

INTERCONTINENTAL HOTELS GROUP PLC /NEW/  
Form 6-K  
May 22, 2009

**SECURITIES AND EXCHANGE COMMISSION**

**Washington DC 20549**

**FORM 6-K**

**REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13a-16 AND 15d-16 OF  
THE SECURITIES EXCHANGE ACT OF 1934**

**For 22 May 2009**

**InterContinental Hotels Group PLC  
(Registrant's name)**

**Broadwater Park, Denham, Buckinghamshire, UB9 5HJ, United Kingdom  
(Address of principal executive offices)**

**Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.**

**Form 20-F**

**Form 40-F**

**Indicate by check mark whether the registrant by furnishing the information contained in this form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.**

**Yes**

**No**

**If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): Not applicable**

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**EXHIBIT INDEX**

99.1	1st Quarter Results dated 12 May 2009
99.2	Notification of changes to Director's details dated 13 May 2009
99.3	Holding(s) in Company dated 14 May 2009

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**Exhibit No: 99.1****1st Quarter Results**

**InterContinental Hotels Group PLC**  
First

Quarter Result  
s to 31  
March 2009

Financial results	2009	2008	% change		% change (CER)	
			Total	Excluding LDs <sup>1</sup>	Total	Excluding LDs <sup>1</sup>
Continuing revenue	\$342m	\$448m	(24)%	(22)%	(19)%	(17)%
Continuing operating profit	\$69m	\$124m	(44)%	(41)%	(48)%	(45)%
Total operating profit	\$72m	\$127m	(43)%	(39)%	(47)%	(44)%
Adjusted continuing EPS	14.8¢	22.9¢	(35)%			
Adjusted total EPS	15.5¢	23.6¢	(34)%			
Total basic EPS <sup>2</sup>	9.5¢	21.2¢	(55)%			
Net debt	\$1,287m	\$1,679m				

All figures are before exceptional items unless otherwise noted. See appendix 3 for analysis of financial headlines. Constant exchange rate comparatives shown in appendix 4. (% CER) = change in constant currency.

<sup>1</sup>

-

excluding \$3

m

of

significant liquidated damages

receipts in Q1 2009 and \$13m in Q1 2008.

<sup>2</sup>

-

Total basic EPS after exceptional items

<b>Business headlines</b>
---------------------------

Global constant currency RevPAR decline of 13.6%. IHG's brands outperformed the industry in each of its three regions.
--

· 1,845 net rooms (36 hotels) added in the quarter taking total system size to 621,696 rooms (4,222 hotels).
· 12,440 rooms (98 hotels) added to the system, 10,595 rooms (62 hotels) removed in line with our quality growth strategy.
· 10,551 rooms (76 hotels) signed, taking the pipeline to 236,343 rooms (1,697 hotels).
· Net debt of \$1.3bn held flat on the position as at 31 December 2008.
· Exceptional operating items of \$26m relate to a \$21m previously committed final payment into the UK pension fund and \$5m associated with the Holiday Inn relaunch.

<b>Recent trading</b>
· April was impacted by the movement of Easter from March to April. April global constant currency RevPAR decline of 19.8%; -18.8% Americas, -22.4% EMEA and -20.6% Asia Pacific.
· No further deterioration in demand is visible in forward bookings, but room rates remain under pressure.

<b>Update on priorities</b>
· <b>Open rooms.</b> Currently 90,000 rooms under construction, at least 38,000 of which are scheduled to open in the balance of the year (12,440 rooms opened in the quarter). Continued focus on driving up the overall quality of the system means room removals in the balance of the year will be in the region of 25,000.
· <b>Drive share.</b> US RevPAR outperformed the market by 3.5 percentage points (IHG US brands Q1 RevPAR decline of 14.2% compared to US industry of 17.7%).
· <b>Relaunch Holiday Inn.</b> 729 hotels operating under the new standards year to date. Early indications from the first relaunched hotels continue to show RevPAR outperformance of more than 5% compared to a control group.
· <b>Reduce costs.</b> In February, IHG announced a cost saving programme which would reduce 2009 regional and central costs by \$30m at constant currency. Q1 regional and central costs were \$7m below 2008 levels on a constant currency basis (\$18m on a reported basis). The full year cost savings are on track, and at current exchange rates and including some additional savings, reported regional and central overheads are now expected to be \$70m below 2008 levels.

