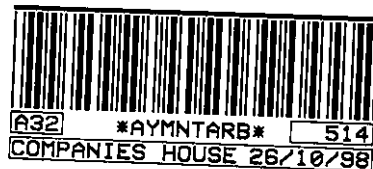


Kay Care Services Limited

Accounts for the period from incorporation to 30th April 1998

Alan Wilkie FCA ATII,
14 Cornwell Court,
South Gosforth,
Newcastle upon Tyne
NE3 1TT.

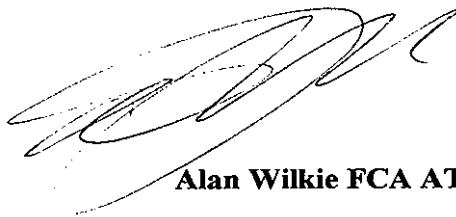


Kay Care Services Limited

Accounts for the period from incorporation to 30th April 1998

Accountant's Report

The attached Accounts for the period ended 30th April 1998 have been prepared from and are in accordance with the records of the Company. The Accounts have been drawn up in a manner consistent with the Companies Act. The Company satisfies the criteria for exemption from audit.

A handwritten signature in black ink, appearing to read 'A. Wilkie', is written over the printed name.

Alan Wilkie FCA ATII

21st October 1998

**14 Cornwell Court,
South Gosforth,
Newcastle upon Tyne
NE3 1TT.**

Kay Care Services Ltd. trading as Haydon View Residential Rest Home

Balance Sheet at 30th April 1998

£

Fixed Assets

Freehold Property - Haydon View Residential Home

At Cost	200,000.00	
Plus Acquisitions Costs	8,672.75	
Acquisitions Costs re. Extension	<u>1,964.27</u>	210,637.02

Plant and Machinery

At Cost	50,000.00	
Less Depreciation to date	<u>10,000.00</u>	40,000.00

Goodwill

Haydon View Residential Rest Home		58,000.00
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Fixtures, Fittings and Equipment

At Cost	14,165.49	
Less Depreciation to date	<u>2,833.49</u>	11,332.00

Computer Equipment

At Cost	760.00	
Less Depreciation to date	<u>152.00</u>	608.00

320,577.02

Current Assets

Stock of Food	500.00	
Stock of Oil	100.00	
Debtors	20,091.00	
Prepayments	976.00	
Cash at Bank - Deposit Account	37,161.94	
Cash in Hand	<u>54.15</u>	
	58,883.09	

Less Current Liabilities

Creditors	6,355.33	
Accruals	4,339.20	
Bank Overdraft	<u>151.88</u>	10,846.41
		48,036.68

368,613.70

Represented by:

Share Capital

2 Shares of £1 each	2.00
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Profit and Loss Account

53,360.15

Directors' Loan Accounts

C. Kay	22,474.71	
Mrs A. Kay	<u>22,754.91</u>	45,229.62

Loan

Royal Bank of Scotland	270,021.93
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368,613.70

continued.....

Kay Care Services Limited

Balance Sheet at 30th April 1998 (continued)

In approving these financial statements we, as directors of the company, hereby confirm:-

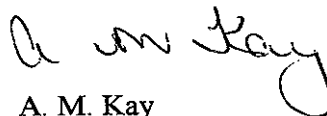
- a) that for the year in question the company was entitled to the exemption conferred by Section 249A(1);
- b) that no notice has been deposited under Section 249B(2) in relation to the accounts for the financial year; and
- c) the directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 221, 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 for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

Advantage has been taken of the exemptions conferred by Part III, Schedule 8 of the Companies Act 1985, on the grounds that in the directors' opinion the company is entitled to those exemptions on the basis that it qualifies as a small company.

Signed:



C. Kay



A. M. Kay

Date: 21st October 1998