

**Portland Hotels Limited**

Financial statements

For the period from 30 January 2006 to  
28 January 2007

Grant Thornton 



**Company No. SC227138**

## Officers and professional advisers

<b>Company Registration Number</b>	SC227138
<b>Registered Office</b>	Exchange Tower 19 Canning Street Edinburgh Midlothian EH3 8EH
<b>Directors</b>	J A Brown C J Paton
<b>Secretary</b>	HBJGW Secretarial Limited
<b>Solicitors</b>	HBJ Gateley Wareing LLP Exchange House 19 Canning Street EDINBURGH EH3 8EH
<b>Auditor</b>	Grant Thornton UK LLP Chartered Accountants Registered Auditors 1 4 Atholl Crescent EDINBURGH EH3 8LQ

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## Report of the directors

The directors present their report and the financial statements of the company for the period from 30 January 2006 to 28 January 2007

### **Principal activities**

The company was dormant throughout the current and previous period.

### **Directors**

The directors who served the company during the period were as follows

J A Brown  
C J Paton  
B Gillespie

B Gillespie resigned as a director on 4 October 2006

### **Directors' responsibilities**

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

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

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are 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.

In so far as the directors are aware

- there is no relevant audit information of which the company's auditors are unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**Portland Hotels Limited**

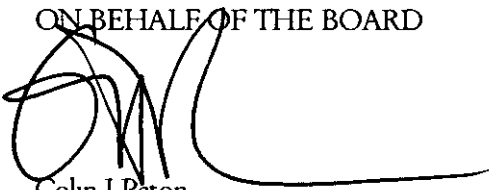
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**Financial statements for the period from 30 January 2006 to  
28 January 2007**

**Small company provisions**

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985

ON BEHALF OF THE BOARD

A large, stylized handwritten signature in black ink, appearing to be 'CJP', written over the text 'ON BEHALF OF THE BOARD'.

Colin J Paton  
Director  
9 July 2007

## Report of the independent auditor to the members of Portland Hotels Limited

We have audited the financial statements of Portland Hotels Limited for the period from 30 January 2006 to 28 January 2007 on pages 7 to 8. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), under the historical cost convention and the accounting policies set out on page 8.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditor**

The directors' responsibilities for preparing the Report of the Directors and the financial statements in accordance with United Kingdom law and Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Report of the Directors is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

### **Basis of opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

## Report of the independent auditor to the members of Portland Hotels Limited (continued)

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 financial statements 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 financial statements.

### Opinion

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 28 January 2007 and of its result for the period then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Report of the Directors is consistent with the financial statements

GRANT THORNTON UK LLP  
REGISTERED AUDITORS  
CHARTERED ACCOUNTANTS



EDINBURGH

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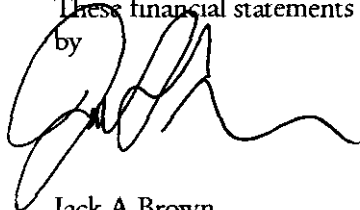
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## Balance sheet

	Note	28 Jan 07 £	29 Jan 06 £
<b>Current Assets</b>			
Cash in hand		1	1
<b>TOTAL ASSETS</b>		<u>1</u>	<u>1</u>
<b>Capital And Reserves</b>			
Called up equity share capital	4	1	1
<b>Shareholders' FUNDS</b>		<u>1</u>	<u>1</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2005)

These financial statements were approved by the directors on 9 July 2007 and are signed on their behalf  
by



Jack A Brown  
Director



## Notes to the financial statements

### 1 Accounting policies

#### Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

The company was dormant throughout the current period and previous year

#### Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date

### 2 Profit and loss account

The company did not trade during the period and has made neither a profit nor a loss. No Profit and Loss Account has therefore been prepared.

### 3 Related party transactions

The company is under the control of J A Brown and C J Paton, directors of the company, as a result of their controlling interest in Etchecan Limited.

### 4 Share capital

Authorised share capital

	28 Jan 07 £	29 Jan 06 £
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

Allotted, called up and fully paid.

	28 Jan 07 No	£	29 Jan 06 No	£
Ordinary shares of £1 each	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

### 5 Contingent liabilities

The company, its parent and all other fellow subsidiaries have entered into all sums cross guarantees in respect of each company's indebtedness to the Bank of Scotland plc

### 6 Ultimate parent company

The ultimate holding company is Etchecan Limited, a company registered in Scotland.