



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

August 10, 2016

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 August 3, 2016. 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 Un-audited (Reviewed) Standalone Financial Results along with the Limited Review Report of the Auditors for the quarter ended June 30, 2016.

Enclosed is a copy of the said financial results of the Company along with the Limited Review Report of the Auditors, being forwarded to you, in terms of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Kindly acknowledge receipt.

Yours sincerely,

BEEJAL DESAI

Vice President - Legal & Company Secretary

Encl : a/a



Hotels Resorts
and Palaces

THE INDIAN HOTELS COMPANY LIMITED

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2016

Part I		₹ lakhs	
Particulars	Quarter Ended		
	Unaudited (Reviewed)		
	Jun 30, 2016	Jun 30, 2015	
Income from Operations			
Sales/ Income from Operations	47447	44610	
Other Operating Income	-	-	
Total Income from Operations	47447	44610	
Expenses			
a. Cost of Materials Consumed	4599	4447	
b. Employee Benefits Expense	14880	13644	
c. Licence Fees	3087	3002	
d. Fuel, Power and Light	4531	4778	
e. Depreciation and Amortisation Expense	3413	2977	
f. Other Expenditure	15044	15262	
Total Expenses	45554	44110	
Profit from Operations before Other Income, Finance Costs and Exceptional Items	1893	500	
Other Income	1677	2839	
Profit before Finance Costs and Exceptional Items	3570	3339	
Finance Costs	4726	4669	
Profit/ (Loss) after Finance Costs but before Exceptional Items	(1156)	(1330)	
Exceptional item - Exchange Gain/ (Loss) on Long term borrowings/ Assets (Net)	1183	1114	
Exceptional item - Others (Refer Note 5)	(1398)	(880)	
Profit/ (Loss) before tax	(1371)	(1096)	
Tax Expense	(471)	(482)	
Short/ (Excess) Provision of Tax of Earlier Years	-	(133)	
Profit/ (Loss) after tax	(900)	(481)	
Other Comprehensive Income (Net of tax)	310	(114)	
Total Comprehensive Income (Comprising Profit/ (Loss) and Other Comprehensive Income (after tax))	(590)	(595)	
Paid-up Equity Share Capital (Face value per share - ₹ 1 each)	9893	8075	
Compulsorily Convertible Debentures included in Other Equity	-	1818	
Earnings Per Share (Face value - ₹ 1 each) Basic and Diluted (* not annualised)	*(0.09)	*(0.05)	
See accompanying notes to the financial results			

Notes

1. These results were reviewed by the Audit Committee of the Board and subsequently approved by the Board of Directors at its meetings held on August 10, 2016. The results have been reviewed by the Statutory Auditors of the Company.
2. In view of the seasonality of the sector, the financial results for the quarter are not indicative of the full year's expected performance.
3. The Company has adopted Indian Accounting Standards ("Ind AS") from April 1, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. Accordingly the results for the quarter ended June 30, 2015 have also been restated and prepared in accordance with the recognition and measurement principles of Ind AS 34.
4. A reconciliation between financial results, as previously reported (referred to as 'Previous GAAP') and Ind AS for the quarter ended June 30, 2015 is presented as under:

