

Registered number  
2864261

**LR (Hotel Developments) Limited**

**Report and Accounts**

**30 September 2000**



**LR (Hotel Developments) Limited**  
**Report and accounts**  
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**LR (Hotel Developments) Limited**  
**Company Information**

**Director**

Mr I M Livingstone

**Secretary**

Mr R N Luck

**Registered Office**

St Alphage House  
2 Fore Street  
London  
EC2Y 5DH

**Auditors**

Hacker Young  
168 Church Road  
Hove  
East Sussex  
BN3 2DL

**Registered number**

2864261

**LR (Hotel Developments) Limited**  
**Director's Report**

The director presents his report and accounts for the year ended 30 September 2000.

**Principal activities and review of the business**

The company acts as a property development and management services company. The director considers the financial position at 30 September 2000 to be satisfactory.

**Results and dividends**

The loss for the year, after taxation, amounted to £58,192. The director does not recommend the payment of a dividend.

**Directors**

The director who served during the year was:

Mr I M Livingstone

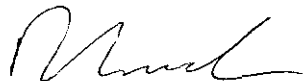
The director had no interest in the ordinary shares of the company at any time during the year.

**Auditors**

The Company passed an Elective Resolution during the year, pursuant to Section 386 of the Companies Act 1985, electing to dispense with the obligation to re-appoint auditors annually. The resolution remains in force.

This report was approved by the board on 27 July 2001.

Mr R N Luck



Secretary

**LR (Hotel Developments) Limited**  
**Statement of Director's Responsibilities**

Company law requires the director to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing those accounts, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the accounts comply with the Companies Act 1985. He is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**LR (Hotel Developments) Limited**  
**Auditors' Report**

**Report of the auditors**  
**to the shareholders of LR (Hotel Developments) Limited**

We have audited the accounts on pages 5 to 10 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

**Respective responsibilities of directors and auditors**

As described on page 3, the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

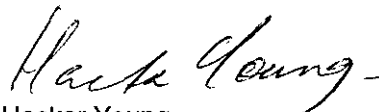
**Basis of opinion**

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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts 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 accounts 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 accounts.

**Opinion**

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 30 September 1999 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Hacker Young  
Chartered Accountants and Registered Auditors

168 Church Road  
Hove  
East Sussex  
BN3 2DL

27 July 2001

**LR (Hotel Developments) Limited**  
**Profit and Loss Account**  
**for the year ended 30 September 2000**

	<b>Notes</b>	<b>Year to 30 September 2000 £</b>	<b>Year to 30 September 1999 £</b>
Net operating expenses	2	(58,192)	(51,266)
<b>Operating loss</b>	3	<u>(58,192)</u>	<u>(51,266)</u>
<b>Loss on ordinary activities before taxation</b>		<u>(58,192)</u>	<u>(51,266)</u>
Tax on loss on ordinary activities		-	-
<b>Loss for the financial year</b>		<u>(58,192)</u>	<u>(51,266)</u>
<b>Retained loss for the financial year</b>	8	<u>(58,192)</u>	<u>(51,266)</u>

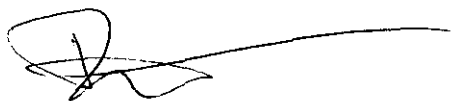
**LR (Hotel Developments) Limited**  
**Statement of total recognised gains and losses**  
**for the year ended 30 September 2000**

	<b>Notes</b>	<b>2000</b> £	<b>1999</b> £
Loss for the financial year		(58,192)	(51,266)
Total recognised gains and losses related to the year		<u>(58,192)</u>	<u>(51,266)</u>