**Commenting on the results**

, Andrew Cosslett, Chief Executive of InterContinental Hotels Group PLC said:

"

As expected th

e

start to the year has been very challenging for the industry.

O  
ccupancy showed signs of stabilisation in the quarter,  
but  
r  
oom rates, which  
held up well during 2008

,  
declined  
under the pressure of a very  
competitive  
market. Our brands  
continue to  
perform strongly across  
all three  
of our regions, and in the US our  
RevPAR outperformance

has improved further  
from the last quarter of 2008,  
mostly as a result of our portfolio bias to  
midscale  
hotels  
, primarily  
Holiday Inn

;  
"  
The lack of liquidity in the lending markets has slowed our deal pace but we  
still  
signed 76 hotels in the quarter.

We also opened  
close to  
100 hotels, more than in the same period last year.

This opening programme combined  
with our  
continued removal of

under  
performing

hotels is  
driv  
ing

up the quality of our estate.

We are continuing to invest in our  
business  
with the major focus

being the

relaunch of Holiday Inn.

We now have

over

700  
relaunched hotels

in the system a  
nd  
remain

committed to completing the  
programme by the end of 2010.

Feedback  
from relaunched hotels  
continues to be positive

,  
with  
RevPAR outperformance in line with expectations.  
"

Our strong balance sheet and long term bank facility provide  
a strong platform for our capital light

,  
cash generative,  
fee based model.

T  
he  
outlook remains  
tough

but  
we  
are  
taking decisive action  
on  
costs

without compromising our ability  
to  
continue to

grow market share  
."

**Americas**

:  
**midscale  
resilience  
Revenue performance**  
RevPAR  
declined  
13.5  
%  
driven by  
both occupancy and rate

In the US,  
IHG brands outperformed the  
industry  
by  
3.5 percentage points  
,  
driven by the  
resilience of  
the midscale brands which represent  
80% of IHG's rooms in this market.  
Continuing  
revenue  
s  
declined  
2  
6  
%  
to \$170  
m.

Exclu  
ding one  
\$13m liquidated damages receipt  
in the first quarter  
of 2008, continuing revenues declined 22  
%.

**Operating profit performance**

O  
perating profit  
from continuing operations  
declined



46  
% from \$  
112  
m to \$  
60  
m  
.

Excluding the liquidated damages, continuing operating profit declined 39%.  
The contribution from continuing owned and leased hotels declined from a profit of \$7m to a loss of \$4m driven by a 28.2% decline in RevPAR and the absence of any contribution from the Holiday Inn Jamaica which was sold in September 2008

Excluding the \$13m liquidated damages receipt in the first quarter of 2008, managed hotels profit declined by \$14m to a loss of \$4m

This was primarily due to guarantee payments where the commitments are phased evenly through the year, but the hotel cash flows which fund them are seasonally low in the first quarter

Franchised hotels profit decreased by \$17m to \$80m driven by an 11% decline in royalty fees and a \$5m reduction in non-royalty fees

**EMEA:**  
**r**  
**esilience**

**in the Middle East**

**Revenue performance**

RevPAR declined

11.6

%

driven by both occupancy and rate. The Middle East remained the strongest market with a decline in RevPAR of 2.3

%

. IHG hotels in the UK outperformed the market with a RevPAR decline of 9.0

%

.  
Continuing revenue

declined 24% (10%

at constant exchange rates

(  
CER

)  
) to \$87m

.  
Excluding one

\$3m liquidated damages receipt in the first quarter of 2009, continuing revenues declined 27% (12% CER).

