

26th August, 2010

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

Email: cmlist@nse.co.in
Fax No. 26598348/26598347/26598238/26598237

Dear Sir,

Sub: Disclosure in terms of Regulation 7(3) of SEBI (Substantial Acquisition of Shares And Takeovers) Regulations, 1997.

We have received disclosure under Regulation 7(1) of SEBI (Substantial Acquisition of Shares And Takeovers) Regulations, 1997 from Clearwater Capital Partners (Cyprus) Limited about acquisition of 18,43,810, equity shares of the Company by them on conversion of Foreign Currency Convertible Bonds as their holding of the equity shares of the Company has crossed 10% of the paid up capital of the Company.

We are enclosing herewith a copy of letter dated 26th August, 2010 alongwith disclosures under Regulation 7(1) of SEBI (Substantial Acquisition of Shares And Takeovers) Regulations, 1997 received from Clearwater Capital Partners (Cyprus) Limited.

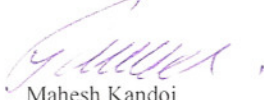
The aggregate numbers of shares held by the acquirer are as under:

	Number of Equity Shares	% of total paid up capital of Company
Shares /Voting rights before acquisition under consideration	a) 0 (held by Clearwater Capital Partners (Cyprus) Limited) b) 2,57,431 (held by Clearwater Capital Partners Singapore Fund III Private Limited (persons acting in concert with the acquirer))	a) 0% (of the current total paid up capital of the Company) b) 1.95% (of the total paid up capital of the Company prior to conversion of FCCB)
Shares /Voting rights acquired	18,43,810 (Held by Clearwater Capital Partners (Cyprus) Limited)	12.26%
Shares /Voting rights after acquisition	a) 18,43,810 (held by Clearwater Capital Partners (Cyprus) Limited) b) 2,57,431 (held by Clearwater Capital Partners Singapore Fund III Private Limited (persons acting in concert with the acquirer))	a) 12.26% (of the current total paid up capital of the Company) b) 1.71% (of the total paid up capital of the Company post conversion of FCCB)

Please acknowledge the receipt.

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

**CLEARWATER CAPITAL PARTNERS (CYPRUS)
LIMITED**

12 ESPERIDON STREET, 4th FLOOR, P.C. 1087, NICOSIA, CYPRUS

August 26, 2010

To
The Company Secretary
Kamat Hotels (India) Limited
70 C, Nehru Road,
Near Santacruz Airport,
Vile- Parle (east),
Mumbai- 400099

**Subject: Disclosure under Regulation 7(1) of SEBI (Substantial Acquisition
of Shares and Takeovers) Regulations, 1997**

Dear Sir,

This is to inform you that we, Clearwater Capital Partners (Cyprus) Limited, a company incorporated under the laws of the Republic of Cyprus, having our registered office at 12 Esperidon Street, 4th Floor, P.C. 1087, Nicosia, Cyprus ("CCPCL"), are addressing this letter to you for the purpose of disclosing the acquisition of 18,43,810 equity shares of Kamat Hotels (India) Limited ("Company") on conversion of Foreign Currency Convertible Bonds (FCCBs). We are enclosing herewith the Form for disclosure of details of acquisition of the equity shares of the Company, in terms of Regulation 7(1) of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 1997 ("Takeover Code") as the holding of the equity shares of the company has crossed 10%.

Yours sincerely,

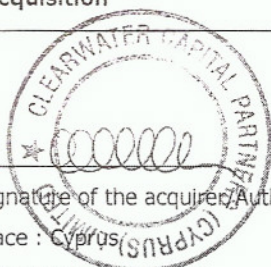


**DISCLOSURE OF DETAILS OF ACQUISITION TO
TARGET COMPANY AND STOCK EXCHANGES WHERE THE
SHARES OF THE TARGET COMPANY ARE LISTED
IN TERMS OF REGULATION 7(1)**

Name of the Target Company	Kamat Hotels (India) Limited	
Name of the acquirer and PAC with the acquirer	Clearwater Capital Partners (Cyprus) Limited. Clearwater Capital Partners Singapore Fund III Private Limited (PAC with the acquirer)	
Details of the acquisition as follows:	Number	% w.r.t. total paid up capital of Target Company
(a) Shares/Voting rights (VR) before acquisition under consideration	0 (held by Clearwater Capital Partners (Cyprus) Limited)	0% (of the current total paid up capital of Target Company)
	257,431 (held by Clearwater Capital Partners Singapore Fund III Private Limited (PAC with the acquirer))	1.95% (of the total paid up capital of Target Company prior to conversion of FCCB)
(b) Shares/voting rights acquired	18,43,810	12.26 % (difference between the share holding post acquisition and prior to acquisition.)
(c) Shares/VR after acquisition	18,43,810 (held by Clearwater Capital Partners (Cyprus) Limited)	12.26% (of the current total paid up capital of Target Company)
	257,431 (held by Clearwater Capital Partners Singapore Fund III Private Limited (PAC with the acquirer))	1.71% (of the total paid up capital of Target Company prior to conversion of FCCB)
Mode of acquisition (e.g. open market/public issue/rights issue/preferential allotment/inter se transfer etc.)	Conversion of Foreign Currency Convertible Bonds (FCCBs) worth USD 5629000 (USD 5 million six hundred and twenty nine thousand.) issued on 13 th March 2007 in terms of the Offer Circular to the FCCB holder	
Date of acquisition of shares/VR or date of receipt of intimation of allotment of shares, whichever is applicable	25 th August, 2010	



Paid up capital/total voting capital of the target company before the said acquisition	Rs. 13,19,73,950
Paid up capital/total voting capital of the target company after the said acquisition	Rs. 15,04,12,050



Arlene Nahikian
Director

Signature of the acquired/Authorised Signatory

Place : Cyprus

Date : August 26, 2010