

Hand-Delivery

August 9, 2014

To,
The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra -Kurla Complex,
Bandra (E), Mumbai - 400 051

Dear Sirs,

Code:- KAMATHOTEL-EQ

Fax No. 26598348/26598347/26598238/26598237

cmllist@nse.co.in

Re: Outcome of Board Meeting.

1. Please find enclosed herewith Unaudited Financial Results for the quarter and period ended on 30th June, 2014 which were approved by the Board of Directors of the Company at its meeting held on 9th August, 2014. The Statutory Auditors have carried out Limited Review of the financial results as required under Clause 41 of the Listing Agreement. A copy of Limited Review Report is also enclosed.
2. The Board has appointed Mr. Rohhan A. Divavji as an Additional Director (Independent Director) of the Company w.e.f. 9th August, 2014. The Audit Committee, Nomination and Remuneration Committee and Corporate Social Responsibility Committee of the Company were re-constituted subsequent to the change in the Company's directorship.
3. The 27th Annual General Meeting of the members of the Company is scheduled to be held on Wednesday the 10th September, 2014 at "Shubham Hall", Landmark Building, Opposite Vile Parle Railway Station, Junction of Besant Road and V. P. Road, Vile Parle (West), Mumbai - 400 056.

Kindly take the same on your record and oblige.

Thanking you,

Yours faithfully,
For Kamat Hotels (India) Limited



Mahesh Kandoi
Company Secretary
Encl. a/a.

REGD OFF. 70-C NEHRU ROAD, VILE PARLE (EAST), MUMBAI 400 099. TEL.: 2616 4000 FAX: 2616 4201

THE CIN No. L56101MH1980PLC039307

Email ID : cs@kamat.com, Website : www.khhl.com

KAMAT HOTELS (INDIA) LIMITED

Regd. Office: 70-C, Nehru Road, Vile Parle (East), Mumbai 400 099.

CIN: L55101MH1986PLC039307, Tel. No. 022 26164000

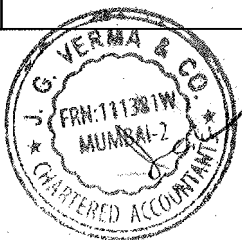
Website: www.khil.com, Email: cs@khil.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2014

PART-I

(₹ In Lakhs)

Sr.No.	Particulars	Standalone			
		Quarter Ended			Year Ended
		30th June 2014 (Unaudited)	31st March 2014 (Audited) (Note 2)	30th June 2013 (Unaudited)	31st March 2014 (Audited)
1	Income from Operations				
	a) Net Sales/Income from Operations (Net of Excise Duty)	2,856.55	3,459.81	2,871.62	12,503.77
	b) Other Operating Income	195.44	216.13	218.98	901.99
	Total Income	3,051.99	3,675.94	3,090.60	13,405.76
2	Expenses				
	a) Consumption of Food & Beverages	322.67	349.49	361.41	1,371.68
	b) Employees Benefits Expense	846.83	751.83	890.19	3,269.46
	c) Heat, Light & Power	424.04	383.61	336.69	1,523.25
	d) Depreciation and Amortisation Expense (Note 4)	509.32	351.02	363.63	1,438.52
	e) Other Expenses	789.05	801.27	831.14	3,346.32
	Total Expenses	2,891.91	2,637.22	2,783.06	10,949.23
3	Profit/(Loss) from Operations before Other Income, Finance Costs and Exceptional Items [1-2]	160.08	1,038.72	307.54	2,456.53
4	Other Income (Note 6)	315.68	175.28	741.07	2,273.30
5	Profit/(Loss) from ordinary activities before Finance Costs and Exceptional Items [3+4]	475.76	1,214.00	1,048.61	4,729.83
6	Finance Costs (Note 5)	2,429.27	1,402.92	1,468.48	5,735.27
7	Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional Items [5-6]	(1,953.51)	(188.92)	(419.87)	(1,005.44)
8	Add/Less: Exceptional items(Net) [Note 7]	-	300.19	(18.87)	(23,805.16)
9	Profit/(Loss) from Ordinary Activities before Tax [7+8]	(1,953.51)	111.27	(438.74)	(24,810.60)
10	Add:/Less: Tax Expense (Including Deferred Tax) (Including Previous years')	661.36	(45.77)	137.23	1,549.91
11	Net Profit/(Loss) from Ordinary Activities after Tax [9-10]	(1,292.15)	65.50	(301.51)	(23,260.69)
12	Less: Extraordinary items (Net of tax expense)	-	-	-	-
13	Net Profit/(Loss) for the period [11-12]	(1,292.15)	65.50	(301.51)	(23,260.69)