**Operating profit performance**

Operating profit

from continuing operations declined

20

%

(13

%

CER

)

from

\$

30

m to

\$

24

m

or 30% (23% CER) e

xcluding the \$3m liquidated damages receipt

.  
Owned and leased profits decline

d by

\$4m to \$1m, with  
a  
strong  
performance

at the InterContinental London Park Lane  
being  
offset by the impact of a  
weak market  
on the InterContinental Paris Le Grand. Managed hotels profit declined  
by

\$5m to \$16m  
. Continuing  
with in the Middle East was offset by the annualisation of the  
reduced contribution from a portfolio of hotels in the UK  
,  
first reported in the third quarter of 2008. Excluding the  
\$3  
million liquidated damages receipt  
in the first quarter of 2009, franchised hotels profit declined 1  
3% to \$13m, but grew 7% at CER  
as the  
contribution from  
a  
5%  
increase in the number

of  
franchised rooms partially  
offset  
an 11.8  
% RevPAR decline.

**Asia  
Pacific:  
RevPAR outperformance  
Revenue performance**

RevPAR  
declined  
17.2  
%  
driven by both occupancy and rate.

Trading in the major cities of

Greater China

remained

very

soft driving RevPAR down

19.9

%

, significantly

better than the industry down 32.5%

which was heavily impacted by oversu

pply in

major markets.

Continuing revenues

declined

22% (19% CER)

to \$

56m

.

### **Operating profit performance**

Operating profit from continuing operations

declined

41

%

(35

% CER)

from \$

17

m to \$

10

m

.

Operating profit at owned and leased hotels

decreased by \$3m to \$7m

primarily

reflecting a RevPAR decline of

21

.1

%

at the InterContinental Hong Kong.

Managed hotel

s profit

decreased  
43% (29% CER)  
to \$8m

**I  
nterest and  
t  
ax**

The interest c  
harge for the quarter fell \$  
16  
m to  
\$  
14  
m

due to a reduction in  
interest rates and lower average net debt.

Based on the position at the end of the quarter, the tax charge has been calculated using an estimated annual tax rate of 24% (Q1 2008: 29%).

The reported tax rate may continue t  
o vary year-on-year  
but is expected to incr  
ease in the medium to long term

**Cash  
flow  
&  
n  
et debt**

Capital expenditure of \$18m was \$10m below 2008  
levels

and as disclosed previously, full year maintenance capital expenditure is expected to be c.\$75m, down  
25% on 2008 levels.

IHG's net  
debt was

maintained at \$1.3bn at the end of the quarter, including the \$  
202m  
finance lease on the InterContinental Boston

IHG remains well place

d  
in terms of its banking facilities, with a \$1.6bn revolving credit facility expiring May 2013 and a \$0.5bn term  
loan expiring November 2010

**Appendix 1: Asset disposal programme detail**

	<b>Number of owned hotels</b>	<b>Proceeds</b>	<b>Net book value</b>
Disposed since April 2003	183	\$5.5 bn	\$5.2bn
Remaining hotels	16		\$1.6 bn

For a full list please visit  
[www.ihg.com/Investors](http://www.ihg.com/Investors)

**Appendix 2:  
Rooms**

	<b>Americas</b>	<b>EMEA</b>	<b>Asia Pacific</b>	<b>Total</b>
Openings	9,666	841	1,933	12,440
Removals	(6,759)	(1,494)	(2,342)	(10,595)
Net openings	2,907	(653)	(409)	1,845
<i>Signings</i>	<i>6,602</i>	<i>1,994</i>	<i>1,955</i>	<i>10,551</i>

**Appendix 3:**

**Financial headlines**

<b>Three months to 31 March</b>	<b>Total</b>		<b>Americas</b>		<b>EMEA</b>		<b>Asia Pacific</b>		<b>Central</b>	
<b>\$ m</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
Franchised operating profit	97	114	80	97	16	15	1	2		
Managed operating profit	20	58	(4)	23	16	21	8	14		
Continuing owned and leased operating profit	4	22	(4)	7	1	5	7	10		

Regional overheads	(27) (35)	(12) (15)	(9) (11)	(6) (9)
Continuing operating profit pre central overheads	94 159	60 112	24 30	10 17
Central overheads	(25) (35)	- -	- -	- (25) (35)
Continuing operating profit	69 124	60 112	24 30	10 17 (25) (35)
Discontinued owned and leased operating profit	3 3	3 3	- -	- -
Total operating profit	72 127	63 115	24 30	10 17 (25) (35)

**Appendix 4:  
Constant currency  
continuing  
operating profit growth  
before  
exceptional items**

.

