

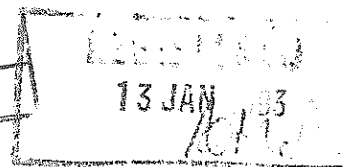
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HOLLYMOUNT DEVELOPMENTS LIMITED  
DIRECTORS' REPORT AND ACCOUNTS  
31 OCTOBER 1991

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5 JAN 1993



HOLLYMOUNT DEVELOPMENTS LIMITED

GENERAL INFORMATION

DIRECTORS

Mrs EK Wilson  
Mr WHO Wilson

SECRETARY AND REGISTERED OFFICE

Mrs EK Wilson

Dunlady House  
18 Dunlady Road  
Dundonald  
BELFAST  
BT16 0TT

AUDITORS

Price Waterhouse  
Royston House  
34 Upper Queen Street  
BELFAST  
BT1 6HG

BANKERS

First Trust Bank plc  
Head Office  
PO Box 4  
4 Queen's Square  
BELFAST  
BT1 3DJ

SOLICITORS

Peter Dornan & Company  
Canada House  
22 North Street  
BELFAST  
BT1 1LA

REGISTERED NUMBER

NI 22701



# HOLLYMOUNT DEVELOPMENTS LIMITED

## DIRECTORS' REPORT

The directors present their second annual report and the audited accounts for the year ended 31 October 1991.

## REVIEW OF THE BUSINESS

The company operates a private nursing home known as Dunlady House. The level of business and the year end financial position were satisfactory.

## RESULTS AND DIVIDENDS

The profit for the financial year is £42,378 (1990 - 15 months - loss - £35,041).

This will be taken to reserves, since the directors do not propose to recommend the payment of a dividend.

## DIRECTORS AND THEIR INTERESTS

The directors at the year end and their interest in the shares of the company at the beginning and the end of the year were as follows:-

	<u>Ordinary shares of £1 each at</u>	
	<u>1 November</u> 1990	<u>31 October</u> 1991
Mrs EK Wilson	50,000	50,000
Mr WHO Wilson	50,000	50,000

In accordance with the Articles of Association, no directors are required to retire.

## FIXED ASSETS

The movement of fixed assets during the year is set out in Note 5 to the accounts.



HOLLYMOUNT DEVELOPMENTS LIMITED

DIRECTORS' REPORT

TAX STATUS

In the opinion of the directors the company is a close company within the meaning of Section 414 Income and Corporation Taxes Act 1988.

AUDITORS

The auditors, Price Waterhouse, have indicated their willingness to continue in office. A resolution concerning their re-appointment will be proposed at the Annual General Meeting.

By Order of the Board

EK Wilson



Secretary

2 December 1992



*Price Waterhouse*



AUDITORS' REPORT TO THE MEMBERS OF  
HOLLYMOUNT DEVELOPMENTS LIMITED

We have audited the accounts on pages 5 to 13 in accordance with  
Auditing Standards.

In our opinion the accounts give a true and fair view of the state of  
the company's affairs at 31 October 1991 and of its profit and source and  
application of funds for the year then ended and have been properly  
prepared in accordance with the Companies (Northern Ireland) Order 1986.

*Price Waterhouse*

Chartered Accountants

2 December 1992

HOLLYMOUNT DEVELOPMENTS LIMITED

PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 OCTOBER 1991

	<u>Notes</u>	<u>1991</u> £	Fifteen months <u>1990</u> £
TURNOVER		862,134	610,562
DIRECT COSTS		(487,108)	(339,186)
GROSS PROFIT		<u>375,026</u>	<u>271,376</u>
Administration expenses		(196,146)	(179,681)
Other operating income		<u>2,000</u>	<u>-</u>
OPERATING PROFIT		180,880	91,695
Interest payable and similar charges		(138,502)	(126,736)
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAX	2	<u>42,378</u>	<u>(35,041)</u>
Tax on profit on ordinary activities	4	-	-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR	14	<u>42,378</u>	<u>(35,041)</u>

The movement on reserves is set out at note 14.

The notes on pages 8 to 13 form part of these accounts.



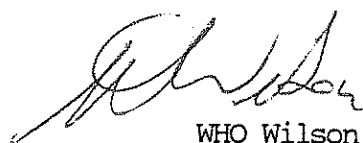
HOLLYMOUNT DEVELOPMENTS LIMITED

BALANCE SHEET - 31 OCTOBER 1991

	Notes	1991 £	1990 £
FIXED ASSETS			
Tangible assets	5	1,105,571	1,012,295
Loan from Dunlady House Limited	(100,000)		(100,000)
Investment in Dunlady House Limited	103,170		103,170
Net investment in Dunlady House Limited		3,170	3,170
CURRENT ASSETS			
Stock	6	3,225	2,339
Debtors	7	123,724	55,701
Cash at bank and in hand		263	73
		127,212	58,113
CREDITORS:			
amounts falling due within one year	8	(432,076)	(299,034)
NET CURRENT LIABILITIES		(304,864)	(240,921)
TOTAL ASSETS LESS CURRENT LIABILITIES		803,877	774,544
CREDITORS:			
amounts falling due after one year	9	(696,540)	(709,585)
NET ASSETS		107,337	64,959
CAPITAL AND RESERVES			
Called up share capital	13	100,000	100,000
Profit and loss account	14	7,337	(35,041)
		107,337	64,959

The accounts were approved by the directors on 2 December 1992.