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KAMAT HOTELS (INDIA) LIMITED

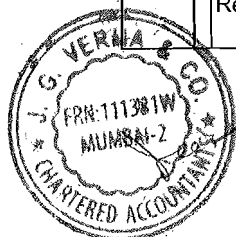
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CIN: L55101MH1986PLC039307, Tel. No. 022 26164000

Website: www.khil.com, Email: cs@khil.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2014.

Sr.No.	Particulars	Standalone			
		Quarter Ended			Year Ended
		30th June 2014 (Unaudited)	31st March 2014 (Audited)	30th June 2013 (Unaudited)	31st March 2014 (Audited)
14	Paid-up equity Share Capital (Face value of Equity Share Rs. 10/- each)	2,417.26	2,417.26	1,968.19	2,417.26
15	Reserves Excluding Revaluation Reserves as per balance sheet of previous accounting year				1,418.95
16	Earnings Per Share (EPS)				
	Basic & Diluted EPS (Rs):				
i)	Before Extraordinary items				
	Basic	(5.48)	0.29	(1.58)	(111.67)
	Diluted	(5.48)	0.28	(1.58)	(111.67)
ii)	After Extraordinary items				
	Basic	(5.48)	0.29	(1.58)	(111.67)
	Diluted	(5.48)	0.28	(1.58)	(111.67)
PART-II					
A	PARTICULARS OF SHARE HOLDING:				
	Public shareholdings:				
	-Number of Shares	92,22,098	92,22,098	92,22,098	92,22,098
	-Percentage of Shareholding	39.10%	39.10%	48.30%	39.10%
	Promoters and promoters group shareholding				
	a) Pledged/Encumbered	98,71,296	98,71,296	Nil	98,71,296
	-Number of shares,				
	-Percentage of shares (as a % of the total share holding of promoter and promoter group)	68.73%	68.73%	Nil	68.73%
	-Percentage of shares (as a % of the total share capital of the Company)	41.86%	41.86%	Nil	41.86%
	b) Non Encumbered				
	-Number of shares,	44,90,664	44,90,664	9,871,296	44,90,664
	-Percentage of shares (as a % of the total share holding of promoter and promoter group)	31.27%	31.27%	100.00%	31.27%
	-Percentage of shares (as a % of the total share capital of the Company)	19.04%	19.04%	51.70%	19.04%
B	INVESTOR COMPLAINTS:				3 Months Ended 30th June, 2014
	Pending at the beginning of the Quarter				Nil
	Received during the quarter				2
	Disposed off during the quarter				2
	Remaining unresolved at the end of the quarter				Nil



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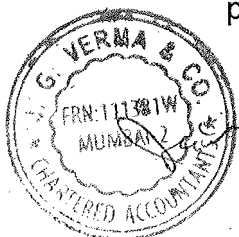
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STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2014.

Notes:

1. The above standalone results have been reviewed by the Audit Committee and were approved by the Board of Directors at the meeting held on 9th August, 2014. The Statutory Auditors have carried out a limited review of the above financial results.
2. The figures of the preceding quarter are the balancing figures between audited figures in respect of full financial year ended 31st March, 2014 and published year-to-date figures upto the third quarter ended 31st December, 2013.
3. The Company is operating only in the Hospitality Services Segment.
4. Pursuant to the Companies Act, 2013 (the Act) becoming effective from April, 2014, the Company has recomputed the depreciation based on the useful life of the fixed assets as prescribed in Schedule II to the Act. This has resulted in additional charge of depreciation of ₹ 91.04 lakhs for the quarter ended 30th June, 2014. Further, as per the transitional provision, the Company has adjusted ₹ 369.67 lakhs (net of deferred tax of ₹ 190.35 lakhs) in the opening balance of retained earnings in respect of the assets where remaining useful life is nil as per Schedule II.
5. Pursuant to the Corporate Debt Restructuring approval (CDR) dated 12th March, 2013, the Company was obliged to repay debts aggregating to ₹ 21,136.67 lakhs by 31st March, 2014 out of sale proceeds of stipulated assets of the Company. Despite best efforts, these assets could not be sold and a fresh proposal was sent to the CDR lenders by the Company. The Auditors have commented unfavourably in the Annexure to their report on the financial statements for the year ended 31st March, 2014 for defaults in repayment of loan dues. Consequent upon the above defaults, (i) one of the lenders assigned the entire debt of ₹ 15,568.00 lakhs in favour of an Asset Reconstruction Company; and (ii) three lenders recalled the entire outstanding amounts aggregating to ₹ 15,858.16 lakhs and declared the loans given to the Company as non-performing asset. Full effect of the defaults and above developments will be given in due course of time on ascertainment of liability of various lenders on reconciliation of account balances with the respective lenders.
6. The Company has made a strategic and long term investment of ₹ 9,327.75 lakhs in the shares of Orchid Hotels Pune Private Limited (OHPPL), (wholly owned subsidiary). Further, a loan of ₹ 19,646.40 lakhs and outstanding interest of ₹ 4,198.16 lakhs for the period upto December, 2013 is recoverable from OHPPL. The Company has also issued a corporate guarantee of ₹ 20,434.00 lakhs to a lender for the loan taken by OHPPL. OHPPL has been declared a non-performing asset by its lender due to defaults in paying the loan dues and is also facing other adverse factors affecting its financial position. Considering these adverse factors, the Company has made a provision for ₹

