

CHARTERED ACCOUNTANTS

**Independent Auditors' Review Report
To The Board of Directors of
Blue Coast Hotels Limited**

1. We have reviewed the accompanying Statement of unaudited Financial Results of Blue Coast Hotels Limited ("the Company") for the Quarter ended 30.06.2014 ("the Statement") being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures regarding "Particulars of Equity Shareholding" and "Investors Complaints" made by the management and referred to in paragraph 4 below. 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 the Statement based on our review.
2. 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 Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and an analytical procedure 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.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatements.
4. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of clause 35 of the Listing Agreements with the Stock Exchanges and the particulars relating to investor complaints disclosed for the Quarter Ended 30.06.2014 of the Statement, from the details furnished by the Management.

For M. Kamal Mahajan And Co.
Chartered Accountants
(Firm Registration No. 006855N)

Mou Mohan Kamal

New Delhi
Date : 12.08.2014

M.K. Mahajan
Partner
M. No. 017418



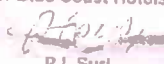
Blue Coast Hotels Ltd

Corporate Identity Number:
131200GA1992PLC003109

Blue Coast
Hotels Ltd

BLUE COAST HOTELS LTD.					
STATEMENT OF STANDALONE UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2014					
(Rs in Lacs)					
S.No.	Particulars	Quarter Ended		Year Ended	
		30.06.14	31.03.14	30.06.13	31.03.14
		Unaudited	Audited	Unaudited	Audited
1	Income from operations				
	a) Sales / income from operations	2,266.20	3,583.09	1,916.27	10,313.70
	b) Other Operating income	8.09	16.68	-	20.65
	Total Income from operations	2,274.29	3,599.77	1,916.27	10,334.35
2	Expenses				
	a) Cost of Materials consumed	359.73	469.26	378.39	1,675.89
	b) Employee benefits expense	570.92	532.49	518.02	2,047.35
	c) Power, fuel & light	221.14	166.66	167.12	713.55
	d) Management Fee	119.27	284.99	92.97	674.29
	e) Sales & Marketing	318.73	204.57	204.70	818.39
	f) Depreciation & amortisation	149.09	232.61	232.93	939.63
	g) Other expenses	308.31	417.94	336.43	1,538.19
	Total Expenses	1,943.09	2,308.52	1,930.56	8,407.29
3	Profit / (Loss) from Operations before other income, finance cost & exceptional items(1-2)	331.20	1,291.25	(14.29)	1,927.06
4	Other Income	16.27	11.12	13.20	56.50
5	Profit/ (Loss) from ordinary activities before finance cost & exceptional items (3 +4)	347.47	1,302.37	(1.09)	2,013.56
6a	Finance Cost on operations	166.75	182.36	259.48	924.05
6b	Profit/ (Loss) from ordinary activities before finance cost on investments & exceptional items (5-6a)	180.72	1,120.01	(260.57)	1,089.51
6c	Finance cost on investments	890.84	618.77	932.10	3,649.34
7	Profit/ (Loss) from ordinary activities after finance cost but before exceptional items (6b-6c)	(710.12)	501.24	(1,192.67)	(2,559.83)
8	Exceptional items	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7-8)	(710.12)	501.24	(1,192.67)	(2,559.83)
10	Tax Expense				
	Deferred Tax Liability/(Asset)	-	-	(386.96)	(749.97)
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	(710.12)	501.24	(805.71)	(1,809.86)
12	Extraordinary items	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	(710.12)	501.24	(805.71)	(1,809.86)
14	Paid-up-Equity Share Capital (face Value of Rs.10/- per share)	886.50	886.50	886.50	886.50
	Paid-up Preference Share Capital (face Value of Rs. 100/- per share)	8,150.00	8,150.00	8,150.00	8,150.00
15	Reserves (excluding Revaluation Reserves)	-	-	-	4,079.46
16	Earning per share (in Rupees)*				
	-Basic & Diluted before extraordinary items	(9.29)	2.13	(10.36)	(25.55)
	-Basic & Diluted after extraordinary items	(9.29)	2.13	(10.36)	(25.55)



PARTICULARS OF SHAREHOLDING				
1	Public shareholding			
	-Number of shares	4921962	4921962	4921962
	-% of shareholding	55.52	55.52	55.52
2	Promoters and Promoter Group Shareholding			
	a) Pledged/Encumbered			
	-Number of Shares**	3853042	3853042	3853042
	-Percentage of Shares(as a % of the total shareholding of Promoters and Promoter group)	97.72	97.72	97.72
	-Percentage of shares (as a % of total share capital of the company)	43.46	43.46	43.46
	b) Non-encumbered			
	-Number of Shares	89958	89958	89958
	-Percentage of Shares(as a % of the total shareholding of Promoters and Promoter group)	2.28	2.28	2.28
	-Percentage of shares (as a % of total share capital of the company)	1.02	1.02	1.02
B	INVESTORS COMPLAINTS			
	Particulars	for the quarter ended 30.06.2014		
	Pending at the beginning of the quarter			
	Received during the quarter			
	Disposed off during the quarter			
	Remaining unresolved at the end of the quarter			
After Considering dividend on Cumulative Preference Shares				
** Pledged with the Term Lenders of the Company				
Notes				
1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meeting held on 12th August, 2014.				
2. The Company is engaged in only one segment of business i.e. Hotel operations.				
3. Preference Shareholders are entitled to vote on every resolution placed before the company at any General Meeting of the Company.				
4. Finance cost on investments is related to investments in companies/SPVs engaged in hotel business.				
5. The Term Lender has filed an appeal with DRAT, Mumbai against the order dated 31.03.2014 passed by the Hon'ble DRT Mumbai quashing the demand notice issued by the Term Lender under SARFAESI Act, 2002. The Company is pursuing the appeal on the merits of the case on which Hon'ble DRT, Mumbai granted the relief to the Company. An Application for recovery of debt by the aforesaid term lender under RDB Act 1993 is also pending before Hon'ble DRT New Delhi.				
6. Due to general slow down, the Company could not meet its obligations towards Debenture Holders. As a result Debenture holder has filed a civil suit for recovery of dues in Goa. The Company is pursuing the said litigation.				
7. During the quarter, the Company has adopted Schedule II of the Companies Act, 2013 and has computed the depreciation accordingly. The carrying value of assets of Rs. 141.77 Lacs which have completed its useful life as on April 1st 2014 has been adjusted to General Reserve and the remaining assets have been depreciated over the remaining useful life of the asset and as a result lower depreciation by Rs.86.96 Lacs has been arrived in the quarter.				
8. Consolidated Income from operations, Net Loss for the period and Earning Per Share after extraordinary items for the quarter ended 30th June, 2014 stands at Rs. 2274.29 Lacs, Rs. 711.75 Lacs and Rs.(9.31) respectively.				
Date : 12.08.2014 Place : New Delhi				
For Blue Coast Hotels Limited  P.L. Suri Chairman & Managing Director				