**LR (Hotel Developments) Limited**  
**Balance Sheet**  
**as at 30 September 2000**

	Notes	2000 £	1999 £
<b>Current assets</b>			
Work in progress	4	1,203,870	722,080
Debtors	5	5,096,215	139,216
		<u>6,300,085</u>	<u>861,296</u>
<b>Creditors: amounts falling due within one year</b>	6	(6,414,364)	(917,383)
<b>Net current liabilities</b>		<u>(114,279)</u>	<u>(56,087)</u>
		<u>(114,279)</u>	<u>(56,087)</u>
<b>Capital and reserves</b>			
Called up share capital	7	8	8
Profit and loss account	8	(114,287)	(56,095)
<b>Shareholders' funds:</b>			
Equity		<u>(114,279)</u>	<u>(56,087)</u>
	9	<u>(114,279)</u>	<u>(56,087)</u>



Mr I M Livingstone  
 Director  
 Approved by the board on 27 July 2001

**LR (Hotel Developments) Limited**  
**Notes to the Accounts**  
**for the year ended 30 September 2000**

**1 Accounting policies**

The accounts have been prepared in accordance with applicable accounting standards. A summary of the more important accounting policies which have been consistently applied are given below.

**Accounting convention**

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

**Work in Progress**

Work in Progress represents development costs not yet invoiced.

**Deferred taxation**

Deferred taxation is provided on the liability method on all timing differences which are expected in the foreseeable future, calculated at the rate at which it is estimated that the tax will be payable.

**Cash flow statement**

The company has taken advantage of the exemption permitted by Financial Reporting Standard 1, whereby a cash flow statement need not be prepared by a small company as defined in the Companies Act 1985.

**LR (Hotel Developments) Limited**  
**Notes to the Accounts**  
**for the year ended 30 September 2000**

<b>2 Net operating expenses</b>	<b>2000</b>	<b>1999</b>
	<b>£</b>	<b>£</b>
Property expenses	56,692	49,816
Administrative expenses	1,500	1,450
	<u>58,192</u>	<u>51,266</u>
<b>3 Operating loss</b>	<b>2000</b>	<b>1999</b>
	<b>£</b>	<b>£</b>
Operating loss is stated after charging:		
Auditors remuneration	1,500	1,450
	<u>1,500</u>	<u>1,450</u>
<b>4 Work in progress</b>	<b>2000</b>	<b>1999</b>
	<b>£</b>	<b>£</b>
Development costs	<u>1,203,870</u>	<u>722,080</u>
<b>5 Debtors</b>	<b>2000</b>	<b>1999</b>
	<b>£</b>	<b>£</b>
Amounts owed by related undertakings	4,945,618	112,171
Other debtors	150,597	27,045
	<u>5,096,215</u>	<u>139,216</u>
<b>6 Creditors: amounts falling due within one year</b>	<b>2000</b>	<b>1999</b>
	<b>£</b>	<b>£</b>
Trade creditors	158,205	915,933
Amounts owed to related undertakings	6,254,659	-
Accruals and deferred income	1,500	1,450
	<u>6,414,364</u>	<u>917,383</u>

**LR (Hotel Developments) Limited**  
**Notes to the Accounts**  
**for the year ended 30 September 2000**

**7 Share capital**

	2000	1999
	£	£
Authorised:		
10 Ordinary shares of \$1 each	6	6
2 Deferred shares of £1 each	2	2
	<u>8</u>	<u>8</u>

	2000	1999	2000	1999
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of \$1 each	10	10	6	6
Deferred shares of £1 each	2	2	2	2
			<u>8</u>	<u>8</u>

**8 Profit and loss account**

	2000	1999
	£	£
At 1 October 1999	(56,095)	(4,829)
Retained loss	(58,192)	(51,266)
	<u>(114,287)</u>	<u>(56,095)</u>
At 30 September 2000		

**9 Reconciliation of movement in shareholders' funds**

	2000	1999
	£	£
At 1 October 1999	(56,087)	(4,821)
Loss for the financial year	(58,192)	(51,266)
	<u>(114,279)</u>	<u>(56,087)</u>
At 30 September 2000		

**10 Parent undertaking**

The company is a wholly owned subsidiary of Kerkehout Beheer B.V, a company incorporated and registered in The Netherlands. The ultimate parent undertaking is Nutmeg Limited, a company incorporated and registered in Guernsey, Channel Islands.