

Registered Number 1517581

**PROJECT CASTLE LIMITED**

**DIRECTORS' REPORT AND ACCOUNTS**

**FOR THE YEAR ENDED 31ST DECEMBER 1998**



## PROJECT CASTLE LIMITED

### DIRECTORS' REPORT

The directors present their report and financial statements of the company for the year ended 31st December 1998.

#### PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The company did not trade during the year and the directors do not therefore recommend the payment of a dividend.

During the year, The Savoy Hotel Plc de-listed and changed its name to The Savoy Hotel Ltd, following a successful Offer for both A and B shares of the company by Blackstone Hotel Acquisitions Company ('BHAC'). On 5 January 1999, following the restructuring described above, the company changed its name to Claridge's Hotel Ltd.

The company manages the business of Project Castle on behalf of Claridge's Hotel Ltd.

#### DIRECTORS

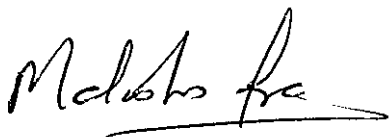
A J Fort  
R Pajares

Mr. R Pajares and Mr. A J Fort are directors of the ultimate holding company, Claridge's Hotel Ltd, and as such their interests in the shares and debentures of the company, its fellow subsidiary companies and its ultimate holding company at 1 January and 31 December 1998 are disclosed in the statutory accounts of Claridge's Hotel Ltd.

#### TAX STATUS

The company is not a close company within the provisions of the Income and Corporation Taxes Act, 1988.

#### BY ORDER OF THE BOARD



M R France  
Secretary  
1 Savoy Hill  
London WC2R 0BP

1 April 1999

Registered in England No: 1517581


PROJECT CASTLE LIMITED

BALANCE SHEET FOR THE YEAR ENDED 31ST DECEMBER 1998

	Note	1998 £	1997 £
CREDITORS - amounts owed to ultimate holding company falling due after more than one year		<u>(718,514)</u>	<u>(718,514)</u>
NET CURRENT LIABILITIES		<u>(718,514)</u>	<u>(718,514)</u>
CAPITAL AND RESERVES			
Called-up share capital	4	200	200
Share premium account		118,025	118,025
Profit and loss account - deficit		<u>(836,739)</u>	<u>(836,739)</u>
		<u>(718,514)</u>	<u>(718,514)</u>

The company was dormant (within the meaning of section 250 of the Companies Act 1985) throughout the year ended 31st December 1998.

The financial statements on pages 2 and 3 were approved by the board of directors on 1 April, 1999 and are signed on its behalf by:



A J Fort  
Director

## PROJECT CASTLE LIMITED

### NOTES ON THE ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER 1998

#### 1 ACCOUNTING POLICIES

The accounts have been prepared in accordance with applicable accounting standards in the United Kingdom.

#### 2 TRADING:

The company did not trade during the year

#### 3 EMOLUMENTS OF DIRECTORS

Directors' emoluments were nil (1997: nil).

#### 4 SHARE CAPITAL

	1998 £	1997 £
Authorised, allotted, called up and fully paid		
200 Ordinary shares of £1 each	<u>200</u>	<u>200</u>

#### 5 ULTIMATE HOLDING COMPANY

The company's ultimate holding company is Claridge's Hotel Ltd, which is incorporated in Great Britain and registered in England and Wales.

#### 6. RELATED PARTY TRANSACTIONS

There have been no related party transactions during the year.