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The Directors
Kayterm plc
Castle House
Desborough Road
High Wycombe
Bucks
HP11 2PR

Janis Hotels Ltd

24 8 6634

17 March 2005

Dear Sirs,

Notice of resignation as auditors

In accordance with Section 392 of the Companies Act 1985, we give notice that we are resigning as auditors of ~~Kayterm plc~~, registered number 04785061, and its subsidiary undertakings as set out in the Appendix to this letter, with effect from 17 March 2005.

Statutory notice under Section 394

In accordance with Section 394 of the Companies Act 1985, we confirm that there are no circumstances connected with our resignation which we consider should be brought to the notice of the shareholders or creditors of Kayterm plc or any of its subsidiary undertakings as set out in the Appendix to this letter.

Yours faithfully,

PricewaterhouseCoopers LLP

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