



**THE INDIAN HOTELS COMPANY LIMITED**

CIN: L74999MH1902PLC000183

**Registered Office:** Mandlik House Mandlik Road Mumbai 400 001 India

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November 14, 2014

**BSE Limited**

Corporate Relationship Department  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Building, P. J. Towers,  
Dalal Street, Fort,  
Mumbai – 400 001.

**National Stock Exchange of India Limited**

Exchange Plaza  
Bandra Kurla Complex  
Bandra (E)  
Mumbai 400 051

Kind Attn: **Mr. S. Subramanian**  
**DCS- CRD**

Dear Sirs,

Further to our letter of date, the Board of Directors of the Company at its meeting held earlier today, also considered and took on record the Un-audited Consolidated Financial Results for the quarter / half year ended September 30, 2014 being provided as additional information besides the Audited Standalone Financial Results pursuant to Clause 41 (1) (e) of the Listing Agreement.

Enclosed is a copy of the said financial results of the Company, being forwarded to you, in terms of the Listing Agreement.

The said results shall be published in one English and one vernacular newspaper as required.

Kindly acknowledge receipt.

Thanking you.

Yours sincerely,

**BEEJAL DESAI**  
Vice President - Legal & Company Secretary

Encl : a/a

cc : The Secretary – London Stock Exchange Ltd



**STATEMENT OF CONSOLIDATED FINANCIAL RESULTS**  
**FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2014**

| Particulars                                                                                      | Quarter Ended    |                 |                  | Half Year Ended  |                  | Year Ended        |
|--------------------------------------------------------------------------------------------------|------------------|-----------------|------------------|------------------|------------------|-------------------|
|                                                                                                  | Reviewed         |                 |                  |                  |                  | Audited           |
|                                                                                                  | Sept 30,<br>2014 | Jun 30,<br>2014 | Sept 30,<br>2013 | Sept 30,<br>2014 | Sept 30,<br>2013 | March 31,<br>2014 |
| <b>Income from Operations</b>                                                                    |                  |                 |                  |                  |                  |                   |
| Net Sales / Income from Operations                                                               | 93700            | 93746           | 89592            | 187446           | 180462           | 406619            |
| Other Operating Income                                                                           | -                | -               | -                | -                | -                | -                 |
| <b>Total Income from Operations</b>                                                              | <b>93700</b>     | <b>93746</b>    | <b>89592</b>     | <b>187446</b>    | <b>180462</b>    | <b>406619</b>     |
| <b>Expenditure</b>                                                                               |                  |                 |                  |                  |                  |                   |
| a. Cost of Materials Consumed                                                                    | 10124            | 10176           | 9794             | 20300            | 19312            | 42707             |
| b. Employee Benefits Expense                                                                     | 35804            | 35197           | 33606            | 71001            | 66510            | 137219            |
| c. License Fees                                                                                  | 4776             | 4425            | 4772             | 9201             | 9319             | 20815             |
| d. Fuel, Power and Light                                                                         | 8403             | 8165            | 7932             | 16568            | 15328            | 31115             |
| e. Depreciation and Amortisation Expense                                                         | 7486             | 6976            | 8035             | 14462            | 15360            | 30813             |
| f. Other Expenditure                                                                             | 33151            | 27617           | 29662            | 60968            | 55529            | 118806            |
| <b>Total Expenditure</b>                                                                         | <b>99744</b>     | <b>92756</b>    | <b>93801</b>     | <b>192500</b>    | <b>181358</b>    | <b>381475</b>     |
| <b>Profit / (Loss) from Operation before Other Income, Finance Costs &amp; Exceptional Items</b> | <b>(6044)</b>    | <b>990</b>      | <b>(4209)</b>    | <b>(5054)</b>    | <b>(896)</b>     | <b>25144</b>      |
| Other Income                                                                                     | 2167             | 1749            | 2648             | 3916             | 4738             | 5975              |
| <b>Profit / (Loss) before Finance Costs and Exceptional Items</b>                                | <b>(3877)</b>    | <b>2739</b>     | <b>(1361)</b>    | <b>(1138)</b>    | <b>3842</b>      | <b>31119</b>      |
| Finance Costs                                                                                    | 4599             | 4454            | 4608             | 9053             | 8543             | 16851             |
| <b>Profit / (Loss) after Finance Costs but before Exceptional Items</b>                          | <b>(8476)</b>    | <b>(1715)</b>   | <b>(5967)</b>    | <b>(10191)</b>   | <b>(4701)</b>    | <b>14268</b>      |
| Exceptional Items - Exchange Loss on Long term borrowings                                        | (688)            | (609)           | (584)            | (1297)           | (1393)           | (2915)            |
| Exceptional Item - Others                                                                        | -                | -               | (36827)          | -                | (36827)          | (52569)           |
| <b>Profit / (Loss) from Ordinary Activities before Tax</b>                                       | <b>(9164)</b>    | <b>(2324)</b>   | <b>(43378)</b>   | <b>(11488)</b>   | <b>(42921)</b>   | <b>(41216)</b>    |
| Tax Expense (Including Adjustment relating to Earlier Years)                                     | (63)             | 109             | (955)            | 46               | 263              | 11095             |
| <b>Net Loss from Ordinary Activities after Tax</b>                                               | <b>(9101)</b>    | <b>(2433)</b>   | <b>(42423)</b>   | <b>(11534)</b>   | <b>(43184)</b>   | <b>(52311)</b>    |
| Add: Share of Profit / (Loss) in Associates                                                      | (261)            | (279)           | (428)            | (540)            | (909)            | (1325)            |
| Less : Minority Interest in Subsidiaries                                                         | (407)            | (770)           | (497)            | (1177)           | (1164)           | (1749)            |
| <b>Net Loss after Taxes, Minority Interest and Share of Profit / (Loss) in Associates</b>        | <b>(9769)</b>    | <b>(3482)</b>   | <b>(43348)</b>   | <b>(13251)</b>   | <b>(45257)</b>   | <b>(55385)</b>    |
| Paid-up Equity Share Capital<br>(Face value per share - ₹ 1 each)                                | 8075             | 8075            | 8075             | 8075             | 8075             | 8075              |
| Reserves (Excluding Revaluation Reserves)                                                        |                  |                 |                  |                  |                  | 249956            |
| <b>Earnings Per Share (₹)</b>                                                                    |                  |                 |                  |                  |                  |                   |
| Basic (* not annualised)                                                                         | *(1.21)          | *(0.43)         | *(5.37)          | *(1.64)          | *(5.60)          | (6.86)            |
| Diluted (* not annualised) (Note 6)                                                              | *(1.21)          | *(0.43)         | *(5.37)          | *(1.64)          | *(5.60)          | (6.86)            |
| <b>See accompanying notes to the financial results</b>                                           |                  |                 |                  |                  |                  |                   |

