

SC 128043.

THE LAWSON MUIRHEAD HOME LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1995

C



W D Johnston & Carmichael
Chartered Accountants
22 Carden Place
Aberdeen
AB1 1UQ

THE LAWSON MUIRHEAD HOME LIMITED

DIRECTORS

Charles Lawson
Mary Lawson

SECRETARY AND REGISTERED OFFICE

Charles Lawson
Muirhead House
Muir of Fowlis
Alford
Aberdeenshire
AB3 8NU

AUDITORS

W D Johnston & Carmichael
22 Carden Place
Aberdeen
AB1 1UQ

BANKERS

Clydesdale Bank plc
49 Main Street
Alford
Aberdeenshire
AB3 80X

SOLICITORS

Messrs Smith & Sutherland
Anderson House
Rose Street/Thistle Street
Aberdeen
AB1 1UA

Registered in Scotland Number 128043

AUDITORS' REPORT TO THE DIRECTORS OF LAWSON MUIRHEAD HOME LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated financial statements set out on pages 3 to 7, together with the annual financial statements of the company prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1995.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page 4 and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

BASIS OF OPINION

We have carried out the procedures we considered necessary to confirm by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

OPINION

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 December 1995 and the abbreviated accounts on pages 4 to 7 have been properly prepared in accordance with that Schedule.

OTHER INFORMATION

On 27 March 1996 we reported as auditors of The Lawson Muirhead Home Limited to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1995 and our audit report was as follows:-

" We have audited the financial statements on pages 4 to 11.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2, 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 financial statements and to report our opinion to you.

BASIS OF OPINION

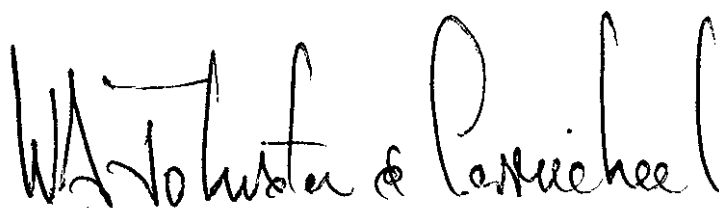
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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 other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

AUDITORS' REPORT TO THE DIRECTORS OF LAWSON MUIRHEAD HOME LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985 (continued)

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 1995 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 as applicable to small companies."

A handwritten signature in dark ink, appearing to read 'W D Johnston & Carmichael', written in a cursive style.

27 March 1996
ABERDEEN

W D JOHNSTON & CARMICHAEL CA
Registered Auditors

THE LAWSON MUIRHEAD HOME LIMITED

ABBREVIATED BALANCE SHEET
AS AT 31 DECEMBER 1995

	<u>Notes</u>	<u>1995</u> £	<u>1994</u> £
FIXED ASSETS			
Intangible assets	2	8,436	10,124
Tangible assets	2	453,979	444,953
		<hr/>	<hr/>
		462,415	455,077
		<hr/>	<hr/>
CURRENT ASSETS			
Stocks		572	556
Debtors		12,912	16,803
Cash at bank and in hand		144	144
		<hr/>	<hr/>
		13,628	17,503
CREDITORS: amounts falling due within one year	3	(52,120)	(57,675)
		<hr/>	<hr/>
NET CURRENT LIABILITIES		(38,492)	(40,172)
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		423,923	414,905
CREDITORS: amounts falling due after more than one year	3	(260,002)	(286,002)
		<hr/>	<hr/>
PROVISION FOR LIABILITIES AND CHARGES		(3,327)	(2,731)
		<hr/>	<hr/>
NET ASSETS		160,594	126,172
		<hr/>	<hr/>
CAPITAL AND RESERVES			
Called up share capital	5	30,000	30,000
Profit and loss account		130,594	96,172
		<hr/>	<hr/>
EQUITY SHAREHOLDERS' FUNDS		160,594	126,172
		<hr/>	<hr/>

The directors have taken advantage of 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 those exemptions as a small company.

The directors have taken advantage of special exemptions conferred by Part I of Schedule 8 of the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is entitled to those exemptions as a small company.

The financial statements were approved by the board on 27 March 1996.

CHARLES LAWSON



Director

MARY LAWSON



Director

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1995

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered to be material to the financial statements in both the current and preceding year.

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention. They have been prepared in accordance with applicable accounting standards.

CASH FLOW STATEMENT

The financial statements do not include a cash flow statement because the company, as a small company, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".

DEPRECIATION

Depreciation is provided on all tangible fixed assets, except freehold property, at rates calculated to write off the cost less estimated residual value, of each asset over its expected useful life as follows:

Fixtures and fittings	-	10% reducing balance
Motor vehicles	-	20% reducing balance

Freehold property has not been depreciated. While the non-depreciation of property does not comply with Statement of Standard Accounting Practice No.12, the directors are of the opinion that because the market value of the property exceeds its net book value and the property is fully maintained, it is therefore not appropriate to depreciate the property.

GOODWILL

Purchased goodwill is being amortised evenly over its estimated economic life of 10 years in accordance with Statement of Standard Accounting Practice No.22.

STOCKS

Stock is stated at the lower of cost and net realisable value. Cost comprises the invoiced price of goods and materials purchased.

DEFERRED TAXATION

Deferred taxation is provided under the liability method at current rates of taxation for all short term timing differences. Provision is also made for long term timing differences except those which are not expected to reverse in the foreseeable future.

TURNOVER

Turnover consists of the value of goods and services supplied in the year. The turnover and pre-tax profit is attributable to one activity and no geographical analysis of turnover is considered appropriate.

PENSIONS

The company operates a defined contribution pension scheme for the directors, whereby contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

THE LAWSON MUIRHEAD HOME LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1995

2 Fixed assets

	<u>Intangible assets</u> £	<u>Tangible assets</u> £
COST		
At 31 December 1994	16,876	455,498
Additions	-	13,330
	<hr/>	<hr/>
At 31 December 1995	16,876	468,828
	<hr/>	<hr/>
DEPRECIATION		
At 31 December 1994	6,752	10,545
Charge for year	1,688	4,304
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At 31 December 1995	8,440	14,849
	<hr/>	<hr/>
NET BOOK VALUE		
At 31 December 1995	8,436	453,979
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3 Creditors

	<u>1995</u> £	<u>1994</u> £
The following amounts are included under creditors:		
Bank overdraft (secured)	(3,083)	(13,447)
Loan from bank (secured) (Note 4)	(256,000)	(272,000)
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	(259,083)	(285,447)
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4 Loans

	<u>1995</u> £	<u>1994</u> £
Repayable by instalments		
Within five years	(80,000)	(80,000)
After five years	(176,000)	(192,000)
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	(256,000)	(272,000)
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THE LAWSON MUIRHEAD HOME LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 1995

5 Share capital

	<u>1995</u> £	<u>1994</u> £
Authorised 30,000 ordinary shares of £1 each	30,000	30,000
Issued and fully paid 30,000 ordinary shares of £1 each	30,000	30,000