

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, 2008

(Rs. In Lakhs)

Particulars	Advani Hotels & Resorts (India) Limited			Consolidated Results		
	Quarter Ended 30th June		Year Ended 31st March	Quarter Ended 30th June		Year Ended 31st March
	2008	2007	2008	2008	2007	2008
	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Audited)
1. Net sales / Income from Operations	662.72	791.99	4315.64	1547.29	1601.08	7130.54
2. Other Income	78.74	102.15	438.84	88.21	178.04	833.65
3. Total Income	741.46	894.14	4754.48	1635.50	1779.12	7964.19
4. Expenditure						
a. Consumption of raw materials	91.22	99.90	512.36	114.90	117.82	578.17
b. Staff Cost	181.68	180.00	870.01	313.79	264.01	1290.20
c. Power & Fuel	85.65	87.89	350.60	108.69	113.05	437.79
d. Depreciation	62.92	78.46	260.65	85.10	97.79	347.10
e. Other expenditure	288.29	250.66	1447.36	717.90	588.79	2948.53
Total Expenditure	709.76	696.91	3440.98	1340.38	1181.46	5601.79
5. Interest	61.10	57.67	279.78	61.10	57.67	279.78
6. Exceptional / prior period items	0.00	0.00	6.66	0.00	0.00	6.66
7. Profit / (Loss) from ordinary activities before tax (3)-(4+5+6)	(29.40)	139.56	1027.06	234.02	539.99	2075.96
8. Tax expense	(13.28)	42.23	388.99	79.77	179.39	759.54
9. Net Profit / (Loss) from ordinary activities after tax (7-8)	(16.12)	97.33	638.07	154.25	360.60	1316.42
10. Extraordinary items (net of tax expense) (Note no. 3)	322.51	0.00	0.00	322.51	0.00	0.00
11. Net Profit for the period (9-10)	306.39	97.33	638.07	476.76	360.60	1316.42
12. Less: Minority Interest	0.00	0.00	0.00	83.48	129.00	332.39
13. Net Profit after minority interest	306.39	97.33	638.07	393.28	231.60	984.03
14. Paid-up Equity Share Capital (Face Value Rs. 2/- per share)	924.39	924.39	924.39	924.39	924.39	924.39
15. Reserves excluding revaluation reserves	--	--	1303.62	--	--	1923.58
16. Basic and diluted EPS (Face Value Rs. 2/- per share)						
- Before Extra ordinary items	(0.03)	0.21	1.38	0.15	0.50	2.13
- After Extra ordinary items	0.66	0.21	1.38	0.85	0.50	2.13
17. Aggregate of shareholding after the Open Offer by Delta Hospitality Private Limited (Note no. 12)						
- No. of shares - Promoters	22716321	22417935	22435528	22716321	22417935	22435528
- Percentage of shareholding	49.15	48.50	48.54	49.15	48.50	48.54
- No. of shares - Acquirer/ Person Acting in Concert (PAC)	16042534	4916815	8189866	16042534	4916815	8189866
- Percentage of shareholding	34.71	10.64	17.72	34.71	10.64	17.72
- No. of shares - Public	7460395	18884500	15593856	7460395	18884500	15593856
- Percentage of shareholding	16.14	40.86	33.74	16.14	40.86	33.74

Notes:

- The above results were reviewed by the Audit Committee and thereafter approved by the Board of Directors at its Meeting held on July 18, 2008. The results have been subjected 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, 2008 do not reflect the trend for the entire year.
- The Company has sold Airport Plaza business with assets for a consideration of Rs. 2030 lakhs. The profit of Rs. 322.51 Lakhs on sale of the said undertaking is shown above in item no. 10 and represents the difference between Written Down Value and the cost of the depreciated Assets. The balance capital gain of Rs. 822.72 lakhs (net of tax) realised over the cost of Assets has been transferred to Capital Reserve and hence not included above.
- The quarterly results for the quarter ended June 30, 2008 includes financial results of Airport Plaza unit upto June 03, 2008, while the corresponding quarter of the previous year includes financial results of the said unit for the entire 3 months, hence the same are not comparable.
- The Company's business comprises of one segment only and, therefore, Accounting Standard (AS 17) does not apply.
- Other Income includes dividend of Rs. 110.93 lakhs received from Subsidiary Company and is net of a notional loss of Rs. 46.36 lakhs arising out of changes in the rate of foreign exchange on foreign currency loans.
- The consolidated unaudited financial results have been prepared in accordance with Accounting Standards AS - 21 on "Consolidated Financial Statement" issued by the Institute of Chartered Accountants of India and include unaudited financial results of the subsidiary viz. Advani Pleasure Cruise Company Pvt. Ltd. which operates the only live Casino in India.
- The consolidated results for the quarter have been affected due to a reduction in the Net Profit of the casino subsidiary which is mainly due to increase in entertainment tax and increase in salaries to staff due to the impending competition.
- The consolidated results do not include financial results of the wholly owned subsidiary viz. Advani Flight Catering Services Pvt. Ltd. as the same has not commenced any business operations.
- The Company received 6 investor complaints during the quarter ended June 30, 2008. All the complaints have been resolved. There were no investor complaints pending at the beginning of the quarter.
- The Board has recommended a final dividend of 10% in addition to the interim dividend of 20% declared earlier for the year 2007-08.
- On February 29, 2008, Fasttrack Impex Private Limited (now known as Delta Hospitality Private Limited) announced an open offer to the shareholders of our Company to purchase upto 20% of the equity shares of the Company. The Company and its promoters filed an appeal before the Securities Appellate Tribunal (SAT) against SEBI for approving the open offer. The SAT has directed SEBI to dispose of the complaint of the Company dated June 18, 2008 in accordance with Law by a speaking order.
- The equity shares of the Company of Rs. 10/- each have been split into 5 equity shares of Rs. 2/- each with effect from October 2007. The EPS for the previous quarter and the previous year have been calculated on the basis of split number of shares for comparison purpose.
- The figures of previous year / quarter have been regrouped wherever required.

For and on behalf of the Board



Sunder G. Advani
 Chairman & Managing Director
 Mumbai, July 18, 2008