



THE INDIAN HOTELS COMPANY LIMITED

CIN: L74999MH1902PLC000183

Registered Office: Mandlik House Mandlik Road Mumbai 400 001 India

Tel 91 22 6639 5515 Fax 91 22 2202 7442

Website: www.tajhotels.com

E-mail : investorrelations@tajhotels.com

November 14, 2014

BSE Limited

Corporate Relationship Department
1st 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,

We refer to our letter dated November 4, 2014. A Meeting of the Board of Directors of the Company was held earlier today, at which meeting the Board inter-alia, considered and took on record the Audited Financial Results for the quarter / half year ended September 30, 2014.

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

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

Further, pursuant to Clause 3.2 of the SEBI (Prohibition of Insider Trading Regulations), 1992, Company has intimated its designated employees regarding the closure of the Trading Window from November 7, 2014 till November 15, 2014, for the purpose of adoption of the Audited Financial Results for the quarter / half year ended September 30, 2014.

Kindly acknowledge receipt.

Yours sincerely,


BEEJAL DESAI
Vice President - Legal & Company Secretary

Encl : a/a

cc: The Secretary – London Stock Exchange Ltd.

Part I	FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2014					₹ / lakhs
Particulars	Quarter Ended			Half Year Ended		Year Ended
	Sept 30, 2014	June 30, 2014	Sept 30, 2013	Sept 30, 2014	Sept 30, 2013	Mar 31, 2014
Income from Operations						
Net Sales/ Income from Operations	41566	39780	39092	81346	78755	192951
Other Operating Income	-	-	-	-	-	-
Total Income from Operations	41566	39780	39092	81346	78755	192951
Expenditure						
a. Cost of Materials Consumed	4116	3923	3924	8039	7522	17683
b. Employee Benefits Expense	12697	12014	11286	24711	22838	47253
c. Licence Fees	2749	2400	2670	5149	5256	12574
d. Fuel, Power and Light	4682	4485	4222	9167	8319	16570
e. Depreciation and Amortisation Expense	2950	2974	3024	5924	6033	12226
f. Other Expenditure	15311	13442	14445	28753	26937	59925
Total Expenditure	42505	39238	39571	81743	76905	166231
Profit/ (Loss) from Operations before Other Income, Finance Costs and Exceptional Items	(939)	542	(479)	(397)	1850	26720
Other Income	2581	1174	1581	3755	3706	4782
Profit/ (Loss) before Finance Costs and Exceptional Items	1642	1716	1102	3358	5556	31502
Finance Costs	2495	2465	2792	4960	5072	9882
Profit/ (Loss) after Finance Costs but before Exceptional Items	(853)	(749)	(1690)	(1602)	484	21620
Exceptional item - Exchange Loss on Long term borrowings	(471)	(461)	(683)	(932)	(1139)	(2216)
Exceptional item - Others	-	-	(28700)	-	(28700)	(71494)
Profit/ (Loss) from Ordinary Activities before tax	(1324)	(1210)	(31073)	(2534)	(29355)	(52090)
Tax Expense (Including adjustment relating to Earlier Years)	(566)	(495)	(1041)	(1061)	(301)	6959
Profit/ (Loss) from Ordinary Activities after tax	(758)	(715)	(30032)	(1473)	(29054)	(59049)
Paid-up Equity Share Capital (Face value per share - ₹ 1 each)	8075	8075	8075	8075	8075	8075
Reserves (excluding Revaluation Reserves)						261309
Earnings Per Share (₹)						
Basic (* not annualised)	*(0.09)	*(0.09)	*(3.72)	*(0.18)	*(3.60)	(7.31)
Diluted (* not annualised) (Note 4)	*(0.09)	*(0.09)	*(3.72)	*(0.18)	*(3.60)	(7.31)
Debt Service Coverage Ratio (Note 5)				1.44	2.03	2.50
Interest Service Coverage Ratio (Note 5)				4.07	3.94	4.16
See accompanying notes to the financial results						



THE INDIAN HOTELS COMPANY LIMITED

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

Part II: Select Information for the quarter and half year ended September 30, 2014

