

PEGASUS HOTELS OF JAMAICA LIMITED

INTERIM STATEMENTS AS AT 26/9/03.

Balance Sheet on 26 September 2003

	Sep-03 \$'000	Mar-03 \$'000	Sep-02 \$'000
NET ASSET EMPLOYED			
Fixed Assets	815,908	822,754	842,005
Long Term Receivables	171	171	171
Current Assets			
Inventories	20,604	16,769	18,236
Accounts receivable	41,323	54,802	39,465
Taxation recoverable	0	0	1,729
Cash and bank balances	99,521	95,801	65,110
	<u>161,448</u>	<u>167,372</u>	<u>124,540</u>
Current Liabilities			
Bank overdraft		408	
Accounts payable	13,174	41,157	24,110
Taxation payable	9,347	914	0
Current portion of long term liability	19,696	19,696	11,340
Current portion of lease obligation	587	873	739
	<u>42,804</u>	<u>63,048</u>	<u>36,189</u>
Net Current Assets	<u>118,644</u>	<u>104,324</u>	<u>88,351</u>
	934,723	927,249	930,527

FINANCED BY

Share Capital	120,166	114,444	114,444
Capital Reserves	846,457	846,457	846,457
Replacement Reserve	(605)	3,309	1,881
Accumulated Deficit	(56,584)	(72,440)	(70,486)
	909,434	891,770	892,296
Long Term Liability	25,267	35,115	37,628
Lease obligation	22	364	603
	934,723	927,249	930,527

Profit and Loss Account on 26 September 2003

	<u>For the Quarter Ending</u>		<u>For the six Months Ending</u>	
	<u>26-Sep</u> <u>2003</u> <u>\$000</u>	<u>26-Sep</u> <u>2002</u> <u>\$000</u>	<u>26-Sep</u> <u>2003</u> <u>\$000</u>	<u>26-Sep</u> <u>2002</u> <u>\$000</u>
Sales	134,064	120,932	265,117	238,954
Cost of sales	(57,796)	(53,553)	(112,632)	(97,355)
Gross Profit	76,268	67,379	152,485	141,599
Other operating income	8,549	1,929	14,800	5,540
Administration expenses	(34,254)	(31,107)	(67,856)	(63,848)
Other operating expenses	(37,527)	(33,126)	(73,315)	(66,856)
Operating profit/(loss)	13,036	5,075	26,114	16,435

Finance (expense)/income	3,453	(11)	6,629	(602)
Profit before taxation	16,489	5,064	32,743	15,833
Taxation	(5,770)	(1,772)	(11,165)	(5,542)
NET PROFIT	10,719	3,292	21,578	10,291
PROFIT PER STOCK UNIT	08.92cents	02.74cents	17.95cents	08.56cents

- Notes:
1. The figures are unaudited and accounting policies remain as stated in the 2002/2003 Annual Accounts.
 2. The earnings per stock unit are based on 120,165,973 ordinary stock units, which represents the number of ordinary stock units issued at the end of the period.

Statement of Changes of Equity

Six (6) Months ended 26 September 2003

	Number of Shares	Share Capital	Capital Reserve	Replacement Reserve	Accumulated deficit	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance as at 1 April 2002	114,444	114,444	846,457	2,618	(86,319)	877,200
Provision for replacement	-	-	-	24,498	-	24,498
Replacement utilisation	-	-	-	(23,807)	-	(23,807)
Net Profit	-	-	-	-	13,879	13,879

Balance as at 1 April 2003	114,444	114,444	846,457	3,309	(72,440)	891,770
Bonus issue	5,722	5,722			(5,722)	
Provision for replacement	-	-	-	14,067	-	14,067
Replacement utilisation	-	-	-	(17,981)	-	(17,981)
Net Profit					21,578	21,578
Balance at 26 September 2003	120,166	120,166	846,457	(605)	(56,584)	909,434

SOURCES AND APPLICATIONS OF FUNDS

PERIOD ENDED SEPTEMBER 2003

	<u>\$'000</u>
CASH RESOURCES Were (used in) PROVIDED BY:	-
Operating Activities	
Net Profit	21,578
Items not affecting cash	
Depreciation	26,879
Replacement Reserve	14,067
Replacement Reserve (SPENT)	(17,981)
Gain on disposal of fixed assets	44,543
Changes in non-cash working capital components	
Inventories	(3,835)
Receivables	11,661
Payables	(18,019)
Forte (UK) Ltd	-
Taxation	-

Net cash provided by operating activities	<u>34,350</u>
Financing Activities	
Proceeds from disposal of fixed assets	-
Proceeds from DBJ	-
Net cash used in financing activities	<u>-</u>
Loan Repayment	(10,190)
Investing Activity	
Purchase of fixed assets	<u>(20,032)</u>
Net cash used in investing activities	<u>(20,032)</u>
Increase/(Decrease) in net bank and cash balances	4,128
Net bank and cash balances at beginning of year	<u>95,393</u>
NET BANK AND CASH BALANCES AT END OF YEAR	<u>99,521</u>