	Americas		EMEA		Asia Pacific		Total ***	
	Actual currency*	Constant currency**	Actual currency*	Constant currency**	Actual currency*	Constant C urrency**	Actual currency*	Constant currency**
Growth	(46)%	(46)%	(20)%	(13)%	(41)%	(35)%	(44)%	(48)%

**Exchange rates GBP:USD EUR: USD**

200	0.7	0.77
9	0	
200	0.5	0.67
8	0	

\* US dollar

actual currency

\*\* Translated at constant

200

8

exchange rates

\*\*\* After Central Overheads

**F  
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**High resolution images to accompany this announcement are available for the media to download free of charge from [www.vismedia.co.uk](http://www.vismedia.co.uk) . This includes profile shots of the key executives.**

## **UK**

### **Q&A Conference Call:**

A conference call with Andrew Cosslett (Chief Executive) and Richard Solomons (Finance Director) will commence at 8.30 am (

London

time) on 12 May. There will be an opportunity to ask questions.

International dial-in: +44 (0)20 7108 6370

UK 0808 238 6029

Free Call:

Conference ID: HOTEL

A recording of the conference call will also be available for 7 days. To access this please dial the relevant number below and use the access number

6081

International dial-in: +44 020 7108 6269

UK 0800 376 9014

Free Call:

## **US**

### **Q&A conference call**

There will also be a conference call, primarily for US investors and analysts, at

10.00

am (Eastern Standard Time) on

12

May

with

Andrew Cosslett (Chief Executive) and

Richard Solomons (Finance Director). There will be an opportunity to ask questions.



International dial-in +44 (0)20 7108 6370  
US Toll Free 866 692 5726  
Conference ID: Hotel

A recording of the conference  
call

will also be available for 7 days. To access this please dial the relevant number below and use the access  
number  
6084.

International dial-in +44 020 7970 4954  
US Toll Free 877 387 6451

### **Website**

The full release and supplementary data will be available on our website from 7.00 am (London  
time) on  
Tuesday  
12

May  
. The web address is

[www.ihg.com/Q1](http://www.ihg.com/Q1)

To watch a video  
of

Richard Solomons  
reviewing

our results visit our YouTube channel at  
[www.youtube.com/ihgplc](http://www.youtube.com/ihgplc)

### **Notes to Editors:**

InterContinental Hotels Group (IHG) [LON:IHG, NYSE:IHG (ADRs)] is the world's largest hotel group by  
number of rooms. IHG owns, manages, leases or franchises, through  
various subsidiaries,  
over 4,200 hotels and more than  
620

,000 guest rooms in nearly 100 countries and territories around the world. The Group owns a portfolio of  
well recognised and respected hotel brands including InterContinental

®  
Hotels & Resorts, Hotel Indigo

®, Crowne Plaza

®, Hotels & Resorts, Holiday Inn

®  
Hotels and Resorts, Holiday Inn Express  
®, Staybridge Suites  
®, and Candlewood Suites  
®, and also manages  
the world's largest hotel loyalty programme, Priority Club  
®

Rewards  
with 42  
million members worldwide.

IHG has nearly  
1,700 hotels in its development pipeline, which will create 200,000 jobs worldwide over the next few years.

InterContinental Hotels Group PLC is the Group's holding company and is incorporated in  
Great Britain  
and registered in  
England  
and  
Wales  
.

