

HIGHWAY (BURNLEY) LIMITED
Directors' Report and Financial Statements
for the year 30 November 2000

Registered number: 2693859



LANGLEY STUTTARD & CO
REGISTERED AUDITOR
Lancashire

HIGHWAY (BURNLEY) LIMITED

FINANCIAL STATEMENTS

for the year ended 30 November 2000

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The following pages do not form part of the statutory accounts

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HIGHWAY (BURNLEY) LIMITED**COMPANY INFORMATION****30 November 2000**

INCORPORATED	In England on 5 March 1992
NUMBER	2693859
CHAIRMAN	Mr B J Christopher
OTHER DIRECTORS	B R Christopher RRE Christopher P Newham (appointed 20 April 2000)
SECRETARY	Mr RRE Christopher
REGISTERED OFFICE	11 Acresbrook Road Higham Burnley Lancashire BB12 9BY
BANKERS	Barclays Bank PLC 72-78 St. James Street Burnley Lancashire
AUDITORS	Langley Stuttard & Co Chartered Accountants 66 Bank Parade Burnley Lancashire BB11 1EE

HIGHWAY (BURNLEY) LIMITED

DIRECTORS' REPORT

30 November 2000

The directors present their report and the audited financial statements for the year ended 30 November 2000.

Principal activity

The principal activity of the company is that of the supply of care facilities to the mentally disadvantaged.

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:

	30 November 2000 Ordinary shares	1 December 1999 Ordinary shares
B J Christopher	-	-
B R Christopher	-	-
R R E Christopher	-	-
P Newham (appointed 20 April 2000)	-	-

Mr. B.J. Christopher, Mrs. B.R. Christopher and Mr. R.R.E. Christopher are also directors of the holding company Cranley Limited and their interest in the share capital of that company is disclosed in its financial statement.

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Langley Stuttard & Co be re-appointed as auditors of the company will be put to the Annual General Meeting.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 30.4.01

and signed on its behalf by

R. Christopher

RRE Christopher
Secretary

HIGHWAY (BURNLEY) LIMITED**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the board

B Christopher

Mr B J Christopher
Chairman

30.4.01

HIGHWAY (BURNLEY) LIMITED**AUDITORS' REPORT****Auditors' report to the shareholders of****Highway (Burnley) Limited**

We have audited the financial statements on pages 5 to 11 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000) under the historical cost convention and the accounting policies set out on page 7.

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 November 2000 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Langleys Stuttard & Co
Registered Auditor
Chartered Accountants
66 Bank Parade
Burnley
Lancashire

30 April 2001

HIGHWAY (BURNLEY) LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 30 November 2000

	Note	2000 £	1999 £
Turnover	2	223,532	216,502
Net operating expenses			
Administrative expenses		(210,075)	(251,162)
Operating profit/(loss)	3	13,457	(34,660)
Interest payable		(5,327)	(6,344)
Retained profit/(loss) for the year		8,130	(41,004)
Retained loss brought forward		(58,197)	(17,193)
Retained loss carried forward		(50,067)	(58,197)

The notes on pages 7 - 11 form part of these financial statements

HIGHWAY (BURNLEY) LIMITED

BALANCE SHEET

at 30 November 2000

	Note	2000		1999	
		£	£	£	£
Fixed assets					
Tangible assets	5		33,162		53,404
Current assets					
Debtors	6	57,465		53,090	
Cash at bank and in hand		20		33	
		<u>57,485</u>		<u>53,123</u>	
Creditors: amounts falling due within one year	7	<u>(133,674)</u>		<u>(147,695)</u>	
Net current liabilities			<u>(76,189)</u>		<u>(94,572)</u>
Total assets less current liabilities			<u>(43,027)</u>		<u>(41,168)</u>
Creditors: amounts falling due after more than one year	8		<u>(7,038)</u>		<u>(17,027)</u>
			<u>(50,065)</u>		<u>(58,195)</u>
Capital and reserves					
Called up share capital	9		2		2
Profit and loss account			<u>(50,067)</u>		<u>(58,197)</u>
Total shareholders' funds			<u>(50,065)</u>		<u>(58,195)</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 30.4.01

and signed on its behalf by:

B Christopher

Mr B J Christopher
Director

The notes on pages 7 - 11 form part of these financial statements.

