

# PEGASUS HOTELS OF JAMAICA LIMITED 1997

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## REPORT OF THE DIRECTORS

Your Directors submit to you, the members, their Twenty-Ninth Annual Report, together with the Audited Accounts of the Company for the year ended 31 March 1997.

### Financial Statements

The operating profit for the year under review is \$57.787M and after accounting for depreciation, interest income and taxation the net profit is \$18.302M. Details of the results are set out in the Audited Accounts and in the Notes to the Financial Statements.

### Capital Reserve

The balance on the Capital Reserve as of 31 March 1997 is \$861.360M and on the Revenue Reserve \$31.577M.

### Bonus Issue

The bonus issue of one for every ten stock units held which you approved at the ExtraOrdinary General Meeting held on April 14, 1997 was issued to stockholders on the Register of Members as at 29th April, 1997. This was issued out of profits in order to take advantage of Income Tax Incentives for the year ended 31 March 1997.

### Directors

The names of the Directors are shown on Page 1. As stated in the Chairman's Statement Mr. Edward C. Ashenheim died on July 24th, 1996. Mr. John J. Issa was appointed by the Board under Regulation 97 of the Articles of Association to fill the casual vacancy left by Mr. Ashenheim's death. In accordance with the Articles of Association of the Company the elected Directors, Mr. Christopher D. Bovell and Mr. John Joseph Issa retire at the Annual General Meeting and being eligible are recommended for re-election.

**Auditors**

Price Waterhouse have expressed their willingness to continue in office and a resolution will be proposed authorizing the Directors to fix their remuneration.

BY ORDER OF THE BOARD

E. JOYCE CHANG

SECRETARY

DATED THIS 29TH DAY OF APRIL, 1997.

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