

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

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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

	APRIL 30, 2007	JANUARY 31, 2007
	(UNAUDITED)	
ASSETS		
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
TOTAL ASSETS	\$ 31,430,376	\$ 31,379,017
LIABILITIES AND SHAREHOLDERS' EQUITY		
LIABILITIES		
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
TOTAL LIABILITIES	22,941,259	23,907,124
MINORITY INTEREST IN PARTNERSHIP	1,067,093	930,192
SHAREHOLDERS' EQUITY	17,930,319	17,030,891

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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		(10,508,295)	(10,489,190)
TOTAL SHAREHOLDERS' EQUITY		7,422,024	6,541,701
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$	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,**

	2007		2006
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
TOTAL REVENUE	6,505,343		6,512,055
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
TOTAL OPERATING EXPENSES	4,930,902		5,237,281
OPERATING INCOME	1,574,441		1,274,774
Interest Income	46		