



ADVANI HOTELS & RESORTS (INDIA) LIMITED

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2009

(Rs. In Lakhs)

Particulars	Standalone Results				
	Quarter Ended 30th September		Half Year Ended 30th September		Year Ended 31st March
	2009	2008	2009	2008	2009
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. (a) Net Sales / Income from Operations	431.83	316.87	1080.13	962.69	2779.27
(b) Other Operating Income	46.24	4.53	112.51	12.98	292.91
Total	478.07	321.40	1192.64	975.67	3072.18
2. Expenditure					
a. Consumption of raw materials	55.65	37.65	120.87	128.87	261.58
b. Staff Cost	192.22	185.83	380.39	389.35	803.22
c. Power & Fuel	74.57	63.38	149.06	149.03	305.17
d. Depreciation	51.02	57.64	115.16	120.56	250.86
e. Repairs & Maintenance	72.82	178.39	111.89	200.30	422.05
f. Other expenditure	211.64	200.96	428.76	445.50	987.93
g. Total Expenditure	657.92	723.85	1306.13	1433.61	3030.81
3. Profit from Operations before Other Income, Interest and Exceptional Items	(179.85)	(402.45)	(113.49)	(457.94)	41.37
4. Other Income	3.12	65.85	26.39	215.80	294.99
5. Profit before Interest and Exceptional Items	(176.73)	(336.60)	(87.10)	(242.14)	336.36
6. Interest	38.70	33.06	65.61	94.16	165.85
7. Profit after Interest but before Exceptional Items (5-6)	(215.43)	(369.66)	(152.71)	(336.30)	170.51
8. Exceptional Items (Refer Note 3 a & b and 4)	(270.59)	(88.04)	(270.59)	(159.25)	(222.34)
9. Profit (+)/ Loss (-) before tax from Ordinary Activities (7 - 8)	(486.02)	(457.70)	(423.30)	(495.55)	(51.83)
10. Tax Expense (Refer Note 8)	(23.00)	2.00	0.00	(11.28)	(56.98)
11. Net Profit (+) / Loss (-) from Ordinary Activities after tax	(463.02)	(459.70)	(423.30)	(484.27)	5.15
12. Extraordinary items net of tax expense (Refer Note 4)	0.00	0.00	0.00	320.41	0.00
13. Net Profit (+) / Loss (-) for the period (11 + 12)	(463.02)	(459.71)	(423.30)	(163.86)	5.15
14. Paid-up Equity Share Capital (Face Value Rs. 2/- per share)	924.39	924.39	924.39	924.39	924.39
15. Reserves excluding revaluation reserves	--	--	--	--	1981.37
16. Basic and diluted EPS (Face Value Rs. 2/- per share)					
- Before Extra ordinary items	(1.00)	(0.99)	(0.92)	(1.05)	0.01
- After Extra ordinary items	(1.00)	(0.99)	(0.92)	(0.35)	0.01
17. Shareholding:					
- Number of shares - Public	23227671	23246701	23227671	23246701	23228621
- Percentage of shareholding	50.26	50.30	50.26	50.30	50.26
18. Promoter and Promoter group shareholding					
a) Pledged / Encumbered		N.A.		N.A.	
- Number of shares	550000		550000		0
- Percentage of shareholding (as a % of the total shareholding of Promoter and Promoter group)	2.39		2.39		0
- Percentage of shareholding (as a % of the total share capital of the Company)	1.19		1.19		0
b) Non-encumbered		N.A.		N.A.	
- Number of shares	22441579		22441579		22990629
- Percentage of shareholding (as a % of the total shareholding of Promoter and Promoter group)	97.61		97.61		100.00
- Percentage of shareholding (as a % of the total share capital of the Company)	48.55		48.55		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 October 30, 2009 and statutory auditors have carried out their limited review.
- Since the hotel industry in Goa is subject to seasonality, the financial results for the quarter and half year ended September 30, 2009 do not reflect the trend for the entire year.
- (a) The Company is continuing with its efforts to divest 51% stake in its subsidiary company Advani Pleasure Cruise Company Pvt. Ltd (APCCPL), the operations of which have been temporarily suspended w.e.f. 12th June 2009. As a matter of prudence the amounts receivable / recoverable from APCCPL amounting to Rs.270.59 Lakhs has been provided for in the aforesaid results.
(b) In the light of the uncertainties relating to APCCPL, attention is drawn to Note No. 3 (c) of Notes on Accounts for the year ended March 31, 2009 relating to the contingent liability in respect of corporate guarantee of Rs. 840 lakhs given by the Company to a bank for a loan taken by APCCPL.
- The results of the half year ended September 30, 2009 do not include results of the Flight Catering Unit which was sold in June 2008 and as such the same are not comparable with the corresponding previous periods. Profit of Rs. 320.41 lakhs on sale of the abovesaid unit as reflected in item No. 12 has been regrouped in the Audited Accounts for the financial year 2008-09 and reflected in item No. 8 above (net of tax and other exceptional items debited).
- The Company's hotel business comprises of one segment only.
- The Company has opted for accounting the exchange difference arising on reporting of long term foreign currency monetary items in line with Notification dated March 31, 2009 on Accounting Standard 11. Accordingly in the quarter and half year ended September 30, 2009 the foreign exchange loss of Rs. 3.14 lakhs and gain of Rs. 55.01 lakhs respectively 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 Licence (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 current quarter and half year is lower by Rs. 10.56 lakhs and Rs. 15.76 lakhs respectively with corresponding deduction in the value of fixed assets, as also reduction in the depreciation thereon.
- No provision has been made for deferred tax in the current quarter and half year ended September 30, 2009. The same will be considered in the audited financial results at the end of the current financial year.
- The Company received 6 investor complaints during the quarter ended September 30, 2009. All the complaints have been resolved. There were no investor complaints pending at the beginning of the quarter.
- The figures of previous periods have been regrouped wherever required.



For and on behalf of the Board

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