IHCL

November 21, 2019

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (E), Mumbai 400 051
Symbol: INDHOTEL

Dear Sirs / Madam,

Re: Clarification regarding Outcome of Board Meeting held on November 11, 2019

This has reference to your email dated November 18, 2019 seeking clarification on the announcement submitted by the Company to the Exchange regarding Outcome of Board Meeting held on November 11, 2019.

In this connection, the clarification to your questions in a chronological manner are given herein below:

Q1. Whether the acquisition would fall within related party transactions and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arm's length";

Answer: The acquisition of stake in ELEL Hotels and Investments Ltd (ELEL) is from Claridges Hotels Pvt Ltd and Excalibur Ltd, which are not Related Parties of The Indian Hotels Company Limited (IHCL/Company), hence this would not be construed as a Related Party Transaction.

Q2. Industry to which the entity being acquired belongs;

Answer: ELEL belongs to the Hospitality industry.

Q3. Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity);

Answer: IHCL through its subsidiaries owns 85.72% of ELEL, the Company owning the piece of land at Bandra, where IHCL intends to build a five star hotel. This is the same location where Sea Rock Hotel was operational for several years. The acquisition of the balance 14.28 % stake in ELEL shall enable IHCL together with its subsidiaries to take 100% control of ELEL.

Q4. Brief details of any governmental or regulatory approvals required for the acquisition;

Answer: No Governmental approvals are required for this acquisition.

Q5. Indicative time period for completion of the acquisition;

Answer: The indicative time period for this acquisition on or before December 31, 2021 in a phased manner.

Q6. Percentage of shareholding / control acquired and / or number of shares acquired;

Answer: IHCL will acquire 14.28% (4,02,846 equity shares comprising 3,98,090 equity shares from Excalibur Assets and Capital Management Pvt. Ltd. and 4,746 equity shares from Claridges Hotels Private Limited).

Q7. Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief).
Answer:

Date of Incorporation	Incorporated under the provisions of the Companies Act, 1956 on July 9, 1969.
Nature of the business & Terms of products/line of business acquired	ELEL was engaged in business of hoteliering and owned erstwhile hotel 'Sea Rock' in Mumbai, India which has since been demolished. The plan for re-building of the hotel is under consideration pending requisite approvals.
Country in which entity has presence	India
Turnover for past 3 years	1) FY 2016-17 - ₹ Nil 2) FY 2017-18 - ₹ Nil 3) FY 2018-19 - ₹ Nil
Other Income ie Interest income for past 3 years	1) FY 2016-17 - ₹ 1.14 crores 2) FY 2017-18 - ₹ 0.88 crores 3) FY 2018-19 - ₹ 0.61 crores

This is for your information and records.

Yours sincerely,

BEEJAL DESAI
Senior Vice President & Company Secretary