Particulars	₹ lakhs
Net Profit for the quarter ended June 30, 2015 as reported	5108
Fair value of equity shares recognised in the opening Balance sheet as of April 1, 2015 and changes in fair value recorded through Other Comprehensive Income (OCI). Previously the investment was carried at cost and the gain on disposal recorded through the Statement of Profit and Loss.	(5653)
Interest on borrowings is now measured at amortised cost recognised. The back ended premium on redemption had been offset against the Securities Premium Account in the past.	(1947)
Revenue arising out of loyalty programs is now deferred. Previously, the liability in respect of the obligation was recognised at cost, while revenue was recognised fully.	(739)
Reclassification of actuarial gains/ losses, arising in respect of employee benefit schemes, to Other Comprehensive Income (OCI). This was previously charged to the Statement of Profit and Loss.	171
Exchange difference on revaluation of Long Term Borrowing. The translation differences were previously being amortised over the tenure of the loan.	(504)
Changes in fair value of derivative contracts. These contracts were combined with the underlying borrowing and accounted as a single package.	(1476)
Previously translation gain on Investment in Non-Integral Foreign Operations taken to Foreign Currency Translation Reserve (FCTR). This difference is now recorded through the Statement of Profit and Loss.	2339
Other Adjustments	38
Change in Income Tax arising out of Ind AS adjustments	2182
Net Profit for the period under Ind AS	(481)
Other Comprehensive Income	(114)
Total Comprehensive Income under Ind AS	(595)

5. Exceptional Item – Others: represents changes in fair value on Cross Currency Swap derivative contracts.
6. As a part of the Company's restructuring plan, at a meeting held on October 19, 2015, the Board of Directors had approved the amalgamation of International Hotel Management Services LLC (formerly known as International Hotel Management Services Inc.) and Lands End Properties Private Limited, two wholly owned subsidiaries ("Transferor Companies") into the Company, by way of two separate Schemes of

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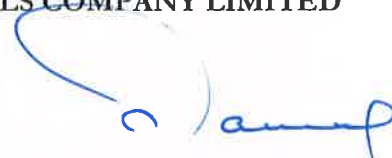
Arrangement amongst the Company, each of the Transferor Companies, and their respective shareholders and creditors (the "Schemes"), as provided under sections 391 to 394 of the Companies Act, 1956 read with section 52 of the Companies Act, 2013, section 78 and sections 100 to 103 of the Companies Act, 1956. The appointed dates for the Schemes are January 1, 2016 and March 31, 2016, respectively.

The intended amalgamation has been approved by the shareholders of the Company at the meeting convened on May 4, 2016, on the direction of the Honourable High Court of Judicature at Bombay ("Bombay High Court") where the application seeking permission for the amalgamation has been filed by the Company.

As the approval of the Bombay High Court is awaited, the financial results for the period ended June 30, 2016 do not include any adjustments that will arise on implementation of the Schemes and the Company's investments in the transferor companies continues to be carried at their previous carrying amounts.

7. Disclosure of segment-wise information is not applicable, as hoteliering is the Company's only business segment.

For **THE INDIAN HOTELS COMPANY LIMITED**



RAKESH SARNA

(Managing Director)

DIN: 01875340

August 10, 2016

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

(Firm's Registration No. 117366W/ W-100018)



Sanjiv V. Pilgaonkar

(Partner)

Membership No. 39826

Mumbai, August 10, 2016

For **PKF SRIDHAR & SANTHANAM LLP**

Chartered Accountants

(Firm's Registration No. 003990S/ S200018)



S. Ramakrishnan

(Partner)

Membership No. 18967

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 LLP

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

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
THE INDIAN HOTELS COMPANY LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **THE INDIAN HOTELS COMPANY LIMITED** (the "Company") for the quarter ended June 30, 2016 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 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.

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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 aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. Emphasis of Matter:

We draw attention to note no. 6 to the Statement which explains that the accounting impact of two Schemes of Arrangement (the "Schemes") approved by shareholders, enabling the amalgamation of International Hotel Management Services LLC (formerly known as International Hotel Management Services Inc.) and Lands End Properties Private Limited, with effect from January 1, 2016 and March 31, 2016, respectively, could not be given in the results for the quarter ended June 30, 2016, as the orders from the Honourable High Court of Judicature at Bombay sanctioning the Schemes are awaited.

Our opinion is not qualified in respect of this matter.