HIGHWAY (BURNLEY) LIMITED

NOTES ON FINANCIAL STATEMENTS

30 November 2000

1 Accounting policies**1.1 Accounting convention**

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

1.2 Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life as follows:

Plant and machinery	25% straight line
Motor vehicles	25% straight line
Fixtures and fittings	25% straight line

1.4 Leases and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce constant periodic rates of charge on the net obligations outstanding in each period.

1.5 Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the directors consider that a liability to taxation is unlikely to materialise.

1.6 Pensions

the company operates a defined contribution scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

HIGHWAY (BURNLEY) LIMITED

NOTES ON FINANCIAL STATEMENTS

30 November 2000

3	Operating profit/(loss)	2000	1999
		£	£
	Operating profit/(loss) is stated after charging:		
	Depreciation of tangible fixed assets		
	- owned assets	14,928	8,222
	- assets on hire purchase	7,330	20,536
	Auditors' remuneration	1,100	1,088
		<u> </u>	<u> </u>
	and after crediting:		
	Profit/(loss) on disposal of tangible fixed assets	<u>5,720</u>	<u>(216)</u>
4	Directors emoluments	2000	1999
		£	£
	Remuneration and other benefits	<u>98,291</u>	<u>97,898</u>

Defined contribution pension scheme

The company operates a defined contribution scheme for the directors. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £6,418 (1999 £22,017). At the Balance Sheet date there were prepaid contributions of £1,250. These are included in Debtors.

HIGHWAY (BURNLEY) LIMITED

NOTES ON FINANCIAL STATEMENTS

30 November 2000

5 Tangible fixed assets	Plant and Machinery etc. £
Cost	
1 December 1999	109,634
Additions	13,458
Disposals	(51,435)
30 November 2000	<u>71,657</u>
Depreciation	
1 December 1999	56,232
Charge for the year	22,258
Disposals	(39,995)
30 November 2000	<u>38,495</u>
Net book amount	
30 November 2000	<u>33,162</u>
30 November 1999	<u>53,404</u>

Included above are assets held under finance leases or hire purchase contracts with a total net book value of £14,831 (1999 £41,832) and a total depreciation charge of £7,330 (1999 £20,536).

6 Debtors	2000 £	1999 £
Amounts falling due within one year		
Trade debtors	842	3,169
Amounts owed by group undertakings	33,179	36,189
Other debtors	371	583
Prepayments and accrued income	23,073	13,149
	<u>57,465</u>	<u>53,090</u>

HIGHWAY (BURNLEY) LIMITED

NOTES ON FINANCIAL STATEMENTS

30 November 2000

7	Creditors: amounts falling due within one year		
		2000	1999
		£	£
	Bank overdraft	26,736	49,718
	Net obligations under finance leases and hire purchase contracts	8,053	17,355
	Amounts owed to group undertaking	86,093	62,183
	Income tax payable	50	-
	Other taxes and social security	1,005	5,360
	Directors loan accounts	7,072	8,658
	Accruals and deferred income	4,665	4,421
		<u>133,674</u>	<u>147,695</u>

The aggregate amount of secured creditors included in the above figures is £34,789 (1999: £67,073).

8	Creditors: amounts falling due after more than one year		
		2000	1999
		£	£
	Net obligations under finance leases and hire purchase contracts	<u>7,038</u>	<u>17,027</u>
	The aggregate amount of secured creditors included in the above figures	<u>7,038</u>	<u>17,027</u>

HIGHWAY (BURNLEY) LIMITED

NOTES ON FINANCIAL STATEMENTS

30 November 2000

9 Share capital

	2000		1999	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid				
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

10 Ultimate parent undertaking

The company's ultimate parent undertaking at the balance sheet date was Cranley Limited, a company incorporated in England. All the overdrafts and loans within the group are secured by cross guarantees and Debentures between all the companies in the group namely Cranley Limited, Greymount Properties Limited, Simtrac Limited, Tanis Developments Limited. During the year Highway (Burnley) Limited paid £4,080 rent for the Highway Centre to Tanis Developments Limited.