DIRECTORS:

  
WHO Wilson

  
EK Wilson

The notes on pages 8 to 13 form part of these accounts.



HOLLYMOUNT DEVELOPMENTS LIMITED

SOURCE AND APPLICATION OF FUNDS STATEMENT

FOR THE YEAR ENDED 31 OCTOBER 1991

Fifteen  
months  
1990  
£

1991  
£

FLOW OF FUNDS FROM OPERATIONS

Profit on ordinary activities before  
taxation

42,378 (35,041)

Adjustment for items not involving  
the movement of funds:

Depreciation

43,038 33,229

Loss on sale of tangible assets

150 -

TOTAL GENERATED BY OPERATIONS

85,566 (1,812)

FUNDS FROM OTHER SOURCES

Issued share capital

- 100,000

Proceeds from sale of tangible assets

6,000 -

6,000 100,000

91,566 98,188

APPLICATION OF FUNDS

Net investment in Dunlady House  
Limited

- 3,170

Purchase of tangible assets

142,464 1,045,524

(142,464) (1,048,694)

(50,898) (950,506)

INCREASE/(DECREASE) IN WORKING CAPITAL

Stock

886 2,339

Debtors

66,101 55,701

Creditors

(59,971) (154,878)

7,016 (96,838)

MOVEMENT IN NET LIQUID FUNDS

Bank overdraft and loans

(58,104) (853,741)

Cash in hand

190 73

(57,914) (853,668)

(50,898) (950,506)



## 1. ACCOUNTING POLICIES

## (a) Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

## (b) Depreciation of Fixed Assets

Depreciation is provided on the cost of the assets, calculated at annual rates estimated to write off each asset over the term of its useful life. The rates in use are as follows:-

Freehold property	- 2% straight line
Fixtures and fittings	- 10% straight line
Motor vehicles	- 25% straight line

## (c) Stock

Stock is stated at the lower of cost and net realisable value.

## (d) Debtors

Debts known to be bad are written off and a specific provision is made against these considered doubtful of collection.

## (e) Deferred taxation

Deferred taxation is provided by the liability method to take account of timing differences between the treatment of certain items for accounting purposes and their treatment for taxation purposes, where there is reasonable probability that such taxation will become payable in the foreseeable future.

## (f) Finance leases

Assets held under finance leases are capitalised and depreciated over the useful life of the asset.

## 2. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	<u>1991</u>	Fifteen months <u>1990</u>
After charging:	£	£
Depreciation - owned assets	41,529	33,229
Depreciation - leased assets	1,509	-
Loss on sale of tangible assets	150	-
Auditors' remuneration	3,000	2,000
Bank interest and charges	19,208	9,406
Hire of equipment	9,257	9,592
Interest on long-term loans	113,052	115,206
	<u>          </u>	<u>          </u>



## 3. STAFF COSTS

The average number of persons employed by the company (including directors) during the year was:

<u>1991</u>	<u>1990</u>
75	44

Their total remuneration was:

	£	£
Wages and salaries	446,894	385,870
Social security costs	31,476	30,364
	<u>478,370</u>	<u>416,234</u>

Included in staff costs is £3,270 which was capitalised as property additions.

## 4. TAX ON PROFIT ON ORDINARY ACTIVITIES

There is no corporation tax liability due to the availability of trade losses.

## 5. TANGIBLE ASSETS

<u>Cost</u>	<u>Freehold land and Buildings</u> £	<u>Fixtures and Fittings</u> £	<u>Leased Equipment</u> £	<u>Motor Vehicles</u> £	<u>Total</u> £
At 1 November 1990	902,111	112,080	-	31,333	1,045,524
Additions	50,462	40,016	23,736	28,250	142,464
Disposals	-	-	-	(9,515)	(9,515)
	<u>952,573</u>	<u>152,096</u>	<u>23,736</u>	<u>50,068</u>	<u>1,178,473</u>

Accumulated depreciation

At 1 November 1990	17,274	11,302	-	4,653	33,229
Charge for year	18,612	14,492	1,509	8,425	43,038
Disposals	-	-	-	(3,365)	(3,365)
	<u>35,886</u>	<u>25,794</u>	<u>1,509</u>	<u>9,713</u>	<u>72,902</u>
<u>Net book amount</u>					
At 31 October 1991	<u>916,687</u>	<u>126,302</u>	<u>22,227</u>	<u>40,355</u>	<u>1,105,571</u>
At 1 November 1990	<u>884,837</u>	<u>100,778</u>	<u>-</u>	<u>26,680</u>	<u>1,012,295</u>

In addition to the leased equipment, motor vehicles costing £40,050 with accumulated depreciation of £5,956 are held under hire purchase contracts.



