



# ADVANI HOTELS & RESORTS (INDIA) LIMITED

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2010

(Rs. In Lakhs)

	Quarter Ended 31st March		Year Ended 31st March	
	2010 (Unaudited)	2009 (Unaudited)	2010 (Unaudited)	2009 (Audited)
1. (a) Net Sales / Income from Operations	985.39	999.72	2924.55	2779.27
(b) Other Operating Income	90.01	83.77	253.39	292.91
<b>Total</b>	<b>1075.40</b>	<b>1083.49</b>	<b>3177.94</b>	<b>3072.18</b>
2. Expenditure				
a. Consumption of raw materials	69.41	62.64	257.40	261.58
b. Staff Cost	220.54	215.37	830.80	803.22
c. Power & Fuel	67.63	62.97	293.14	305.17
d. Depreciation	64.55	63.58	246.61	250.86
e. Repair & Maintenance	26.74	140.91	214.04	422.05
f. Other expenditure	256.34	246.58	935.59	987.93
<b>g. Total Expenditure</b>	<b>705.21</b>	<b>792.05</b>	<b>2777.58</b>	<b>3030.81</b>
3. Profit from Operations before Other Income, Interest and Exceptional items	370.19	291.44	400.36	41.37
4. Other Income (Refer Note 8)	29.04	222.99	77.40	294.99
5. Profit before interest and Exceptional items	399.23	514.43	477.76	336.36
6. Interest	26.36	32.86	123.60	165.85
7. Profit after interest but before Exceptional items (5-6)	372.87	481.57	354.16	170.51
8. Exceptional Items	0.00	(119.59)	(270.59)	(222.34)
9. Profit (+) / Loss (-) before tax from Ordinary Activities (7 - 8)	372.87	361.98	83.57	(51.83)
10. (Less)/Add: Tax Expense (income-tax and deferred tax)	(29.46)	(57.72)	(77.46)	56.98
11. Net Profit (+) / Loss (-) from Ordinary Activities after tax	343.41	304.26	6.11	5.15
12. Extraordinary items net of tax expense	0.00	2.97	0.00	0.00
13. Net Profit (+) / Loss (-) for the period (11 + 12)	343.41	307.23	6.11	5.15
14. Paid-up Equity Share Capital (Face Value Rs. 2/- per share)	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 Extraordinary items	0.74	0.66	0.01	0.01
- After Extraordinary items	0.74	0.66	0.01	0.01
17. Shareholding:				
- Number of shares - Public	23227671	23228621	23227671	23228621
- Percentage of shareholding	50.26	50.26	50.26	50.26
18. Promoter and Promoter group shareholding				
a) Pledged / Encumbered				
- Number of shares	250000	0	250000	0
- Percentage of shareholding (as a % of the total shareholding of Promoter and Promoter group)	1.09	0	1.09	0
- Percentage of shareholding (as a % of the total share capital of the Company)	0.54	0	0.54	0
b) Non-encumbered				
- Number of shares	22741579	22990629	22741579	22990629
- Percentage of shareholding (as a % of the total shareholding of Promoter and Promoter group)	98.91	100.00	98.91	100.00
- Percentage of shareholding (as a % of the total share capital of the Company)	49.20	49.74	49.20	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 May 7, 2010. The statutory auditors have carried out their limited review.
- The subsidiary's casino operation continues to remain suspended.
- The Company has entered into a Share Purchase Agreement during the quarter with Delta Corp. Ltd. to sell 50.99% of the paid up capital of Advani Pleasure Cruise Company Pvt. Ltd based upon the terms and conditions mentioned in the Share Purchase Agreement. The sale is pending completion. In view of the above, on finalization of the accounts for the year, necessary accounting entries will be made.
- The hotel industry in Goa is subject to seasonality. In addition, travel advisories have been issued by several foreign governments cautioning their citizens planning to visit India, which affected inflow of foreign tourists. The financial results for the quarter and year ended March 31, 2010 therefore do not reflect the normal trend.
- The Company's hotel business comprises of one segment only i.e. hospitality.
- The results for the year ended March 31, 2010 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.
- The Company has opted for accounting the foreign exchange difference in line with Notification dated March 31, 2009 in respect of Accounting Standard - 11. Accordingly foreign exchange gain of Rs. 22.27 lakhs and Rs. 102.25 lakhs for the quarter and year ended March 31, 2010 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 amortized in subsequent periods.
- Other Income in Item 4 above for the quarter ended March 31, 2009 includes Rs. 187.73 lakhs in respect of foreign exchange loss reversed and capitalized in accordance with the Notification referred to above.
- The Company has paid an aggregate managerial remuneration of Rs. 86.09 lakhs for the year ended March 31, 2010 in accordance with the Shareholders approval. The aforesaid remuneration exceeds the limits prescribed under Schedule XIII to the Companies Act, 1956 by Rs. 39.83 lakhs based on the unaudited accounts for the year. The Company has made an application to the Central Government for approval of the above remuneration.
- Benefits arising out of Duty Free Licence (Scripts), utilized for the acquisition of fixed assets are being adjusted against the cost of the related assets, with effect from April 1, 2009 as against the practice hitherto followed of recognizing the same as income. Consequent upon the change, miscellaneous income for the current quarter and year ended March 31, 2010 is lower by Rs. Nil and Rs. 18.44 lakhs respectively with corresponding deduction in the value of fixed assets, as also reduction in the depreciation thereon.
- There were no investor complaints pending at the beginning of the quarter. The Company received 7 investor complaints during the quarter ended March 31, 2010. All the complaints have been resolved.
- The figures of previous periods have been regrouped wherever required for purpose of comparison.



For and on behalf of the Board

sd/-  
Sunder G. Advani  
Chairman & Managing Director  
Mumbai, May 07, 2010