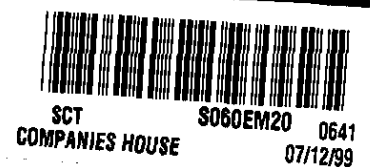


BALMORAL NURSING HOMES LIMITED

ABBREVIATED ACCOUNTS

30 JUNE 1999

RITSON SMITH
Chartered Accountants
16 Carden Place
Aberdeen
AB10 1FX



BALMORAL NURSING HOMES LIMITED

ABBREVIATED BALANCE SHEET

30 JUNE 1999

	Note	1999	1998
		£	£
FIXED ASSETS	2		
Tangible assets		1,956,015	2,815,525
CURRENT ASSETS			
Stocks		1,103	450
Debtors		42,265	8,117
		<u>43,368</u>	<u>8,567</u>
CREDITORS: Amounts falling due within one year	3	<u>(640,049)</u>	<u>(2,688,669)</u>
NET CURRENT LIABILITIES		<u>(596,681)</u>	<u>(2,680,102)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,359,334	135,423
PROVISIONS FOR LIABILITIES AND CHARGES		<u>(3,867)</u>	<u>(3,702)</u>
		<u>1,355,467</u>	<u>131,721</u>
CAPITAL AND RESERVES			
Called-up equity share capital	4	1,018,729	2
Profit and loss account		336,738	131,719
SHAREHOLDERS' FUNDS		<u>1,355,467</u>	<u>131,721</u>

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts 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 accounts, so far as applicable to the company.

The balance sheet continues on the following page.

The notes on pages 3 to 5 form part of these accounts.

BALMORAL NURSING HOMES LIMITED

ABBREVIATED BALANCE SHEET *(continued)*

30 JUNE 1999

These accounts have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 1999).

These accounts were approved by the directors on the3/12/99....., and are signed on their behalf by:

A W SCOTT

Director



The notes on pages 3 to 5 form part of these accounts.

BALMORAL NURSING HOMES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 JUNE 1999

1. ACCOUNTING POLICIES

Basis of accounting

The accounts have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 1999).

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Heritable property	- 2% straight line
Fixtures and fittings	- 15% reducing balance
Motor vehicles	- 25% reducing balance

Stocks

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

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

BALMORAL NURSING HOMES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 JUNE 1999

2. FIXED ASSETS

	Tangible Fixed Assets £
COST	
At 1 July 1998	2,893,036
Additions	339,907
Disposals	(1,176,473)
At 30 June 1999	<u>2,056,470</u>
DEPRECIATION	
At 1 July 1998	77,511
Charge for year	60,401
On disposals	(37,457)
At 30 June 1999	<u>100,455</u>
NET BOOK VALUE	
At 30 June 1999	<u>1,956,015</u>
At 30 June 1998	<u>2,815,525</u>

3. CREDITORS: Amounts falling due within one year

The following liabilities disclosed under creditors falling due within one year are secured by the company:

	1999 £	1998 £
Bank loans and overdrafts	<u>492,501</u>	<u>1,267,243</u>

4. SHARE CAPITAL

Authorised share capital:

	1999 £	1998 £
1,050,000 Ordinary shares of £1 each	<u>1,050,000</u>	<u>1,000,000</u>

BALMORAL NURSING HOMES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 30 JUNE 1999

4. SHARE CAPITAL *(continued)*

Allotted, called up and fully paid:

	1999	1998
	£	£
Ordinary share capital brought forward	2	2
Issue of ordinary shares	1,018,727	-
	<u>1,018,729</u>	<u>2</u>

During the year £1,018,727 of £1 Ordinary Shares were issued at par.