

FAIRWAY CARE LIMITED
ABBREVIATED FINANCIAL STATEMENTS
31ST DECEMBER 1994

Registered number: 2050550

BENNETT BROOKS
CHARTERED ACCOUNTANTS
Liverpool



FAIRWAY CARE LIMITED**AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS**

**Auditors' report to
Fairway Care Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985**

We have examined the abbreviated financial statements on pages 2 to 5 together with the financial statements of Fairway Care Limited prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1994.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements 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 2 and whether the abbreviated financial statements 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 financial statements 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 31st December 1994, and the abbreviated financial statements on pages 2 to 5 have been properly prepared in accordance with that Schedule.

Other information

On 31st May 1995 we reported, as auditors of Fairway Care Limited, to the members on the financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31st December 1994, and our audit report was as follows:

'We have audited the financial statements on pages 5 to 13 which have been prepared under the accounting policies set out on page 8.

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.

continued

FAIRWAY CARE LIMITED**AUDITORS' REPORT ON ABBREVIATED FINANCIAL STATEMENTS**

(continued)

**Auditors' report to
Fairway Care Limited
pursuant to paragraph 24 of Schedule 8
to the Companies Act 1985**

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. However, the evidence available to us was limited because as described more fully in note 7 the company's freehold property was revalued at £500,000 by the directors in November 1992 giving rise to a revaluation surplus of £188,339, and no independent valuation was obtained. There were no other satisfactory audit procedures that we could adopt to confirm that the property was correctly valued.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Qualified opinion arising from limitation in audit scope

Except for any adjustment that might have been necessary had we been able to obtain sufficient evidence concerning the property valuation, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 1994 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

In respect alone to the limitation in work relating to the property valuation we have not obtained all the information and explanations considered necessary for the purpose of our audit.'

Bennett Brooks

Bennett Brooks
Registered Auditor
Chartered Accountants

Liverpool
31st May 1995

FAIRWAY CARE LIMITED
ABBREVIATED BALANCE SHEET


at 31st December 1994

	Note	1994		1993	
		£	£	£	£
Fixed assets					
Tangible assets	2		731,989		744,906
Current assets					
Debtors		57,840		69,178	
Cash at bank and in hand		4,128		1,334	
		<u>61,968</u>		<u>70,512</u>	
Creditors: amounts falling due within one year		<u>(352,689)</u>		<u>(318,296)</u>	
Net current liabilities			<u>(290,721)</u>		<u>(247,784)</u>
Total assets less current liabilities			441,268		497,122
Creditors: amounts falling due after more than one year	3		(225,930)		(243,865)
Provision for liabilities and charges			-		(3,950)
			<u>215,338</u>		<u>249,307</u>
Capital and reserves					
Called up share capital	4		100		100
Revaluation reserve			188,339		188,339
Profit and loss account			26,899		60,868
Total shareholders' funds			<u>215,338</u>		<u>249,307</u>

The directors have taken advantage of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the basis that the company qualifies as a small company.

In the preparation of the company's annual financial statements, the directors have taken advantage of special exemptions applicable to small companies under Part I of Schedule 8 to the Companies Act 1985 on the grounds that, in their opinion, the company is entitled to those exemptions.

The abbreviated financial statements on pages 2 to 5 were approved by the board of directors on 31st May 1995.


G.H. Faron
Director

FAIRWAY CARE LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1994

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules except for freehold property which is stated at valuation.

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 Section 246 to 247 of the Companies Act 1985 for small companies.

Turnover

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

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:

Freehold land	No depreciation provided
Freehold buildings	2% straight line
Property improvements	10% straight line
Plant and machinery	15% reducing balance

Leases and hire purchase contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of the lease in such a way as to give a reasonably constant charge on the outstanding liability.

Rentals paid under operating leases are charged to income as incurred.

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.

FAIRWAY CARE LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1994

2 Fixed assets

Cost or valuation	Tangible fixed assets £
1st January 1994	818,612
Additions	<u>24,905</u>
31st December 1994	<u>843,517</u>
Depreciation	
1st January 1994	73,706
Charge for year	<u>37,822</u>
31st December 1994	<u>111,528</u>
Net book amount	
31st December 1994	<u><u>731,989</u></u>
31st December 1993	<u><u>744,906</u></u>

FAIRWAY CARE LIMITED

NOTES ON ABBREVIATED FINANCIAL STATEMENTS

31st December 1994

3 **Creditors:** amounts falling due within one year and after more than one year include the following

	1994 £	1993 £
Creditors due wholly or in part by instalments after five years	<u>240,144</u>	<u>254,773</u>
Instalments due after five years	<u>159,779</u>	<u>174,408</u>
Secured creditors		
Small company secured creditors	<u>347,581</u>	<u>329,972</u>

4 **Called up share capital**

	1994		1993	
	Number of shares	£	Number of shares	£
Authorised				
Ordinary shares of £1	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>
Allotted called up and fully paid				
Ordinary shares of £1	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>