IHG offers information and online reservations for all its hotel brands at  
[www.ihg.com](http://www.ihg.com)  
and information for the Priority Club Rewards programme at  
[www.priorityclub.com](http://www.priorityclub.com)  
. For the latest news from IHG, visit our online Press Office at  
[www.ihg.com/media](http://www.ihg.com/media)

**Cautionary note regarding forward-looking statements**

This announcement  
contains certain forward-looking statements as defined under  
US

law (Section 21E of the Securities Exchange Act of 1934). These forward-looking statements can be identified by the fact that they do not relate to historical or current facts. Forward-looking statements often use words such as 'anticipate', 'target', 'expect', 'estimate', 'intend', 'plan', 'goal', 'believe' or other words of similar meaning. By their nature, forward-looking statements are inherently predictive, speculative and involve risk and uncertainty. There are a number of factors that could cause actual results and developments to differ materially from those expressed in or implied by, such forward-looking statements. Factors that could affect the business and the financial results are described in 'Risk Factors' in the InterContinental Hotels Group PLC Annual report on Form 20-F filed with the United States Securities and Exchange Commission.

**InterContinental Hotels Group PLC**  
**GROUP INCOME STATEMENT**

## For the three months ended 31 March 2009

	3 months ended 31 March 2009			3 months ended 31 March 2008		
	Before exceptional items	Exceptional items (note 7)	Total	Before exceptional items	Exceptional items (note 7)	Total
	\$ m	\$ m	\$ m	\$ m	\$ m	\$ m
<b>Continuing operations</b>						
<b>Revenue</b>	<b>342</b>	<b>-</b>	<b>342</b>	<b>448</b>	<b>-</b>	<b>448</b>
<b>(note 3)</b>						
Cost of sales	(176)	-	(176)	(205)	-	(205)
Administrative expenses	(73)	(26)	(99)	(91)	(9)	(100)
Other operating income and expenses	1	-	1	1	-	1
	94	(26)	68	153	(9)	144
Depreciation and amortisation	(25)	-	(25)	(29)	(1)	(30)
<b>Operating profit (note 3)</b>	<b>69</b>	<b>(26)</b>	<b>43</b>	<b>124</b>	<b>(10)</b>	<b>114</b>
Financial income	1	-	1	3	-	3
Financial expenses	(15)	-	(15)	(33)	-	(33)
<b>Profit before tax (note 3)</b>	<b>55</b>	<b>(26)</b>	<b>29</b>	<b>94</b>	<b>(10)</b>	<b>84</b>
Tax (note 8)	(13)	5	(8)	(27)	3	(24)
<b>Profit for the period from continuing operations</b>	<b>42</b>	<b>(21)</b>	<b>21</b>	<b>67</b>	<b>(7)</b>	<b>60</b>
Profit for the period from discontinued operations (note 9)	2	4	6	2	-	2

<b>Profit for the period attributable to the equity holders of the parent</b>	44	(17)	27	69	(7)	62
	=====	=====	=====	=====	=====	=====
<b>Earnings per ordinary share (note 10)</b>						
Continuing operations:						
Basic			7.4			20.5
			¢			¢
Diluted			7.4			20.3
			¢			¢
Adjusted	14.8			22.9		
	¢			¢		
Adjusted diluted	14.7			22.7		
	¢			¢		
Total operations:						
Basic			9.5			21.2
			¢			¢
Diluted			9.5			21.0
			¢			¢
Adjusted	15.5			23.6		
	¢			¢		
Adjusted diluted	15.4			23.4		
	¢			¢		
	=====		=====	=====		=====

**InterContinental Hotels Group PLC**  
**GROUP STATEMENT OF COMPREHENSIVE INCOME**  
**For the three months ended 31 March 2009**

	2009 3 months ended 31 March	2008 3 months ended 31 March restated*
	\$ m	\$ m
<b>Profit for the period</b>	<b>27</b>	<b>62</b>

