

FAIRWAY CARE LIMITED
COMPANY NO. 2050550
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 1993



**REPORT OF THE AUDITORS TO THE DIRECTORS OF
FAIRWAY CARE LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985**

We have examined the abbreviated accounts on pages 3 to 6 together with the full financial statements of Fairway Care Limited for the year ended 31 December 1993. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statement on page 3 and that the abbreviated accounts have been properly prepared from full financial statements.

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 Pt. III of Schedule 8 to that Act in respect of the year ended 31 December 1993, and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with that Schedule.

On 9th June 1994 we reported, as auditors of Fairway Care Limited, to the members on the full financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 December 1993 and our audit report was as follows:-

"We have audited the financial statements on pages 4 to 10 which have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described above, the company's directors are responsible for the preparation of the 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 judgments 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.

**REPORT OF THE AUDITORS TO THE DIRECTORS OF
FAIRWAY CARE LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO
THE COMPANIES ACT 1985 (CONT.)**

Fundamental uncertainty

In forming our opinion we have considered the adequacy of disclosure in respect of the following matter. The company is heavily reliant on the support of its directors by way of companies controlled by its directors, to enable it to meet its debts as they fall due. As explained in more detail in note 1 the directors have provided written confirmation that this support will not be withdrawn and so the financial statements have been prepared on a going concern basis. They do not contain any adjustments that might be necessary if the funds were to be withdrawn. Our opinion is not qualified in this respect.

Qualified opinion arising from disagreements about accounting treatment

As explained more fully in note 7 the freehold property of the company has been included at a valuation which was not provided by qualified independent assessment. This is not in accordance with the provisions of the Companies Act 1985 and in our opinion the revaluation of £188339 should be removed, reducing net assets by this amount.

Except for the absence of this adjustment in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st December 1993 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies".

Bennett Brooks

**Bennett Brooks
Chartered Accountants
And Registered Auditor**

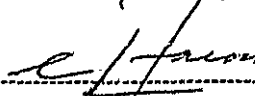
37 Seymour Terrace
Seymour Street
Liverpool
L3 5PE

Date : 9th June 1994

FAIRWAY CARE LIMITED
ABBREVIATED BALANCE SHEET AS AT
31ST DECEMBER 1993

	Note	£	<u>1993</u> £	£	<u>1992</u> £
TANGIBLE FIXED ASSETS	2		744906		695764
CURRENT ASSETS					
Debtors		69178		60324	
Cash at Bank and in Hand		1334		637	
			-----		-----
			70512		60961
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	3	318296		289199	
			-----		-----
NET CURRENT LIABILITIES			-247784		-228238
			-----		-----
TOTAL ASSETS LESS CURRENT LIABILITIES			497122		467526
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	4		-243865		-266839
PROVISIONS FOR LIABILITIES AND CHARGES			-3950		-3950
			-----		-----
NET ASSETS			249307		196737
			-----		-----
CAPITAL AND RESERVES					
CALLED UP SHARE CAPITAL	5		100		100
REVALUATION RESERVE			188339		188339
PROFIT AND LOSS ACCOUNT			60868		8298
			-----		-----
			249307		196737
			-----		-----

In preparing these abbreviated financial statements, we have relied on the exemptions conferred by Sections A of Pt. III of Schedule 8 made under sections 246 and 247 of the Companies Act 1985 on the grounds that the company is entitled to those exemptions as a small company.



G.H. Faron

Approved by the Board on 6th June 1994

FAIRWAY CARE LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 1993

1. ACCOUNTING POLICIES

(a) Basis of Accounting

The financial statements have been prepared in accordance with applicable accounting standards under the Historical Cost Convention, modified to include the revaluation of freehold property.

(b) Tangible Fixed Assets

Tangible Fixed Assets are shown at Cost less Accumulated depreciation. Depreciation is provided on all tangible fixed assets, at annual rates calculated to write off the cost less estimated residual value, of each asset over its expected useful life, as follows:

Freehold Properties	2% straight line
Motor Vehicles	20% straight line
Plant, Equipment	
Fixtures and Fittings	15% straight line
Leased Assets	20% straight line

(c) Deferred Taxation

Provision is made for Deferred Taxation caused by timing differences, except to the extent that there is a reasonable probability of the tax not falling due in the foreseeable future. The liability for Deferred Taxation is calculated at the rate of Corporation Tax expected to apply when the liability arises.

(d) Leases

An asset acquired under a lease which transfers substantially all the risks and rewards of ownership to the Company is capitalised as a tangible asset and depreciated over the shorter of the term of the lease or its useful life.

Outstanding obligations due under a lease net of finance charges are included as a liability. The finance element of the rental payment is charged to the profit and loss account over the term of the lease.

All other leases are operating leases and the rentals are charged to the profit and loss account.

(e) Cash Flow Statement

The Company is a small company as defined by Section 247 of the Companies Act, 1985. Accordingly, it has elected to take advantage of the exemption from preparing a Cash Flow Statement under Financial Reporting Standard no. 1.

(f) Turnover

Turnover represents the total of Gross Fees Receivable.

(g) Going Concern Basis

These financial statements have been prepared on a going concern basis. The company is dependent upon the support of its directors and of companies controlled by the directors, by the way of unsecured interest free loans totalling £73029 included in creditors due within one year. The directors have given written confirmations that they do not intend to withdraw this support within the next twelve months. The going concern basis is therefore believed to be appropriate. The financial statements do not include any adjustments that might result from a withdrawal of this support.

FAIRWAY CARE LIMITED
NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONT.)
FOR THE YEAR ENDED 31ST DECEMBER 1993

2. TANGIBLE ASSETS

<u>Cost or Valuation</u>	<u>Total</u>
At 1 January 1993	735809
Additions	82803
Disposals	-

At 31 December 1993	818612

 <u>Depreciation</u>	
At 1 January 1993	40045
Charge for Year	33661
Disposals	-

At 31 December 1993	73706

 <u>Net Book Value</u>	
At 31 December 1993	744906

At 31 December 1992	695764

3. CREDITORS

Creditors include a bank overdraft of £75199 (1992: £67395) all falling due within one year, which is secured by a second legal mortgage over the Freehold Property of the company at Oxton House, Birkenhead.

Creditors include the following mortgage loans which are secured by a first legal mortgage over the company's Freehold Property at Oxton House, Birkenhead and 48 New Chester Road.

	<u>1993</u>	<u>1992</u>
Due Within One Year	15378	16014
Due After One Year	239395	260485
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	254773	276499
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FAIRWAY CARE LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS (CONT.)

FOR THE YEAR ENDED 31ST DECEMBER 1993

**4. CREDITORS: AMOUNTS FALLING DUE
AFTER MORE THAN ONE YEAR**

Creditors include the following items repayable after more than five years:

	<u>1993</u>	<u>1992</u>
Mortgage Loans- repayable by instalments	107195	123209
	-----	-----

5. CALLED UP SHARE CAPITAL

Ordinary Shares of £1 each

Authorised:

100 Ordinary Shares of £1 each

100

100

Called up, allotted and fully paid:

100 Ordinary Shares of £1 each

100

100

6. PROVISIONS FOR LIABILITIES AND CHARGES

Deferred Taxation caused by timing differences
on accelerated Capital Allowances

	Amount Provided & Full Potential Liability	
	<u>1993</u>	<u>1992</u>
	3950	3950
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