

INNSUITES HOSPITALITY TRUST  
Form 10-Q  
June 14, 2007

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549**

**FORM 10-Q**

**QUARTERLY REPORT  
PURSUANT TO SECTION 13 OR 15(d)  
OF THE SECURITIES EXCHANGE ACT OF 1934  
FOR THE QUARTERLY PERIOD ENDED APRIL 30, 2007**

**Commission File Number 1-7062**

**INNSUITES HOSPITALITY TRUST**  
(Exact name of registrant as specified in its charter)

**Ohio**  
(State or other jurisdiction of  
incorporation or organization)

**34-6647590**  
(I.R.S. Employer Identification Number)

**InnSuites Hotels Centre  
1615 E. Northern Ave., Suite 102  
Phoenix, AZ 85020**  
(Address of principal executive offices)

Registrant's telephone number, including area code: **(602) 944-1500**

Indicate by check mark whether the registrant: (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act.

Large Accelerated Filer  Accelerated Filer  Non-Accelerated Filer

Edgar Filing: INNSUITES HOSPITALITY TRUST - Form 10-Q

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).  
Yes  No

Number of outstanding Shares of Beneficial Interest, without par value, as of June 8, 2007: 9,187,304.

---

## PART I

## FINANCIAL INFORMATION

## ITEM 1. FINANCIAL STATEMENTS

INNSUITES HOSPITALITY TRUST AND SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS

	<b>APRIL 30, 2007</b>	<b>JANUARY 31, 2007</b>
	<b>(UNAUDITED)</b>	
<b>ASSETS</b>		
Current Assets:		
Cash and Cash Equivalents	\$ 155,356	\$ 202,691
Restricted Cash	137,579	128,284
Accounts Receivable, including \$350,194 and \$0 from related parties, net of Allowance for Doubtful Accounts of \$118,000 and \$115,000, as of April 30, and January 31, 2007, respectively	1,229,686	752,232
Prepaid Expenses and Other Current Assets	442,526	485,636
Total Current Assets	1,965,147	1,568,843
Hotel Properties, net	29,318,898	29,654,942
Long-Term Portion of Deferred Finance Costs	131,344	140,245
Long-Term Deposits	14,987	14,987
<b>TOTAL ASSETS</b>	<b>\$ 31,430,376</b>	<b>\$ 31,379,017</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>LIABILITIES</b>		
Current Liabilities:		
Accounts Payable and Accrued Expenses, including \$17,856 and \$518,206 accrued interest and payables to related parties as of April 30, and January 31, 2007, respectively	\$ 2,323,185	\$ 2,970,080
Notes Payable to Banks	1,687,255	749,777
Current Portion of Mortgage Notes Payable	905,889	926,464
Current Portion of Other Notes Payable	105,148	109,486
Current Portion of Notes Payable to Related Parties	31,633	31,086
Total Current Liabilities	5,053,110	4,786,893
Mortgage Notes Payable	17,737,633	17,939,187
Notes Payable to Related Parties	46,514	1,054,631
Other Notes Payable	104,002	126,413
<b>TOTAL LIABILITIES</b>	<b>22,941,259</b>	<b>23,907,124</b>
<b>MINORITY INTEREST IN PARTNERSHIP</b>	<b>1,067,093</b>	<b>930,192</b>
<b>SHAREHOLDERS' EQUITY</b>	<b>17,930,319</b>	<b>17,030,891</b>

Edgar Filing: INNSUITES HOSPITALITY TRUST - Form 10-Q

Shares of Beneficial Interest, without par value; unlimited authorization; 9,180,806 and 9,195,856 shares issued and outstanding at April 30, and January 31, 2007, respectively  
Treasury Stock, 7,552,020 and 7,536,970 shares held at April 30, and January 31, 2007, respectively

TOTAL SHAREHOLDERS' EQUITY		(10,508,295)		(10,489,190)
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$	7,422,024	\$	6,541,701
		31,430,376		31,379,017

See accompanying notes to unaudited consolidated financial statements

INNSUITES HOSPITALITY TRUST AND SUBSIDIARIES  
UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS

**FOR THE THREE MONTHS ENDED  
APRIL 30,**

	<b>2007</b>		<b>2006</b>
REVENUE			
Room	\$ 5,196,910	\$	4,953,212
Food and Beverage	333,772		353,577
Telecommunications	11,477		9,576
Other	94,063		125,732
Management and Trademark Fees, including \$109,112 and \$102,239 from related parties, for the three months ended April 30, 2007 and 2006, respectively	109,111		143,712
Payroll Reimbursements, including \$760,010 and \$773,700 from related parties, for the three months ended April 30, 2007 and 2006, respectively	760,010		926,246
<b>TOTAL REVENUE</b>	<b>6,505,343</b>		<b>6,512,055</b>
OPERATING EXPENSES			
Room	1,101,270		1,124,915
Food and Beverage	299,039		303,299
Telecommunications	35,420		41,796
General and Administrative	806,160		849,904
Sales and Marketing	310,110		339,604
Repairs and Maintenance	354,638		338,439
Hospitality	195,538		200,710
Utilities	266,301		256,105
Hotel Property Depreciation	490,427		514,351
Real Estate and Personal Property Taxes, Insurance and Ground Rent	305,308		305,581
Other	6,681		36,331
Payroll Expenses	760,010		926,246
<b>TOTAL OPERATING EXPENSES</b>	<b>4,930,902</b>		<b>5,237,281</b>
<b>OPERATING INCOME</b>	<b>1,574,441</b>		<b>1,274,774</b>
Interest Income	46		