## 6. STOCKS

	<u>1991</u>	<u>1990</u>
	£	£
Food and consumables	3,225	2,339

The replacement cost of stocks does not differ materially from the balance sheet amount.

## 7. DEBTORS

	<u>1991</u>	<u>1990</u>
	£	£
Trade debtors	12,424	26,119
Other debtors	106,777	28,201
Prepayments and accrued income	4,523	1,381
	<u>123,724</u>	<u>55,701</u>

Included in other debtors is £9,400 which is receivable after one year.

## 8. CREDITORS: amounts falling due within one year

	<u>1991</u>	<u>1990</u>
	£	£
Bank loans and overdrafts (note 10)	248,574	151,820
Trade creditors	56,460	44,490
Other creditors	900	3,600
Other taxes and social security	43,577	20,504
Hire purchase creditors (note 11)	10,280	9,941
Finance lease creditors (note 11)	7,910	-
Accruals and deferred income	64,375	68,679
	<u>432,076</u>	<u>299,034</u>

The following banks hold the undernoted security:-

- (1) The Ulster Bank Limited, a joint and several letter of guarantee for £20,000.
- (2) First Trust Bank PLC:-

- (a) A mortgage debenture being a floating charge over company assets.
- (b) A first legal charge over nursing home premises at 18 Dunlady Road, Dundonald.
- (c) Two unlimited letters of guarantee.



## 9. CREDITORS: amounts falling due after one year

	<u>1991</u>	<u>1990</u>
	£	£
Bank loans	663,271	701,921
Hire purchase creditors (note 11)	23,204	6,764
Finance lease creditors (note 11)	10,065	-
Other creditors	-	900
	<u>696,540</u>	<u>709,585</u>

## 10. BANK LOANS AND OVERDRAFTS

	<u>1991</u>	<u>1990</u>
	£	£
Loans	759,921	772,753
Overdraft	151,925	80,987
	<u>911,846</u>	<u>853,740</u>

The loans are repayable in equal monthly instalments of £15,537 over a period not exceeding ten years from 1990. Interest is charged at 2% over base rate.

## 11. LEASE OBLIGATIONS

	<u>1991</u>	<u>1990</u>
	£	£
Obligations under finance leases and hire purchase contracts falling due:		
Under one year	24,597	13,980
In the second to fifth year inclusive	41,998	8,481
	<u>66,595</u>	<u>22,461</u>
Finance charges in suspense	(15,135)	(5,756)
	<u>51,460</u>	<u>16,705</u>
Falling due within one year (note 8)	18,190	9,941
Falling due after one year (note 9)	33,270	6,764
	<u>51,460</u>	<u>16,705</u>



HOLLYMOUNT DEVELOPMENTS LIMITED

NOTES TO THE ACCOUNTS - 31 OCTOBER 1991

12. DEFERRED TAX

There is no deferred tax liability due to availability of tax losses.

13. CALLED UP SHARE CAPITAL

	<u>1991</u> £	<u>1990</u> £
Authorised share capital		
1,000,000 ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>
Issued and fully paid		
100,000 ordinary shares of £1 each	<u>100,000</u>	<u>100,000</u>

14. RESERVES

	<u>1991</u> £	<u>1990</u> £
Profit and Loss Account		
At 1 November 1990	(35,041)	-
Profit/(loss) for year	<u>42,378</u>	<u>(35,041)</u>
At 31 October 1991	<u>7,337</u>	<u>(35,041)</u>



15. DIRECTORS' EMOLUMENTS

	<u>1991</u>	<u>Fifteen months 1990</u>
	£	£
Emoluments including taxable benefits	<u>40,269</u>	<u>62,315</u>

16. TRANSACTIONS INVOLVING DIRECTORS

During the year the company made advances to the directors:

	31 October 1990	31 October 1991	Highest balance in year
	£	£	£
Balances owed by the directors			
WHO Wilson	18,894	84,274	84,274
Mrs EK Wilson	985	1,781	1,781

In addition to the above, the company made advances to the Cottage Restaurant, a partnership in which Mr WHO Wilson, a director, is a one third partner. The maximum amount owed was £11,322, which was also due at the end of the period from the Cottage Restaurant. Of this amount, £3,774 was owed by Mr Wilson.

In October 1992, the directors executed a letter of trust, transferring the title of property valued at £125,000 into the ownership of the company. This transaction cleared all balances due to the company at 31 October 1991 from the directors and the Cottage Restaurant partnership.

17. CAPITAL COMMITMENTS

The company had no capital commitments at 31 October 1991.

18. CONSOLIDATED ACCOUNTS

The company owns the entire issued share capital of Dunlady House Limited. Consolidated accounts to 31 October 1991 have not been prepared as Dunlady House Limited is a dormant company, and in the opinion of the directors the cost of preparation exceeds the benefit.