Particulars	Quarter Ended			Half Year Ended		Year Ended
	Sept 30, 2014	June 30, 2014	Sept 30, 2013	Sept 30, 2014	Sept 30, 2013	Mar 31, 2014
A PARTICULARS OF SHAREHOLDING						
1 Public Shareholding:						
Number of Shares	50,44,06,563	50,44,06,563	50,44,06,563	50,44,06,563	50,44,06,563	50,44,06,563
Percentage of Shareholding	62.47	62.47	62.47	62.47	62.47	62.47
2 Promoters and Promoter Group Shareholding:						
a) Pledged/Encumbered						
- Number of Shares						
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)						
- Percentage of Shares (as a % of the total share capital of the company)						
b) Non-encumbered						
- Number of Shares	30,30,66,224	30,30,66,224	30,30,66,224	30,30,66,224	30,30,66,224	30,30,66,224
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
- Percentage of Shares (as a % of the total share capital of the company)	37.53	37.53	37.53	37.53	37.53	37.53

Items	Quarter Ended
	Sept 30, 2014
B Investor Complaints	
Pending at the beginning of the quarter	-
Received during the quarter	4
Disposed off during the quarter	4
Remaining unresolved at the end of the quarter	-



THE INDIAN HOTELS COMPANY LIMITED
STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2014

₹ / lakhs

Particulars	Standalone	
	As at	
	Sept 30, 2014	March 31, 2014
	Audited	Audited
EQUITY AND LIABILITIES		
Shareholders' Funds:		
Share Capital	8075	8075
Reserves and Surplus	258961	261309
Sub-total - Shareholders' funds	267036	269384
Non-current liabilities		
Long-term borrowings	319963	215351
Deferred Tax Liabilities (Net)	11365	10716
Other Long Term Liabilities	63825	63917
Long Term Provisions	2159	1926
Sub-total - Non-current liabilities	397312	291910
Current liabilities		
Short-term borrowings	5096	16159
Trade payables	15193	17348
Other current liabilities	65112	72578
Short-term provisions	9316	9258
Sub-total - Current liabilities	94717	115343
TOTAL - EQUITY AND LIABILITIES	759065	676637
ASSETS		
Non-current assets		
Fixed Assets (including Capital work-in-progress)	212878	212929
Non-current investments	276164	276164
Long-term loans and advances	156657	155472
Other non-current assets	432	470
Sub-total - Non-Current assets	646131	645035
Current assets		
Current investments	34476	-
Inventories	4492	4018
Trade receivables	14117	12441
Cash and Bank Balances	46235	4317
Short-term loans and advances	8045	6767
Other current assets	5569	4059
Sub-total - Current assets	112934	31602
TOTAL - ASSETS	759065	676637

Notes

1. These 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. These results have also been audited by the Statutory Auditors of the Company.
2. 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 as the second quarter has traditionally been the off season period.
3. The Company 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 ₹ 26 lakhs and ₹ 44 lakhs respectively as compared to the useful lives estimated in earlier periods.
4. 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.
5. The formulae used for calculation of Debt Service Coverage Ratio and Interest Service Coverage Ratio are as follows:
 - Debt Service Coverage Ratio = Profit before Tax + Interest (Net) + Provision for diminution in value of long term investments + Depreciation / (Interest (Net) + Principal Repayment of long-term Debt).
 - Interest Service Coverage Ratio = Profit before Tax + Interest (Net) + Provision for diminution in value of long term investments + Depreciation / Interest (Net).
 - The ratios have been computed on a trailing twelve month basis.
6. Disclosure of segment-wise information is not applicable, as hoteliering is the Company's only business segment.

h

8

8

7. Figures of the previous periods/year have been regrouped/reclassified, wherever necessary, to conform to the current period's classification.

For **THE INDIAN HOTELS COMPANY LIMITED**



RAKESH SARNA

(Managing Director)

DIN: 01875340

November 14, 2014

Registered Office:

Mandlik House,

Mandlik Road,

Mumbai 400 001.

CIN: L74999MH1902PLC000183

Email: investorrelations@tajhotels.com

Website: www.tajhotels.com

In terms of our report attached.

For **DELOITTE HASKINS & SELLS LLP**

Chartered Accountants



Sanjiv V. Pilgaonkar

(Partner)

Membership No. 39826

For **PKF SRIDHAR & SANTHANAM**

Chartered Accountants



S. Ramakrishnan

(Partner)

Membership No. 18967

Mumbai, November 14, 2014

DELOITTE HASKINS & SELLS LLP
Chartered Accountants
Indiabulls Finance Centre, Tower 3,
27th – 32nd Floor, Senapati Bapat Marg,
Elphinstone Road (West),
Mumbai 400013.

PKF SRIDHAR & SANTHANAM
Chartered Accountants
KRD Gee Gee Crystal
No. 91/92, 7th Floor
Dr. Radhakrishnan Salai, Mylapore
Chennai 600 004.

