

Abbreviated Financial Statements for the Period 1 July 1995 to 31 December 1996

for

Carcarms Hotels Limited



Carcarms Hotels Limited

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Carcarms Hotels Limited

**Company Information
for the Period 1 July 1995 to 31 December 1996**

DIRECTORS: M E M Davies
G Davies
A M Davies

SECRETARY: M E M Davies

REGISTERED OFFICE: 5 Norfolk Square
London W2 1RU

REGISTERED NUMBER: 1550289 (England and Wales)

AUDITORS: Richard Morgan and Company
Registered Auditor
Chartered Accountants
59 Victoria Road
Surbiton
Surrey KT6 4NQ

Carcarms Hotels Limited

Report of the Auditors to Carcarms Hotels Limited

Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

We have examined the abbreviated financial statements on pages four to six together with the full financial statements of Carcarms Hotels Limited prepared under Section 226 of the Companies Act 1985 for the period ended 31 December 1996.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the directors' statement on page four and whether the abbreviated financial statements have been 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 financial statements 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 the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the period ended 31 December 1996, and the abbreviated financial statements on pages four to six have been properly prepared in accordance with that Schedule.

Other information

On 5 April 1997 we reported, as auditors of Carcarms Hotels Limited, to the shareholders on the financial statements prepared under Section 226 of the Companies Act 1985 for the period ended 31 December 1996, and our audit report was as follows:

"We have audited the financial statements on pages five to eleven which have been prepared under the historical cost convention and the accounting policies set out on page eight.

Respective responsibilities of directors and auditors

As described on page two the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements 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 financial statements. It also includes an assessment of the significant estimates and judgments 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.

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.

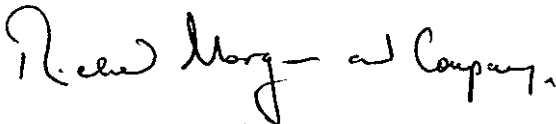
Carcarms Hotels Limited

**Report of the Auditors to
Carcarms Hotels Limited**

Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 1996 and of its profit for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."



Richard Morgan and Company
Registered Auditor
Chartered Accountants
59 Victoria Road
Surbiton
Surrey KT6 4NQ

Dated: 5 April 1997

Carcarms Hotels Limited

**Abbreviated Balance Sheet
31 December 1996**

		31.12.96		30.6.95	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		463,719		481,060
CURRENT ASSETS:					
Debtors		20,047		14,476	
Cash at bank		523,809		241,420	
		<u>543,856</u>		<u>255,896</u>	
CREDITORS: Amounts falling due within one year		<u>492,647</u>		<u>365,743</u>	
NET CURRENT ASSETS/(LIABILITIES):			<u>51,209</u>		<u>(109,847)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES:			<u><u>£514,928</u></u>		<u><u>£371,213</u></u>
CAPITAL AND RESERVES:					
Called up share capital	3		100		100
Profit and loss account			514,828		371,113
			<u>£514,928</u>		<u>£371,213</u>
Shareholders' funds			<u><u>£514,928</u></u>		<u><u>£371,213</u></u>

Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the opinion of the directors, the company is entitled to the benefit of those exemptions as a small company.

In preparing the full financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD:



M E M Davies - DIRECTOR

Approved by the Board on 5 April 1997

The notes form part of these financial statements

Carcarms Hotels Limited

Notes to the Abbreviated Financial Statements for the Period 1 July 1995 to 31 December 1996

1. ACCOUNTING POLICIES

Accounting convention

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

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents charges to third parties, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Furniture & Equipment	- 25% - 33.3% on cost
Motor Vehicles	- 25% on cost

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Pensions

The company operates a defined policy pension scheme for the three directors. Contributions are charged to the profit and loss account in accordance with the rules of scheme. The assets of the scheme are held separately from those of the company.

Carcarms Hotels Limited

Notes to the Abbreviated Financial Statements for the Period 1 July 1995 to 31 December 1996

2. TANGIBLE FIXED ASSETS

	Total
	<u>£</u>
COST:	
At 1 July 1995	677,615
Additions	1,587
	<u> </u>
At 31 December 1996	679,202
	<u> </u>
DEPRECIATION:	
At 1 July 1995	196,555
Charge for period	18,928
	<u> </u>
At 31 December 1996	215,483
	<u> </u>
NET BOOK VALUE:	
At 31 December 1996	463,719
	<u> </u>
At 30 June 1995	481,060
	<u> </u>

3. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.96 £	30.6.95 £
100	Ordinary	£1	100	100
			<u> </u>	<u> </u>

4. TRANSACTIONS WITH DIRECTORS

One of the buildings used by the company is owned jointly with two of the directors, and the others are wholly owned by them. No rent is charged in respect of the occupation of these premises. On 5th April 1997, the two directors sold their interest in the jointly- owned property to the company for £300,000. The sale price was based on an independent valuation.