**Other comprehensive income**

Gains on valuation of available-for-sale assets	5	6
Cash flow hedges:		
Losses arising during the period	(4)	-
Transferred to financial expenses	3	-
Actuarial gains/(losses) on defined benefit pension plans, net of asset restriction	34	(14)
Exchange differences on retranslation of foreign operations	(14)	20
Tax related to above components of other comprehensive income	(4)	4
Tax related to share schemes	(1)	(4)
Tax related to pension contributions	-	6
	<u>19</u>	<u>18</u>
<b>Other comprehensive income for the period</b>		
	<u>46</u>	<u>80</u>
	=====	=====
Attributable to:		
Equity holders of the parent	47	80
Minority equity interest	(1)	-
	<u>46</u>	<u>80</u>
	=====	=====

\* Restated for IFRIC 14 (note 1).

**InterContinental Hotels Group PLC**  
**GROUP STATEMENT OF CHANGES IN EQUITY**  
**For the three months ended 31 March 2009**

**3 months ended 31 March 2009**

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	<b>Equity share capital</b>	<b>Other reserves*</b>	<b>Retained earnings</b>	<b>Minority interest</b>	<b>Total equity</b>
	\$ m	\$m	\$ m	\$ m	\$ m
At beginning of the period	118	(2,748)	2,624	7	1
Total comprehensive income for the period	-	(9)	56	(1)	46
Movement in shares in employee share trusts	-	42	(41)	-	1
Equity-settled share-based cost, net of payments	-	-	3	-	3
Exchange adjustments	(2)	2	-	-	-
<b>At end of the period</b>	<b>116</b>	<b>(2,713)</b>	<b>2,642</b>	<b>6</b>	<b>51</b>
	=====	=====	=====	=====	=====

	<b>3 months ended 31 March 2008</b>				
	<b>Equity share capital</b>	<b>Other reserves*</b>	<b>Retained earnings</b>	<b>Minority interest</b>	<b>Total equity</b>
	\$ m	\$m	\$ m	\$ m	\$ m
At beginning of the period	163	(2,720)	2,649	6	98
Total comprehensive income for the period	-	26	54	-	80
Issue of ordinary shares	1	-	-	-	1
Purchase of own shares	-	-	(25)	-	(25)
Movement in shares in employee share trusts	-	52	(51)	-	1
Equity-settled share-based cost, net of payments	-	-	1	-	1
Exchange adjustments	(1)	1	-	-	-
<b>At end of the period</b>	<b>163</b>	<b>(2,641)</b>	<b>2,628</b>	<b>6</b>	<b>156</b>
	=====	=====	=====	=====	=====

\* Other reserves comprise the capital redemption reserve, shares held by employee share trusts, other reserves, unrealised gains and losses reserve and currency translation reserve.

**InterContinental Hotels Group PLC**  
**GROUP STATEMENT OF CASH FLOWS**  
**For the three months ended 31 March 2009**

	<b>2009</b>	<b>2008</b>
	<b>3</b>	<b>3</b>
	<b>months</b>	<b>months</b>
	<b>ended</b>	<b>ended</b>
	<b>31 March</b>	<b>31 March</b>
	<b>\$</b>	<b>\$</b>
	<b>m</b>	<b>m</b>
<b>Profit for the period</b>	<b>27</b>	<b>62</b>
Adjustments for:		
Net financial expenses	14	30
Income tax charge	9	25
Gain on disposal of assets - tax credit	(4)	-
Exceptional operating items before depreciation	26	9
Depreciation and amortisation	25	30
Equity settled share-based cost, net of payments	3	1
	<hr/>	<hr/>
Operating cash flow before movements in working capital	100	157
Increase in net working capital	(35)	(54)
Retirement benefit contributions, net of cost	(1)	(22)
Cash flows relating to exceptional operating items	(32)	(7)
	<hr/>	<hr/>
<b>Cash flow from operations</b>	<b>32</b>	<b>74</b>
Interest paid	(14)	(31)
Interest received	1	3
Tax	(28)	(5)
paid		
on operating activities		
	<hr/>	<hr/>
<b>Net cash from operating activities</b>	<b>(9)</b>	<b>41</b>
	<hr/>	<hr/>
<b>Cash flow from investing activities</b>		
Purchases of property, plant and equipment	(9)	(18)
Purchases of intangible assets	(9)	(10)
Proceeds from associates and other financial assets	8	8
	<hr/>	<hr/>
<b>Net cash from investing activities</b>	<b>(10)</b>	<b>(20)</b>
	<hr/>	<hr/>

