FOR MR [illegible]
INLAND REVENUE

COMPANY NO: 2864407

CONTINUING CARE SERVICES LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 1996

(Full Advantage taken of Exemptions available to Small Companies)

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AUDITOR'S REPORT TO THE DIRECTOR'S OF CONTINUING CARE SERVICES LIMITED
Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

We have examined the abbreviated accounts on pages 2 to 5 together with the full Financial Statements of Continuing Care services limited prepared under section 226 of the Companies act 1985 for the year ended 30 November 1996. 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 director's statement on page 1 and that the abbreviated accounts have been properly prepared from those 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 Part III of Schedule 8 to that Act, in respect of the year ended 30 November 1996,and the abbreviated accounts on pages 1 to 5 have been properly prepared in accordance with that schedule.

On 31 August 1997 we reported,as auditors of Continuing care Services Limited,to the members on the Financial Statements prepared under section 226 of the Companies Act 1985 for the year ended 30 November 1996,and our audit report was as follows:

We have audited the Financial Statements on pages 4 to 12.

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 responsibilty to form an independent opinion,based on our audit, of 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 discosures 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 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.

Opinion

In our opinion the Financial Statements give a true and fair view of the Company's affairs as at 30 November 1996 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

31 August 1997

CRUMPTON & CO
CHARTERED ACCOUNTANTS
AND REGISTERED AUDITORS

CONTINUING CARE SERVICES LIMITED
BALANCE SHEET AS AT 30 NOVEMBER 1996

	Notes	1996 £	1995 £
FIXED ASSETS			
Intangible Assets	2	77,918	77,918
Tangible Assets	3	23,843	23,896
		101,761	101,814
CURRENT ASSETS			
Stock	4	1,104	1,161
Debtors and Prepayments	5	17,404	9,478
Business Premium Bank		8,325	3,159
Cash at bank and in Hand		5,052	7,522
		31,885	21,320
CREDITORS:AMOUNTS FALLING DUE WITHIN ONE YEAR	6	(93,787)	(80,481)
NET CURRENT LIABILITIES		(61,902)	(59,161)
TOTAL ASSETS LESS CURRENT LIABILITIES		39,859	42,653
Provision for liabilities and charges		2,765	1,322
NET TOTAL ASSETS		37,094	41,331
Repesented By:-			
CAPITAL AND RESERVES			
Called up Share Capital	7	400	400
Profit & Loss Account		36,694	40,931
		37,094	41,331

Advantage has been taken of exemptions conferred by Section A of Part 111 of schedule 8 of the Companies Act 1985,on the grounds that ,in the directors' opinion , the company qualifies as a small company under S246 and S247 of the Companies Act 1985

The Directors acknowledge responsibilities for:-

(I) Ensuring the Company keeps proper accounting records which comply with section 221 of the Companies Act 1985.

(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 for the year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to accounts , as far as applicable to the Company.

The Financial Statements were approved by the Board of Directors on 31 August 1997

----------Director
8th. Sept 97. (Mr P.G.Peters)

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1. ACCOUNTING POLICIES

(a) Accounting Convention:

The Financial Statements are prepared under the historical cost convention.

(b) Tangible Fixed Assets

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

Fixtures & Fittings	-15% on Written Down Value

No depreciation is provided on Leasehold Property Improvements.

(c) Turnover

Turnover represents the provision of goods and services at invoiced value.

(d) Stocks and Work in Progress

Stocks are stated at the lower of cost or net realisable value.

(e) Deferred Taxation

Deferred taxation is provided only on those timing differences that in the opinion of the directors, will give rise to liability in the forseeable future. The provision is calculated on the liability method of Corporation tax rates ruling at the Balance Sheet date.

2.INTANGIBLE ASSET:-

	1996	1995
	£	£
Goodwill at cost	77,918	77,918

3.TANGIBLE FIXED ASSETS

	Furniture, Fixtures & Fittings	Leasehold Property Improvements	Total
	£	£	£
COST			
At Beginning of Year	26,347	3,710	30,057
Acquired during the Year	4,361	0	4,361
At end of Year	30,708	3,710	34,418
DEPRECIATION	£	£	£
At beginning of year	7,248	0	7,248
Provision for year	3,327	0	3,327
At end of year	10,575	0	10,575
NET BOOK VALUE			
At 30 November 1996	20,133	3,710	23,843
At 30 November 1995	20,186	3,710	23,896

4.STOCKS

	1996	1995
	£	£
Stock of Foodstuffs &c	1,104	1,161

Stock is valued at the lower of cost or net realisable value.

5.DEBTORS

	1996	1995
	£	£
Trade Debtors	8,993	5,365
Other Debtors	541	541
Prepayments & acrrued income	4,718	1,172
ACT Recoverable	752	-
Deferred Tax Credit (Advance corporation Tax)	2,400	2,400
	17,404	9,478

6.CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1996	1995
	£	£
Trade Creditors	1,991	2,401
Other Creditors,including taxation & Social Security:-		
Corporation Tax	865	9,861
Other Taxes & Social Security	10,904	7,472
Directors' Current Account	65,389	43,657
Other Creditors	4,866	4,664
Accruals and deferred income	172	2,826
Proposed Dividend	9,600	9,600
	93,787	80,481

The Companies Corporation Tax Liability falls due for payment on '31 August 1997

7. CALLED UP SHARE CAPITAL

	1996	1995
	£	£
Authorised Ordinary Shares of £1 each	400	400
Alloted,Called up and fully paid Ordinary Shares of £1 each	400	400