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

SANJIV V. PILGAONKAR
Partner
(Membership No. 39826)

For PKF SRIDHAR & SANTHANAM LLP
Chartered Accountants
(Firm's Registration No. 003990S/S200018)

S. RAMAKRISHNAN
Partner
(Membership No. 18967)

MUMBAI, August 10, 2016



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August 10, 2016

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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 ended June 30, 2016 being provided as additional information besides the Un-audited (Reviewed) Standalone Financial Results pursuant to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Enclosed is a copy of the said financial results of the Company, being forwarded to you, in terms of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Kindly acknowledge receipt.

Yours sincerely,



BEEJAL DESAI

Vice President - Legal & Company Secretary

Encl : a/a



THE INDIAN HOTELS COMPANY LIMITED

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2016

₹ lakhs

Particulars	Quarter Ended	
	Unaudited (Reviewed)	
	Jun 30, 2016	Jun 30, 2015
Income from Operations		
Net Sales / Income from Operations	94663	89638
Other Operating Income	-	-
Total Income from Operations	94663	89638
Expenses		
a. Cost of Materials Consumed	8574	8408
b. Employee Benefits Expense	36304	33761
c. License Fees	5301	5061
d. Fuel, Power and Light	6995	7116
e. Depreciation and Amortisation Expense	7371	6846
f. Other Expenditure	28066	26354
Total Expenses	92611	87546
Profit from Operation before Other Income, Finance Costs & Exceptional Items	2052	2092
Other Income	1335	2543
Profit before Finance Costs and Exceptional Items	3387	4635
Finance Costs	8957	8351
Profit / (Loss) after Finance Costs but before Exceptional Items	(5570)	(3716)
Exceptional item - Exchange Gain/ (Loss) on Long term borrowings/ Assets (Net)	808	(1225)
Exceptional item - Others (Refer Note 5 and 6)	(12079)	(880)
Profit / (Loss) before Tax	(16841)	(5821)
Tax Expense (Including adjustment relating to earlier years)	(184)	(127)
Profit / (Loss) after Tax	(16657)	(5694)
Add: Share of Profit / (Loss) in Associates / Joint Ventures	(146)	(455)
Adjustment for Non-controlling Interest in Subsidiaries	(142)	(1090)
Profit / (Loss) after Taxes, Non-controlling Interest and Share of Profit / (Loss) in Associates / Joint Ventures	(16945)	(7239)
Paid-up Equity Share Capital (Face value per share - ₹ 1 each)	9893	8075
Compulsorily Convertible Debentures included in Other Equity	-	1818
Earnings Per Share (Face value - ₹ 1 each)		
Basic and Diluted (* not annualised)	*(1.71)	*(0.73)
See accompanying notes to the consolidated financial results		

Notes

1. The Company has exercised its option to publish reviewed standalone financial results, pursuant to Regulation 33 of the Listing Agreement. In addition, the unaudited consolidated results of the Company and its subsidiaries, jointly controlled entities and associates for the aforementioned period are 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 August 10, 2016. The results for the quarter ended June 30, 2016 have been subjected to a limited review by the Statutory Auditors of the Company.
2. The Company has adopted Indian Accounting Standards ("Ind AS") from April 1, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. Accordingly, the results for the quarter ended June 30, 2015 have also been restated and prepared in accordance with the recognition and measurement principles of Ind AS 34.
3. A reconciliation between financial results, as previously reported (referred to as 'Previous GAAP') and Ind AS for the quarter ended June 30, 2015 is presented as under:

Particulars	₹ lakhs
Net Profit after Taxes, Minority Interest and Share of Profit/(Loss) in Associates for the quarter ended June 30, 2015 as reported	3,478
Fair value of equity shares recognised in the opening Balance sheet as of April 1, 2015 and changes in fair value recorded through Other Comprehensive Income (OCI). Previously the investment was carried at cost and the gain on disposal recorded through the Statement of Profit and Loss.	(5,653)
Interest on borrowings is now measured at amortised cost. The back ended premium on redemption had been offset against the Securities Premium Account in the past.	(1,947)
Revenue arising out of loyalty programs is now deferred. Previously, the liability in respect of the obligation was recognised at cost, while revenue was recognised fully.	(739)
Reclassifications of actuarial gains/ losses, arising in respect of employee benefit schemes, to Other Comprehensive Income (OCI). This was previously charged to the Statement of Profit and Loss.	153
Exchange difference on revaluation of Long Term Borrowing. The translation differences were previously being amortised over the tenure of the loan	(504)
Changes in fair value of derivative contracts. These contracts were combined with the underlying borrowing and accounted as a single package.	(417)
Other Adjustments	(42)
Change in Income Tax arising out of Ind AS adjustments	2,182
Results of entities covered under the definition of subsidiaries in Ins AS 110 consolidated into the results of the Group. Previously these entities were not regarded as subsidiary under AS 21	(3,652)
Change in share of profit/(loss) in Associates/Joint Ventures due to migration to Ind AS	(98)
Profit/(Loss) after Taxes, Minority Interest and share of Profit/(Loss) in Associates/Joint Ventures	(7,239)

4. The consolidated financial results are prepared in accordance with Ind AS 110 Consolidated Financial Statements, Ind AS 28 Investment in Associates and Joint Ventures as specified under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder.
5. Pursuant to the approval of the members, United Overseas Holding Inc (UOH), a wholly owned subsidiary of the Company, has divested its entire LLC interests in IHMS (Boston) LLC which owned Taj Boston, to 'AS Holding LLC, Boston', for an aggregate consideration of US\$ 125 million on July 12, 2016. Accordingly, during the quarter the carrying value of the hotel in UOH books has been brought down to reflect the sale value and the difference has been charged to the profit and loss account aggregating to ₹ 10179 lakhs and shown as Exceptional item - Others. Following are the key numbers for Taj Boston included in the financial results for the quarter:

Particulars	₹ lakhs	
	Quarter Ended	
	June 30, 2016	June 30, 2015
Income from operations	6,976	6,486
Total Expenditure	7,293	6,658
Profit/(Loss) before tax	(317)	(172)
Exceptional item – Impairment in carrying value of assets	(10,179)	-
Profit/(Loss) before /after tax and exceptional items	(10,496)	(172)

6. Exceptional Item – Others: In addition to asset write down of Taj Boston as explained above, it also includes changes in fair value on Cross Currency Swap derivative contracts amounting to ₹ 1398 lakhs and an amount written off by an international subsidiary amounting to ₹ 502 lakhs for advance given to one of the associate company.
7. As a part of the Company's restructuring plan, at a meeting held on October 19, 2015, the Board of Directors had approved the amalgamation of International Hotel Management Services LLC (formerly known as International Hotel Management Services Inc.) and Lands End Properties Private Limited, two wholly owned subsidiaries ("Transferor Companies") into the Company, by way of two separate Schemes of Arrangement amongst the Company, each of the Transferor Companies, and their respective shareholders and creditors (the "Schemes"), as provided under sections 391 to 394 of the Companies Act, 1956 read with section 52 of the Companies Act, 2013, section 78 and sections 100 to 103 of the Companies Act, 1956. The appointed dates for the Schemes are January 1, 2016 and March 31, 2016, respectively.

The intended amalgamation has been approved by the shareholders of the Company at the meeting convened on May 4, 2016, on the direction of the Honorable High Court of Judicature at Bombay ("Bombay High Court") where the application seeking permission for the amalgamation has been filed by the Company.

As the approval of the Bombay High Court is awaited, the financial results for the period ended June 30, 2016 do not include any adjustments that will arise on implementation of the Schemes.

8. In view of the seasonality of the sector, the financial results for the quarter are not indicative of the full year's expected performance.



9. Disclosure of segment-wise information is not applicable, as hoteliering is the Company's only business segment.

For **THE INDIAN HOTELS COMPANY LIMITED**



RAKESH SARNA

(Managing Director)

DIN: 01875340

August 10, 2016

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