**Cash flow from financing activities**

Proceeds from the issue of share capital	-	1
Purchase of own shares	-	(25)
Purchase of own shares by employee share trusts	(2)	-
Proceeds on release of own shares by employee share trusts	1	1
Increase in borrowings	66	75

<b>Net cash from financing activities</b>	<b>65</b>	<b>52</b>
---	-----------	-----------

<b>Net movement in cash and cash equivalents in the period</b>	<b>46</b>	<b>73</b>
--	-----------	-----------

Cash and cash equivalents at beginning of the period	82	105
Exchange rate effects	(7)	(1)

<b>Cash and cash equivalents at end of the period</b>	<b>121</b>	<b>177</b>
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**InterContinental Hotels Group PLC  
GROUP  
STATEMENT OF FINANCIAL POSITION  
31 March 2009**

	<b>2009</b>	<b>2008</b>	<b>2008</b>
	<b>31 March</b>	<b>31 March</b>	<b>31 December</b>
		<b>restated*</b>	
	<b>\$</b>	<b>\$</b>	<b>\$</b>
	<b>m</b>	<b>m</b>	<b>m</b>
<b>ASSETS</b>			
Property, plant and equipment	1,660	1,954	1,684
Goodwill	142	224	143
I	300	345	302
ntangible assets			
Investment in associates	42	67	43
Retirement benefit assets	55	64	40
Other financial assets	153	170	152
<b>Total non-current assets</b>	<b>2,352</b>	<b>2,824</b>	<b>2,364</b>
Inventories	4	5	4
Trade and other receivables	393	504	412
Current tax receivable	46	96	36
Cash and cash equivalents	121	177	82
Other financial assets	5	35	10



<b>Total current assets</b>	<u>569</u>	<u>817</u>	<u>544</u>
Non-current assets classified as held for sale	211	115	210
<b>Total assets</b> <b>(note 3)</b>	<u>3,132</u>	<u>3,756</u>	<u>3,118</u>
	=====	=====	=====
<b>LIABILITIES</b>			
Loans and other borrowings	(20)	(17)	(21)
Trade and other payables	(683)	(756)	(746)
Current tax payable	(345)	(434)	(374)
<b>Total current liabilities</b>	<u>(1,048)</u>	<u>(1,207)</u>	<u>(1,141)</u>
Loans and other borrowings	(1,388)	(1,839)	(1,334)
Retirement benefit obligations	(113)	(119)	(129)
Trade and other payables	(398)	(281)	(392)
Deferred tax payable	(131)	(147)	(117)
<b>Total non-current liabilities</b>	<u>(2,030)</u>	<u>(2,386)</u>	<u>(1,972)</u>
Liabilities classified as held for sale	(3)	(7)	(4)
<b>Total liabilities</b>	<u>(3,081)</u>	<u>(3,600)</u>	<u>(3,117)</u>
	=====	=====	=====
<b>Net assets</b>	<u>51</u>	<u>156</u>	<u>1</u>
	=====	=====	=====
<b>EQUITY</b>			
Equity share capital	116	163	118
Capital redemption reserve	10	10	10
Shares held by employee share trusts	(7)	(31)	(49)
Other reserves	(2,888)	(2,917)	(2,890)
Unrealised gains and losses reserve	13	44	9
Currency translation reserve	159	253	172
Retained earnings	2,642	2,628	2,624
<b>IHG shareholders' equity</b>	<u>45</u>	<u>150</u>	<u>(6)</u>
Minority	6	6	7
equity interest			
<b>Total equity</b>	<u>51</u>	<u>156</u>	<u>1</u>
	=====	=====	=====

\* Restated for IFRIC 14 (note 1).