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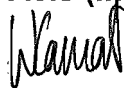


23,844.56 lakhs towards recovery of loan and interest dues during the year ended 31st March, 2014 and interest on the outstanding loan is not recognized as income for the period after December, 2013 considering prudence. Further, considering the present value of the assets and future projections of OHPPL, the management believes that there is no diminution in the value of investment in OHPPL at present. This will be evaluated on a going forward basis for any further changes. The above developments and changed circumstances led the Auditors to give unfavourable comments regarding amounts due and guarantee given in the Annexure to their Report to the shareholders on the financial statements for the year ended 31st March, 2014.

7. Exceptional items (i) in the quarter ended 31st March, 2014 include income of ₹ 300.00 lakhs being advance received towards proposed sale of a property forfeited, by the Company (ii) in the year ended 31st March, 2014 include (a) expenditure incurred and advances of ₹ 241.73 lakhs paid for abandoned hotel projects, hence written off; (b) provision for doubtful loans and advances to and interest receivable from the Company's subsidiary of ₹ 23,844.56 lakhs and (iii) in the quarter ended 30th June, 2013, include loss of ₹ 18.87 lakhs on write off of certain assets of unviable units closed.
8. Payment of remuneration of ₹ 3.76 Lakhs to Mr. Vishal V. Kamat, Chief Executive Officer (a relative of some of the directors) for the quarter is subject to approval of shareholders in the forthcoming Annual General Meeting.
9. The figures of previous periods in this statement have been regrouped/rearranged, wherever considered necessary.

For and on behalf of the Board

Kamat Hotels (India) Limited



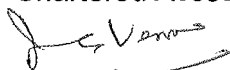
Vikram V. Kamat

(Executive Director)

Place: Mumbai.

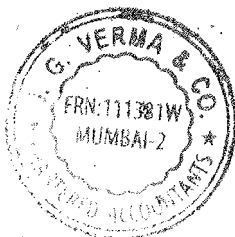
Date: 9th August, 2014

For J. G. Verma & Co.
Chartered Accountants



J. G. Verma
Partner

Mumbai, 9th August, 2014



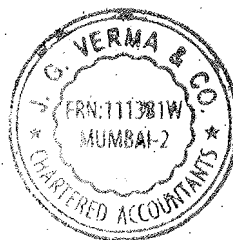
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**Auditors' Limited Review Report to the Board of Directors of
Kamat Hotels (India) Limited**

We have reviewed the accompanying Statement of Unaudited Financial Results (Stand-alone) ("the Statement") of **Kamat Hotels (India) Limited**, 70-C, Nehru Road, Vile Parle (East), Mumbai - 400 099, for the quarter ended 30th June, 2014 except for the disclosures regarding "Public Shareholding" and "Promoter and Promoter Group Shareholding" which have been traced from disclosures made by the management and have not been audited by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on this Statement based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity," issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with Accounting Standards notified under the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.



For **J. G. Verma & Co.**
Chartered Accountants
(Registration No. 111381W)

J. G. Verma

J. G. Verma
Partner

Membership No. 5005

Place : Mumbai
Date : 9th August, 2014