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

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of Earliest Event Reported):

July 14, 2011

CHATHAM LODGING TRUST

(Exact name of registrant as specified in its charter)

Maryland

001-34693

27-1200777

(State or other jurisdiction
of incorporation)

(Commission
File Number)

(I.R.S. Employer
Identification No.)

50 Cocoanut Row, Suite 216, Palm Beach, Florida

33480

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code:

(561) 802-4477

Not Applicable

Former name or former address, if changed since last report

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
-

Item 2.01 Completion of Acquisition or Disposition of Assets.

On July 14, 2011, wholly owned subsidiaries of Chatham Lodging Trust (the "Company") completed the acquisition of five hotels comprising 764 rooms/suites from Innkeepers USA Trust ("Innkeepers") for a total cash purchase price of \$195.0 million, plus customary pro-rated amounts and closing costs. The five hotels are listed below:

200-room Residence Inn Anaheim in Garden Grove, CA
192-room Residence Inn in Mission Valley, CA
121-room Residence Inn in Tysons Corner, VA
105-suite Doubletree Guest Suites in Washington, D.C.
146-suite Homewood Suites in San Antonio, TX

Prior to the Company's formation, Jeffrey H. Fisher, the Company's Chairman, Chief Executive Officer and President, served as chairman, chief executive officer and president of Innkeepers from 1994 to 2007. In addition, Peter Willis, the Company's Executive Vice President and Chief Investment Officer, and Dennis M. Craven, the Company's Executive Vice President and Chief Financial Officer, served in similar positions at Innkeepers.

Each hotel is currently and will continue to be managed by Island Hospitality Management ("Island"), a hotel management company that is 90%-owned by Mr. Fisher, pursuant to a management agreement between the Company's taxable real estate investment trust subsidiary ("TRS") and Island. The management agreement with Island provides for base management fees equal to 2.5% of the managed hotel's gross room revenue. The initial term of the management agreement is five years and will renew automatically for two successive five-year terms unless terminated by the TRS or Island by written notice to the other party no later than 90 days prior to the term's expiration. The management agreements may be terminated for cause, including the failure of the managed hotel operating performance to meet specified levels.

The Company funded the acquisition through the assumption of five individual mortgage loans, secured by the hotels, totaling \$134.2 million, as well as available cash and borrowings under its senior secured revolving credit facility.

A copy of the press release announcing the completion of the acquisitions is filed as Exhibit 99.1 to this report.

Item 2.03 Creation of a Direct Financial Obligation or an Obligation under an Off-Balance Sheet Arrangement of a Registrant.

On July 14, 2011, five indirect, wholly owned subsidiaries of the Company assumed five individual loans totaling \$134.2 million.

The \$40.2 million loan secured by the Residence Inn Mission Valley and the \$32.4 million loan secured by the Residence Inn Garden Grove carry a weighted average interest rate of 5.98 percent and mature in 2016. The loans will amortize based on a 30-year amortization period, other than the loan related to the hotel in Garden Grove, Calif., which will be interest-only for the first two years after closing.

The \$20.1 million loan secured by the DoubleTree Guest Suites Washington D.C., the \$23.1 million loan secured by the Residence Inn Tysons Corner and the \$18.4 million loan secured by the Homewood Suites San Antonio carry a weighted average interest rate of 6.029 percent and mature in 2016. The loans will amortize based on a 30-year amortization period.

The five loans are pre-payable in whole at any time without prepayment premiums or defeasance. All borrowings under each of the five loans are secured by a first mortgage lien on the respective hotel and its related equipment, fixtures, personal property and other assets. The loan agreements and related documents contain representations, warranties, covenants, conditions and events of default customary for single-property mortgage financings of this type.

Item 9.01 Financial Statements and Exhibits.

(a) Financial Statements of Businesses Acquired.

The financial statements required by Item 9.01(a) are currently being prepared. The Company will file the required financial statements under the cover of Form 8-K/A as soon as practicable but not later than 71 calendar days after the latest date on which this initial Current Report on Form 8-K is required to be filed.

(b) Pro Forma Financial Information.

The pro forma financial information required by Item 9.01(b) is currently being prepared. The Company will file the required pro forma financial information under the cover of Form 8-K/A as soon as practicable but not later than 71 calendar days after the latest date on which this initial Current Report on Form 8-K is required to be filed.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

CHATHAM LODGING TRUST

July 18, 2011

By: *Dennis M. Craven*

Name: Dennis M. Craven
Title: Chief Financial Officer

Exhibit Index

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release dated July 14, 2011



For Immediate Release

Contact: Jerry Daly, Carol McCune
 Daly Gray Public Relations
 (Media)
jerry@dalygray.com
 (703) 435-6293

Dennis Craven
 Chief Financial Officer
 (Company)
dcraven@cl-trust.com
 (561) 227-1386

Chatham Completes First of Two Transformative Acquisitions

PALM BEACH, Fla., July 14, 2011 – Chatham Lodging Trust (NYSE: CLDT), a hotel real estate investment trust (REIT) focused on investing in premium-branded, select-service hotels, today announced that it has acquired the five Innkeepers hotels listed below, which comprise a total of 764 rooms, for a total purchase price of \$195 million, or approximately \$255,000 per room. The previously announced acquisition nearly doubles Chatham’s existing hotel investments.

<u>Hotels</u>	<u>Locations</u>	<u>Room Count</u>
Residence Inn Anaheim	Garden Grove, Calif.	200
Residence Inn San Diego	Mission Valley, Calif.	192
Residence Inn Tysons Corner	Tysons Corner, Va.	121
Doubletree Guest Suites Washington, D.C.	Washington, D.C.	105
Homewood Suites on the Riverwalk	San Antonio, Texas	146
	Total:	764

“These top-tier branded hotels give us a strong presence in some of the country’s prime hotel markets,” said Jeffrey H. Fisher, Chatham’s chief executive officer and president. “The hotels are in excellent physical condition, with four of the five hotels having been recently

renovated, providing a solid foundation for future growth. Based on our previous operating experience with these properties, we know these assets well and expect great results from them.”

Chatham funded the acquisition through the assumption of five individual mortgage loans, secured by the hotels, totaling \$134.2 million, as well as available cash and borrowings under its senior secured revolving credit facility. The five loans have a weighted average interest rate of 6.0 percent and mature in 2016. They will amortize based on a 30-year amortization period, other than the loan related to the hotel in Garden Grove, Calif., which will be interest-only for the first two years after closing. The five loans are pre-payable in whole at any time without prepayment premiums or defeasance.

These five hotels will continue to be managed by Island Hospitality Management, a hotel management company that is 90-percent owned by Fisher.

About Chatham Lodging Trust

Chatham Lodging Trust is a self-advised REIT that was organized to invest in upscale extended-stay hotels and premium-branded, select-service hotels. The company currently owns 18 hotels with an aggregate of 2,414 rooms/suites in 10 states and the District of Columbia, has one additional hotel comprising 174 rooms/suites under contract and holds a minority investment in a joint venture that will acquire 64 hotels in the third quarter of 2011. Additional information about Chatham may be found at www.chathamlodgingtrust.com.

This press release may contain “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995 about Chatham Lodging Trust, including those statements regarding acquisitions, capital expenditures, future operating results and the timing and composition of revenues, among others, and statements containing words such as “expects,” “believes” or “will,” which indicate that those statements are forward-looking. Except for historical information, the matters discussed in this press release are forward-looking statements that are subject to certain risks and uncertainties that could cause the actual results or performance to differ materially from those discussed in such statements. Additional risks are discussed in the company’s filings with the Securities and Exchange Commission.