Registered No. 992321

JOHNSTON HOTELS LIMITED

ABBREVIATED ACCOUNTS

for the year ended 30 April 2000



PEARSON MAY

CHARTERED ACCOUNTANTS

Originated 1841

BATH TROWBRIDGE WARMINSTER CHIPPENHAM

AUDITORS' REPORT

to the directors of JOHNSTON HOTELS LIMITED

under Section 247B of the Companies Act 1985.

We have examined the abbreviated accounts set out on pages 2 to 4 together with the full statutory accounts of the company for the year ended 30 April 2000, prepared under section 226 of the Companies Act 1985.

Respective Responsibilities Of Directors And Auditors

The directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with the provisions and to report our opinion to you.

Basis Of Opinion

We have carried out the procedures we considered necessary to confirm, by reference to the full statutory accounts, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full statutory accounts.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

PEARSON MAY

Chartered Accountants and Registered Auditors

5 Wicker Hill, Trowbridge

12th January 2001

(date signed)

JOHNSTON HOTELS LIMITED
ABBREVIATED BALANCE SHEET
as at 30 April 2000

	Notes	2000		1999	
		£	£	£	£
FIXED ASSETS					
Tangible Assets	(2)		**248,623**		210,954
CURRENT ASSETS					
Stocks		**10,094**		13,460	
Debtors		**25,249**		20,726	
Cash at Bank and in Hand		**800**		800	
		36,143		34,986	
CREDITORS: amounts falling due within one year	(3)	**(191,579)**		(145,138)	
NET CURRENT LIABILITIES			**(155,436)**		(110,152)
TOTAL ASSETS LESS CURRENT LIABILITIES			**93,187**		100,802
PROVISIONS FOR LIABILITIES AND CHARGES					
Deferred Taxation			**(16,423)**		8,442
			76,764		92,360
CAPITAL AND RESERVES					
Called Up Share Capital	(4)		**1,000**		1,000
Profit and Loss Account			**75,764**		91,360
SHAREHOLDERS' FUNDS			**76,764**		92,360

The notes on page 3 and 4 form part of these abbreviated accounts.

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The accounts were approved by the board of directors on 8-1-00 and signed for and on behalf of the board by : *(date signed)*

R Johnston
Director

Y V Johnston
Director

1. ACCOUNTING POLICIES

Basis of Preparation of Accounts

The accounts are prepared under the historical cost convention.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Depreciation

Depreciation, calculated on the reducing balance and straight-line methods is expected to write off the cost of the fixed assets within their useful lives, with the exception that no depreciation is provided on freehold property. It is the company's policy to maintain the property in a state of good repair and the directors consider that the residual value of the property is such that any depreciation charge would not be material. The rates of depreciation used during the year were as follows:

Leasehold Improvements	10%	(straight-line)
Freehold Land & Buildings	Nil	
Motor Vehicles	25%	(reducing balance)
Fixtures Fittings and Equipment	15%	(reducing balance)

Deferred Taxation

Deferred taxation comprises the estimated future liability at current rates of tax in respect of depreciation of fixed assets claimed at a faster rate for tax purposes than that charged in the accounts, less any surplus advance corporation tax carried forward.

Turnover

Turnover represents the invoiced amounts of services provided net of value added tax.

Pension Costs

Contributions in respect of the company's defined contribution pension schemes are charged to the profit and loss account for the year in which they are payable to the scheme.

Leased Assets

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are charged against profit as incurred.

2. TANGIBLE FIXED ASSETS

Cost:	£
At 1 May 1999	520,542
Additions	65,473
Disposals	(5,000)
At 30 April 2000	**581,015**
Depreciation:	
At 1 May 1999	309,588
On Disposals	(4,911)
Charged in year	27,715
At 30 April 2000	**332,392**
Net Book Value:	
At 30 April 2000	**248,623**
At 30 April 1999	210,954

3. CREDITORS

Creditors include a bank overdraft of £74,282 (1999 £64,106) which is secured by a first mortgage over the land and buildings.

4. SHARE CAPITAL

	Authorised	Allotted Issued and Fully Paid
Ordinary shares of £1 each	1,000	1,000

5. RELATED PARTY TRANSACTIONS

During the year the directors moved out of their house which was then occupied by Johnston Hotels Limited. As from 8 July 1999 the company commenced paying rent at the rate of £22,500 per annum for the use of the property. During the year to 30 April 2000 the sum of £18,370 has been accounted for as being payable to the directors.

The rent has been agreed by a qualified valuer and is believed to be a market rent.