

Registered number
2864261

LR (Hotel Developments) Limited
(formerly Maidcraft Limited)

Report and Accounts

30 September 1999



LR (Hotel Developments) Limited
Report and accounts
Contents

	Page
Company information	1
Director's report	2
Statement of director's responsibilities	3
Auditors' report	4
Profit and loss account	5
Statement of total recognised gains and losses	6
Balance sheet	7
Notes to the accounts	8 - 10

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

Registered number

2864261

LR (Hotel Developments) Limited
Director's Report

The director presents his report and accounts for the year ended 30 September 1999.

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 1999 to be satisfactory.

Results and dividends

The loss for the year, after taxation, amounted to £51,266. The director does not recommend the payment of a dividend.

Directors

The director who served during the year was:

Mr I M Livingstone

At 30 September 1998 and 30 September 1999 the director had no interest in the ordinary shares of the company.

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 17 July 2000.

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 mis statement, 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

17 July 2000

LR (Hotel Developments) Limited
Profit and Loss Account
for the year ended 30 September 1999

	Notes	Year to 30 September 1999 £	Year to 30 September 1998 £
Net operating expenses	2	(51,266)	(3,758)
Operating loss	3	<u>(51,266)</u>	<u>(3,758)</u>
Loss on ordinary activities before taxation		<u>(51,266)</u>	<u>(3,758)</u>
Tax on loss on ordinary activities		-	-
Loss for the financial year		<u>(51,266)</u>	<u>(3,758)</u>
Retained loss for the financial year	8	<u>(51,266)</u>	<u>(3,758)</u>

LR (Hotel Developments) Limited
Statement of total recognised gains and losses
for the year ended 30 September 1999

	Notes	1999 £	1998 £
Loss for the financial year		(51,266)	(3,758)
Total recognised gains and losses related to the year		<u>(51,266)</u>	<u>(3,758)</u>

LR (Hotel Developments) Limited
Balance Sheet
as at 30 September 1999

	Notes		1999 £	1998 £
Current assets				
Work in progress	4	722,080	2,162,867	
Debtors	5	139,216	378,502	
		<u>861,296</u>	<u>2,541,369</u>	
Creditors: amounts falling due within one year	6	(917,383)	(2,546,190)	
Net current liabilities			<u>(56,087)</u>	<u>(4,821)</u>
			<u>(56,087)</u>	<u>(4,821)</u>
Capital and reserves				
Called up share capital	7		8	8
Profit and loss account	8		(56,095)	(4,829)
Shareholders' funds:				
Equity			<u>(56,087)</u>	<u>(4,821)</u>
	9		<u>(56,087)</u>	<u>(4,821)</u>

Mr I M Livingstone
Director

Approved by the board on 17 July 2000

LR (Hotel Developments) Limited
Notes to the Accounts
for the year ended 30 September 1999

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 1999

2 Net operating expenses	1999	1998
	£	£
Property expenses	49,816	1,578
Administrative expenses	1,450	2,180
	<u>51,266</u>	<u>3,758</u>
3 Operating loss	1999	1998
	£	£
Operating loss is stated after charging:		
Auditors remuneration	1,450	1,100
	<u>1,450</u>	<u>1,100</u>
4 Work in progress	1999	1998
	£	£
Development costs	<u>722,080</u>	<u>2,162,867</u>
5 Debtors	1999	1998
	£	£
Amounts owed by related undertakings	112,171	-
Other debtors	<u>27,045</u>	<u>378,502</u>
	<u>139,216</u>	<u>378,502</u>
6 Creditors: amounts falling due within one year	1999	1998
	£	£
Trade creditors	915,933	2,872
Amounts owed to related undertakings	-	2,543,218
Accruals and deferred income	<u>1,450</u>	<u>100</u>
	<u>917,383</u>	<u>2,546,190</u>

LR (Hotel Developments) Limited
Notes to the Accounts
for the year ended 30 September 1999

7 Share capital

	1999	1998
	£	£
Authorised:		
10 Ordinary shares of \$1 each	6	6
2 Deferred shares of £1 each	2	2
	<u>8</u>	<u>8</u>

	1999	1998	1999	1998
	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

	1999	1998
	£	£
At 1 October 1998	(4,829)	(1,071)
Retained loss	(51,266)	(3,758)
	<u>(56,095)</u>	<u>(4,829)</u>
At 30 September 1999		

9 Reconciliation of movement in shareholders' funds

	1999	1998
	£	£
At 1 October 1998	(4,821)	(1,063)
Loss for the financial year	(51,266)	(3,758)
	<u>(56,087)</u>	<u>(4,821)</u>
At 30 September 1999		

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.