
NOTES ON FINANCIAL STATEMENTS

31 March 1996

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

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:

Fixtures and fittings & equipment	15%
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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.

2 Turnover

Turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities stated net of value added tax.

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK. (1995 nil)

3 Operating profit

	1996 £	1995 £
Operating profit is stated after charging		
Depreciation of tangible fixed assets (note 5)		
owned assets	1,944	1,786

4 Interest payable

	1996 £	1995 £
Interest payable	28,652	23,948

LITEAPPLIANCE LIMITED

NOTES ON FINANCIAL STATEMENTS

31 March 1996

5 Tangible fixed assets

	Land and Buildings £	Plant and Machinery etc £	Total £
Cost or valuation			
1 April 1995	274,273	11,953	286,226
Additions	4,164	-	4,164
	<hr/>	<hr/>	<hr/>
31 March 1996	278,437	11,953	290,390
	<hr/>	<hr/>	<hr/>
Depreciation			
1 April 1995	-	4,691	4,691
Charge for year	-	1,944	1,944
	<hr/>	<hr/>	<hr/>
31 March 1996	-	6,635	6,635
	<hr/>	<hr/>	<hr/>
Net book amount			
31 March 1996	278,437	5,318	283,755
	<hr/>	<hr/>	<hr/>
1 April 1995	274,273	7,262	281,535
	<hr/>	<hr/>	<hr/>

6 Debtors

	1996 £	1995 £
Amounts falling due within one year		
Trade debtors	230	(2,680)
Other debtors	-	3,173
	<hr/>	<hr/>
	230	493
	<hr/>	<hr/>

7 Creditors: amounts falling due within one year

	1996 £	1995 £
Bank loans	37,980	37,980
Bank overdraft	6,400	10,001
Trade creditors	11,535	14,395
Other taxation and social security	43,913	32,241
Other Creditors	4,328	14,588
	<hr/>	<hr/>
	104,156	109,205
	<hr/>	<hr/>

Details of bank security etc. are given in note 8 to the financial statements.

LITEAPPLIANCE LIMITED
NOTES ON FINANCIAL STATEMENTS

31 March 1996

8 Creditors: amounts falling due
after more than one year

	1996 £	1995 £
Bank loans	260,516	226,220
Other creditors	-	9,955
	<u>260,516</u>	<u>236,175</u>

Maturity of debt included above

In one year or less, or on demand	37,980	37,980
Between one and two years	75,960	75,960
Between two and five years	113,940	113,940
In five years or more	70,616	46,275
	<u>298,496</u>	<u>274,155</u>

Creditors other than finance lease
and hire purchase contracts

Amounts falling due after more than five years	<u>70,616</u>	<u>46,275</u>
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As security for all borrowings the company's bankers hold a first legal charge over the company's freehold property, limited personal guarantees from the directors and assignments over certain life policies.

From March 1996 the bank borrowings became repayable at £3,165 per month with interest chargeable at 3.5% per annum over the bank's base rate subject to a minimum rate of 7.5% per annum.

These facilities were confirmed as renewed on 28 January 1997.

9 Going concern

The financial statements have been prepared on a going concern basis. On the basis of the continuing facilities as explained in note 8 and the continuing improvement in the company's trading performance the directors consider the going concern basis of accounting to be appropriate.

LITEAPPLIANCE LIMITED

NOTES ON FINANCIAL STATEMENTS

31 March 1996

10 Reconciliation of movements in shareholders' funds

	1996 £	1995 £
Loss for the financial year representing a Net subtraction from shareholders' funds	(6,293)	(20,920)
Opening shareholders' funds	(63,351)	(42,432)
Closing shareholders' funds	<u>(69,644)</u>	<u>(63,352)</u>

11 Called up share capital

	1996		1995	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares	<u>1,000</u>	<u>1</u>	<u>1,000</u>	<u>1</u>
Allotted called up and fully paid				
Ordinary shares	<u>300</u>	<u>300</u>	<u>300</u>	<u>300</u>

12 Profit and loss account

	1996 £
1 April 1995	(63,651)
Retained loss for the year	<u>(6,293)</u>
31 March 1996	<u>(69,944)</u>