THE LEELA

PALACES HOTELS RESORTS

June 06, 2016

The Department of Corporate Services
BSE Limited
1st floor, Rotunda Building
B.S. Marg, Fort,
Mumbai – 400 001

Stock Code: 500193

The Listing Department
National Stock Exchange of India Limited
Exchange-Plaza, Bandra Kurla Complex
Bandra (E), Mumbai – 400 051

HOTELEELA

Dear Sir/Madam,

Ref: Confirmation/Clarification on published news

With reference to the above mentioned subject and pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we state as under.

The Company had obtained approval of its shareholders for selling its entire stake in Leela Palaces and Resorts Limited (LPRL), by Postal Ballot, the result of which was intimated to the exchange on 9th January 2015. As per the shareholders' approval, the aggregate consideration should not be less than Rs.90 crores. LPRL is a wholly owned subsidiary of the Company and owns land in Agra.

Pursuant thereto, the Company has signed a Non-Binding MOU on 5th June 2016 with Al Faizal Group for sale of its entire stake in Leela Palaces and Resorts Limited. The Company will get about Rs.90 crores when the transaction materializes. We will inform the exchange as and when the binding Share Purchase Agreement is signed for selling shares held in LPRL.

The investment mentioned in the Press Report refers to the investment proposed by the foreign investor for the land and building the hotel. As far as HLVL is concerned, the only consideration that the Company gets would be Rs.90 crores from disinvestment of its shares in LPRL.

This is for your information and record.

Thanking you,

Yours faithfully,
For Hotel Leelaventure Limited

Anandghan Bohra
Company Secretary