**INDEPENDENT AUDITORS' REPORT
TO THE BOARD OF DIRECTORS OF
THE INDIAN HOTELS COMPANY LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of **THE INDIAN HOTELS COMPANY LIMITED** (the "Company") for the quarter and six months ended September 30, 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 in Part II - Select Information referred to in paragraph 4 below. This Statement has been prepared on the basis of the related interim financial statements, which is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to express an opinion on the Statement, based on our audit of the related interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS-25) on Interim Financial Reporting 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.
2. We conducted our audit of the Statement in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and the disclosures in the Statement. An audit also includes assessing the accounting principles used and the significant estimates made by the Management, as well as evaluating the overall Statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - (i) is presented in accordance with the requirements of Clause 41 of the Listing Agreements with the Stock Exchanges; and
 - (ii) gives a true and fair view in conformity with the accounting principles generally accepted in India of the net loss and other financial information of the Company for the quarter and six months ended September 30, 2014.

6.
b

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 the investor complaints disclosed in Part II - Select Information for the quarter and six months ended September 30, 2014 of the Statement, from the details furnished by the Management.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm Registration No.117366W/W-100018)



SANJIV V. PILGAONKAR
(Partner)
(Membership No. 39826)

For PKF SRIDHAR & SANTHANAM
Chartered Accountants
(Firm Registration No. 003990S)



S. RAMAKRISHNAN
(Partner)
(Membership No. 18967)

MUMBAI, November 14 , 2014.



THE INDIAN HOTELS COMPANY LIMITED

CIN: L74999MH1902PLC000183

Registered Office: Mandlik House Mandlik Road Mumbai 400 001 India

Tel 91 22 6639 5515 Fax 91 22 2202 7442

Website: www.tajhotels.com

E-mail : investorrelations@tajhotels.com

November 14, 2014

BSE Limited

Corporate Relationship Department
1st 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



Hotels Resorts
and Palaces

THE INDIAN HOTELS COMPANY LIMITED

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

₹ in lakhs

Particulars	Quarter Ended			Half Year Ended		Year Ended
	Reviewed					Audited
	Sept 30, 2014	Jun 30, 2014	Sept 30, 2013	Sept 30, 2014	Sept 30, 2013	March 31, 2014
Income from Operations						
Net Sales / Income from Operations	93700	93746	89592	187446	180462	406619
Other Operating Income	-	-	-	-	-	-
Total Income from Operations	93700	93746	89592	187446	180462	406619
Expenditure						
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	27817	29662	60968	55529	118806
Total Expenditure	99744	92756	93801	192500	181358	381475
Profit / (Loss) from Operation before Other Income, Finance Costs & Exceptional Items	(6044)	990	(4209)	(5054)	(896)	25144
Other Income	2167	1749	2848	3916	4738	5975
Profit / (Loss) before Finance Costs and Exceptional Items	(3877)	2739	(1361)	(1138)	3842	31119
Finance Costs	4599	4454	4606	9053	8543	16851
Profit / (Loss) after Finance Costs but before Exceptional Items	(8476)	(1715)	(5967)	(10191)	(4701)	14268
Exceptional Items - Exchange Loss on Long term borrowings	(688)	(609)	(584)	(1297)	(1393)	(2915)
Exceptional Item - Others	-	-	(36827)	-	(36827)	(52569)
Profit / (Loss) from Ordinary Activities before Tax	(9164)	(2324)	(43378)	(11488)	(42921)	(41216)
Tax Expense (Including Adjustment relating to Earlier Years)	(63)	109	(955)	46	263	11095
Net Loss from Ordinary Activities after Tax	(9101)	(2433)	(42423)	(11534)	(43184)	(52311)
Add: Share of Profit / (Loss) in Associates	(261)	(279)	(428)	(540)	(909)	(1325)
Less : Minority Interest in Subsidiaries	(407)	(770)	(497)	(1177)	(1164)	(1749)
Net Loss after Taxes, Minority Interest and Share of Profit / (Loss) in Associates	(9769)	(3482)	(43348)	(13251)	(45257)	(55385)
Paid-up Equity Share Capital (Face value per share - ₹ 1 each)	8075	8075	8075	8075	8075	8075
Reserves (Excluding Revaluation Reserves)						249956
Earnings Per Share (₹)						
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)
See accompanying notes to the financial results						

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
 Registered Office:
 Mandlik House, Mandlik Road,
 Mumbai 400 001.
 CIN: L74999MH1902PLC000183
 Email: investorrelations@tajhotels.com
 Website: www.tajhotels.com