## **InterContinental Hotels Group plc NOTES TO THE INTERIM FINANCIAL STATEMENTS**

### **1. Basis of preparation**

These condensed interim financial statements have been prepared in accordance with the Disclosure and Transparency Rules of the United Kingdom

's Financial Services Authority and IAS 34 'Interim Financial Reporting'. Other than the changes listed below, they have been prepared on a consistent basis using the accounting policies set out in the

InterContinental Hotels Group

(the Group or IHG) Annual Report and Financial Statements for the year ended 31 December 2008.

With effect from 1 January 2009, the Group has implemented IAS 1 (Revised) 'Presentation of Financial Statements', IAS 23 (Revised) 'Borrowing Costs', IFRS 8 'Operating Segments' and IFRIC 13 'Customer Loyalty Programmes'. Except for certain presentational changes, including the introduction of a 'Group Statement of Changes in Equity' as a primary financial statement, the adoption of these standards has had no material impact on the financial statements and there has been no requirement to restate prior year comparatives.

Following the adoption of IFRIC 14 'IAS 19 - The limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction' at 31 December 2007, the 31 March 2008 Statement of Financial Position has been amended to show the retirement benefit assets net of tax previously recorded within deferred tax payable. There have been corresponding changes to the actuarial gains and related tax reported in the restated Group Statement of Comprehensive Income for the three months ended 31 March 2008. There is no change to previously reported net assets.

These financial statements are presented in US dollars following a management decision to change the reporting currency from sterling in 2008. The change was made to reflect the profile of the Group's revenue and operating profit which are now primarily generated in US dollars or US dollar linked currencies. Comparative information has been restated into US dollars.

These

condensed interim

financial statements are unaudited and do not constitute statutory accounts of the Group within the meaning of Section 240 of the Companies Act 1985. T

he auditors have carried out a r

eview of the financial information in accordance with the guidance contain

ed

in ISRE 2410 (

UK

and

Ireland

) 'Review of Interim F

inanc  
ial Information Performed by the Independent Auditor of the Entity' issued by the A  
uditing Practices Board.

The financial information for the year ended 31 December  
2008  
has been extracted from the Group's published financial statements for that year  
which  
contain an unqualified audit report  
and

which  
have been filed with the Registrar of Companies.

## 2. Exchange rates

**The results of operations have been translated into  
US dollars  
at the average rates of exchange for the period. In the case of  
sterling  
, the translation rate for the  
three  
months ended  
31 March is \$1= £0.70**

**(2008 3 months, \$1=£0.50  
) . In the case of the euro, the translation rate for the  
three  
months ended  
31 March is \$  
1 =  
€0.77  
(  
2008 3 months, \$1 = €0.67  
).**

A  
ssets and liabilities have been translated into  
US dollars  
at the rates of exchange on the  
balance sheet date  
. In the case of  
sterling, the translation rate is \$1=£0.70  
(  
2008  
31  
December \$1 = £0.69; 31 March \$1 = £0.50

). In the case of the euro, the translation rate is \$1 = €0.75

(  
2008

31 December \$1 = €0.71

;  
31 March

\$  
1=  
€0.63  
).

### 3. Segmental Information

<b>Revenue</b>	<b>2009</b>	<b>2008</b>
	<b>3</b>	<b>3</b>
	<b>months</b>	<b>months</b>
	<b>e</b>	<b>ended</b>
	<b>nded</b>	<b>31 March</b>
	<b>31 March</b>	<b>31 March</b>
	<b>\$</b>	<b>\$</b>
	<b>m</b>	<b>m</b>
Continuing operations		
:		
Americas	170	230
(note 4)		
EMEA	87	115
(note 5)		
Asia	56	72
Pacific		
(note 6)		
Central	29	31
<b>Revenue from continuing operations</b>	<b>342</b>	<b>448</b>
Discontinued operations -	9	
Americas		
(note 4)		