## Notes

1. The Company has exercised its option to publish audited standalone financial results, pursuant to Clause 41 of the Listing Agreement. In addition, the unaudited consolidated results of the Company, its subsidiaries, jointly controlled entities and associates (which constitute “the Group”) for the aforementioned period have being provided as additional information. The unaudited consolidated results were reviewed by the Audit Committee of the Board and subsequently approved by the Board of Directors at its meeting held on November 14, 2014. The results for the half year ended September 30, 2014 have being subjected to a limited review by one of the Statutory Auditors of the Company.
2. The consolidated financial results are prepared in accordance with recognition and measurement principles of Accounting Standard – 21 (AS-21), “Consolidated Financial Statements”, Accounting Standard – 23 (AS-23) “Accounting for Investment in Associates in Consolidated Financial Statements”, Accounting Standard – 27 (AS-27), “Financial Reporting of Interests in Joint Ventures” and Accounting Standard – 25 (AS-25) “Interim Financial Reporting” specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014).
3. In view of the seasonality of the sector, the financial results for the quarter and half year ended September 30, 2014 are not indicative of the full year’s expected performance.
4. The group has reassessed the useful lives of its tangible fixed assets on and from April 1, 2014, and based on a technical evaluation, revised the useful lives to match those specified in Part C of Schedule II to the Companies Act, 2013, for all classes of assets, other than end-user computers, electrical installation and equipment, plant and machinery and select items of furniture. Management believes that the revised useful lives of the assets reflect the periods over which these assets are to be used. As a result of the change, the charge on account of Depreciation for the quarter and half year ended September 30, 2014, is lower by ₹ 130 lakhs and ₹ 243 lakhs respectively as compared to the useful lives estimated in earlier periods.
5. Effective April 1, 2014, one of the subsidiary company, has with retrospective effect changed its method of providing depreciation on fixed assets from the ‘Written Down Value’ method to the ‘Straight Line’ method, for better presentation and also revised the estimated useful lives of its fixed assets. Accordingly, the subsidiary has recognized a credit of ₹ 496.40 lakhs in depreciation in order to give the retrospective effect of the change in the policy till March 31, 2014. There is no material impact of this change in policy on the loss for the period.
6. On September 1, 2014, the Company allotted 18,18,01,228 Compulsorily Convertible Debentures (“CCDs”) of ₹ 55 each aggregating to ₹ 999.91 crore on a “rights” basis. Each CCD is convertible into 1 equity share of ₹ 1 each at a premium of ₹ 54 per share after 18 months from the date of allotment of the CCD. The CCDs have been classified as a part of “Long term Borrowings” in the Balance Sheet as at September 30, 2014. The issue expenses of ₹ 3.35 crores (net of tax) have been adjusted against the Securities Premium Account. As the impact of the CCDs is anti-dilutive as on September 30, 2014, resulting in a decrease in loss per share from continuing ordinary activities, their effect has been ignored in calculating diluted earnings per share.
7. During the quarter under review, one of the Group’s Jointly Controlled Entity has acquired 16.07% stake in Taj Safaris Limited, another Jointly Controlled Entity, at par, for an amount aggregating to ₹ 600 lakhs.



8. Samsara Properties Limited, an offshore wholly owned subsidiary of the Company, has completed the execution of its Share Sale Deed on October 31, 2014 in favour of Australia Hotels & Properties Limited (the "Buyer") for A \$ 32 million for divestment of 100% of its shareholding in IHMS (Australia) Pty Limited which holds "The Blue Hotel", in Sydney. The Key financials of the IHMS (Australia) Pty Limited are as follows:

| Particulars                  | ₹ in Lakhs    |              |               |                 |               |                |
|------------------------------|---------------|--------------|---------------|-----------------|---------------|----------------|
|                              | Quarter Ended |              |               | Half Year Ended |               | Year Ended     |
|                              | Sept 30, 2014 | Jun 30, 2014 | Sept 30, 2013 | Sept 30, 2014   | Sept 30, 2013 | March 31, 2014 |
| Total Income from Operations | 1,244         | 1,197        | 1,381         | 2,441           | 2,610         | 5,815          |
| Total Expenditure            | 1,420         | 1,461        | 1,535         | 2,881           | 2,987         | 6,096          |
| Loss before tax              | (176)         | (264)        | (154)         | (440)           | (377)         | (281)          |

9. Figures for the previous period/year have been regrouped/reclassified, wherever necessary, to conform to the current period's presentation.

For **THE INDIAN HOTELS COMPANY LIMITED**

  
**RAKESH SARNA**  
 (Managing Director)  
 DIN: 01875340

November 14, 2014  
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 Mumbai 400 001.  
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