

CLOVERLEAF HOTELS LIMITED
ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 1997



W D Johnston & Carmichael
Chartered Accountants
30 West High Street
Inverurie
AB51 3QR

CLOVERLEAF HOTELS LIMITED

DIRECTORS

H J Bell
J D Bell
A D Peace

SECRETARY AND REGISTERED OFFICE

H J Bell
Cloverleaf Hotel
Kepplehills Road
Bucksburn
Aberdeen
AB2 9DG

AUDITORS

W D Johnston & Carmichael
30 West High Street
Inverurie
AB51 3QR

BANKERS

Royal Bank of Scotland
9 Rubislaw Terrace
Aberdeen
AB10 1XE

SOLICITORS

Drever & Heddle
56a Albert Street
Kirkwall
KW15 1HQ

Registered in Scotland Number 163960

AUDIT REPORT OF CLOVERLEAF HOTELS LIMITED PURSUANT TO SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 6 together with the financial statements of Cloverleaf Hotels Limited, prepared under Section 226 of the Companies Act 1985 for the period ended 31 March 1997.

Respective Responsibilities Of Directors & Auditors

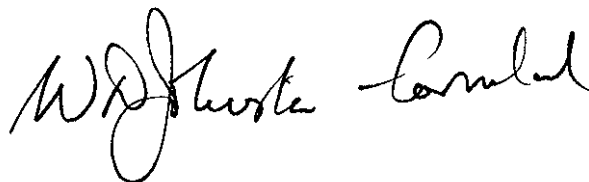
The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8A to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to deliver abbreviated accounts and whether the abbreviated accounts are properly prepared in accordance with that schedule.

Basis Of Opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled, under Sections 246 and 247 of the Companies Act 1985 to deliver abbreviated accounts prepared in accordance with Schedule 8A to that Act, in respect of the period ended 31 March 1997 and the abbreviated accounts on pages 3 to 6 have been properly prepared in accordance with that schedule.



W D JOHNSTON & CARMICHAEL
Registered Auditors

Inverurie

12 June 1997

CLOVERLEAF HOTELS LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31 MARCH 1997

	<u>Notes</u>	<u>1997</u> <u>f</u>
FIXED ASSETS		
Tangible assets	2	604820
		<hr/>
CURRENT ASSETS		
Stocks		13651
Debtors		15221
Cash at bank and in hand		29985
		<hr/>
		58857
CREDITORS: amounts falling due within one year	3	(183623)
		<hr/>
NET CURRENT LIABILITIES		(124766)
		<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		480054
CREDITORS: amounts falling due after more than one year	3	(334264)
PROVISIONS FOR LIABILITIES AND CHARGES		(2993)
		<hr/>
NET ASSETS		142797
		<hr/> <hr/>
CAPITAL AND RESERVES		
Called up share capital	4	100000
Profit and loss account		42797
		<hr/>
EQUITY SHAREHOLDERS FUNDS		142797
		<hr/> <hr/>

The directors have taken advantage of the special provisions of Part VII of the Companies Act 1985 on the grounds that the company is entitled to the benefit of those exemptions as a small company.

The financial statements were approved by the board on 12 June 1997.

H J BELL

DIRECTOR

A D PEACE

DIRECTOR

CLOVERLEAF HOTELS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 1997

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered to be material to the financial statements in both the current period.

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

CASH FLOW STATEMENT

The financial statements do not include a cash flow statement because the company, as a small company, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".

DEPRECIATION

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost or valuation less estimated residual value, of each asset over its expected useful life, as follows:

Motor vehicles	-	25% reducing balance
Fixtures and equipment	-	20% reducing balance

While the non depreciation of buildings does not comply with Statement of Standard Accounting Practice No. 12, the directors are of the opinion that the market value of the property is at least equal to its book value and therefore it is not appropriate to depreciate the buildings.

STOCKS

Stocks are stated at the lower of cost and net realisable value with proper provision being made for obsolete and slow moving stock. Cost comprises the invoiced price of goods and materials purchased on a first in first out basis.

DEFERRED TAXATION

Deferred taxation is provided under the liability method at current rates of taxation for all short term timing differences. Provision is also made for long term timing differences except those which are not expected to reverse in the foreseeable future.

LEASING AND HIRE PURCHASE COMMITMENTS

Assets obtained under and hire purchase contracts are capitalised in the balance sheet and are depreciated over their expected useful lives.

TURNOVER

Turnover consists of the value of goods and services supplied in the period, excluding VAT.

PENSIONS

The company operates a defined contribution pension scheme for the directors, whereby contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

CLOVERLEAF HOTELS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 1997

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered to be material to the financial statements in both the current period.

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

CASH FLOW STATEMENT

The financial statements do not include a cash flow statement because the company, as a small company, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements".

DEPRECIATION

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost or valuation less estimated residual value, of each asset over its expected useful life, as follows:

Motor vehicles	-	25% reducing balance
Fixtures and equipment	-	20% reducing balance

While the non depreciation of buildings does not comply with Statement of Standard Accounting Practice No. 12, the directors are of the opinion that the market value of the property is at least equal to its book value and therefore it is not appropriate to depreciate the buildings.

STOCKS

Stocks are stated at the lower of cost and net realisable value with proper provision being made for obsolete and slow moving stock. Cost comprises the invoiced price of goods and materials purchased on a first in first out basis.

DEFERRED TAXATION

Deferred taxation is provided under the liability method at current rates of taxation for all short term timing differences. Provision is also made for long term timing differences except those which are not expected to reverse in the foreseeable future.

LEASING AND HIRE PURCHASE COMMITMENTS

Assets obtained under and hire purchase contracts are capitalised in the balance sheet and are depreciated over their expected useful lives.

TURNOVER

Turnover consists of the value of goods and services supplied in the period, excluding VAT.

PENSIONS

The company operates a defined contribution pension scheme for the directors, whereby contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

CLOVERLEAF HOTELS LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 1997

2	<u>Fixed assets</u>	Tangible fixed assets £
	COST	
	Additions	615800
	Disposals	-
		<hr/>
	At 31 March 1997	615800
		<hr/>
	DEPRECIATION	
	Charge for year	10980
	Disposals	-
		<hr/>
	At 31 March 1997	10980
		<hr/>
	NET BOOK VALUE	
	At 31 March 1997	604820
		<hr/>
3	<u>Creditors</u>	
	Creditors include the following:	1997 £
	Bank overdraft	
	Loans not wholly repayable within five years:	369993
		<hr/>
	Loan from Scottish Brewers repayable in instalments of £3333 commencing July 1996.	
4	<u>Share capital</u>	1997 £
	Authorised: 250,000 ordinary shares of £1 each	250000
		<hr/>
	Issued and fully paid: 100,000 ordinary shares of £1 each	100000
		<hr/>
5	<u>Comparatives</u>	
	As these are the first financial statements produced by the company there are no comparative figures.	