

PEGASUS HOTELS OF JAMAICA LIMITED 2000

REPORT OF THE DIRECTORS

Your Directors submit to you, the members, their Thirty-Second Annual Report, together with the Audited Accounts of the Company for the year ended 31 March 2000.

Financial Statements

The operating profit for the year under review is \$29.160M and after accounting for depreciation, interest income, taxation and exceptional items of \$6.381M the net loss is \$22.870M. 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 2000 is \$857.280M and on the Revenue Reserve accumulated losses of \$50.902M.

Dividend

No dividend can be recommended due to the net losses.

Directors

The names of the Directors are shown. In accordance with the Articles of Association of the Company the elected Directors, Mr. Christopher D. Bovell and Dr. The Hon. John Joseph Issa retire at the Annual General Meeting and being eligible are recommended for re-election.

Auditors

PriceWaterhouseCoopers 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 14TH DAY OF APRIL, 2000.
