



ADVANI HOTELS & RESORTS (INDIA) LIMITED

Regd. Office: 1009/1010, Dalamal Tower, 211, Nariman Point, Mumbai - 400 021

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2009

(Rs. In Lakhs)

Particulars	Standalone Results		
	Quarter Ended 30th June		Year Ended 31st March
	2009 (Unaudited)	2008 (Unaudited)	2009 (Unaudited)
1. (a) Net Sales / Income from Operations	648.30	597.30	2782.17
(b) Other Operating Income	66.27	70.31	288.89
Total	714.57	667.61	3071.06
2. Expenditure			
a. Consumption of raw materials	65.22	91.22	261.48
b. Staff Cost	166.54	181.68	712.73
c. Power & Fuel	74.49	85.65	304.95
d. Depreciation	64.14	62.92	250.69
e. Other expenditure	277.82	288.29	1463.30
g. Total Expenditure	648.21	709.76	2993.15
3. Profit from Operations before Other Income, Interest and Exceptional Items	66.36	(42.15)	77.91
4. Other Income	23.27	73.85	299.68
5. Profit before Interest and Exceptional Items	89.63	31.70	377.59
6. Interest	26.91	61.10	165.75
7. Profit after Interest but before Exceptional Items (5-6)	62.72	(29.40)	211.84
8. Exceptional Items (Refer Note 7)	0.00	0.00	(119.59)
9. Profit (+) / Loss (-) before tax from Ordinary Activities (7 - 8)	62.72	(29.40)	92.25
10. Tax Expense (Refer Note 10)	23.00	(13.28)	49.53
11. Net Profit (+) / Loss (-) from Ordinary Activities after tax	39.72	(16.12)	42.72
12. Extraordinary items net of tax expense (Refer Note 3)	0.00	322.52	323.64
13. Net Profit (+) / Loss (-) for the period (11 + 12)	39.72	306.39	366.36
14. Paid-up Equity Share Capital (Face Value Rs. 2/- per share)	924.39	924.39	924.39
15. Reserves excluding revaluation reserves	--	--	2322.17
16. Basic and diluted EPS (Face Value Rs. 2/- per share)			
- Before Extra ordinary items	0.09	(0.03)	0.09
- After Extra ordinary items	0.09	0.66	0.79
17. Shareholding:			
- Number of shares - Public	23227671	23502929	23227671
- Percentage of shareholding	50.26	50.85	50.26
18. Promoter and Promoter group shareholding			
a) Pledged / Encumbered		N.A.	
- Number of shares	0		0
- Percentage of shareholding (as a % of the total shareholding of Promoter and Promoter group)	0		0
- Percentage of shareholding (as a % of the total share capital of the Company)	0		0
b) Non-encumbered		N.A.	
- Number of shares	22991579		22990629
- Percentage of shareholding (as a % of the total shareholding of Promoter and Promoter group)	100.00		100.00
- Percentage of shareholding (as a % of the total share capital of the Company)	49.74		49.74

Notes:

- The above results were reviewed by the Audit Committee and thereafter approved by the Board of Directors at its Meeting held on July 30, 2009. The results are subject to limited review by the Statutory Auditors.
- Since the hotel industry in Goa is subject to seasonality, the financial results for the quarter ended June 30, 2009 do not reflect the trend for the entire year.
- The current quarter results do not include results of the Flight Catering Unit which has been sold in June 2008 and as such the same are not comparable with the corresponding previous periods. The Flight Catering business with assets was sold for a consideration of Rs. 2,030 lakhs. The profit of Rs. 323.64 lakhs on sale of the said undertaking is shown above in item no. 12 and represents the difference between Written Down Value and the cost of the depreciated assets. The balance capital gain of Rs. 823.41 lakhs (net of tax) realised over the cost of assets sold has been transferred to Capital Reserve and hence not included above.
- The Company's hotel business comprises of one segment only and, therefore, Accounting Standard (AS 17) does not apply.
- The Company in 2008-09 has opted for accounting the exchange difference arising on reporting of long term foreign currency monetary items in line with Companies (Accounting Standards) Amendment Rules, 2009 on Accounting Standard 11 notified by Government of India on March 31, 2009. Accordingly in the quarter ended June 30, 2009 the foreign exchange gain of Rs. 58.15 lakhs on foreign currency loans is deducted from the fixed assets in so far it relates to depreciable capital assets and in other cases by transfer to "Foreign Currency Monetary Items Translation Difference Account" to be amortised in subsequent periods.
- Benefits arising out of Duty Free Scrips, utilised for the acquisition of fixed assets are being adjusted against the cost of the related assets, with effect from April 01, 2009 as against the practice hitherto followed of recognising the same as income. Consequent upon the change, miscellaneous income for the period is lower by Rs. 5.20 lakhs with corresponding deduction in the value of fixed assets, as also reduction in the depreciation thereon.
- Exceptional item for the year ended March 31, 2009 is in respect of provision made for Jaipur project, completion of which is considered doubtful due to acquisition of land by Government of Rajasthan. The Company's appeal against the acquisition of land is pending.
- The Company's subsidiary, Advani Pleasure Cruise Company Private Limited's casino operations is temporarily suspended from 12th June 2009 due to strong competition and certain other adverse factors. The Company is exploring the possibility of divesting its investment and has appointed a consultant for the purpose. There is a possibility of impairment in the value of Company's investment in the subsidiary and the amounts recoverable from the subsidiary. However, no provision is considered for any possible impairment in that behalf in the above results, as whether there will be impairment and, if so, the extent thereof is not ascertainable at present.
- As provided in clause 41 of the Listing Agreement, the Company has opted to publish the results on standalone basis from the beginning of this quarter. The Consolidated results will be furnished to the Stock Exchanges at the end of the current financial year 2009-10.
- No provision has been made for deferred tax in the current quarter ended June 30, 2009. The same will be considered in the audited financial results at the end of the current financial year. Further, no provision for Fringe Benefit Tax has been made in view of its abolition by the Finance Bill 2009.
- The Company received 8 investor complaints during the quarter ended June 30, 2009. All the complaints have been resolved. There were no investor complaints pending at the beginning of the quarter.
- The figures of previous quarter and previous periods have been regrouped wherever required.

For and on behalf of the Board



Sunder G. Advani
Chairman & Managing Director
Mumbai, July 30, 2009