



Hotels Resorts
and Palaces

THE INDIAN HOTELS COMPANY LIMITED

**AUDITED STATEMENT OF FINANCIAL RESULTS
FOR THE YEAR ENDED MARCH 31, 2007**

Rs / Crores

Items	Nine months ended Dec 31, 2006 - As reported	Nine months ended Dec 31, 2006 - Revised for Impact of Amalgamation	Quarter ended		Year ended		Consolidated Financial results for the Year ended	
			Mar 31 2007	Mar 31 2006 (Pre merger)	Mar 31 2007	Mar 31 2006 (Pre merger)	Unaudited	Audited
							Mar 31 2007	Mar 31 2006
Sales and Other Operating Income	952.91	1,039.35	505.16	363.06	1,544.51	1,116.15	2,511.48	1,837.31
Other Income	38.07	40.49	33.71	8.36	74.20	38.65	100.30	37.42
Share of Profit in Associates	-	-	-	-	-	-	54.09	39.45
Total Income	990.98	1,079.84	538.87	371.42	1,618.71	1,154.80	2,665.87	1,914.18
Expenditure								
a. Consumption of Raw Materials	78.17	85.24	35.44	27.06	120.68	93.22	253.76	184.19
b. Staff Costs	191.89	204.30	73.93	63.26	278.23	220.31	654.65	484.60
c. License Fees	100.56	66.67	31.81	37.86	98.48	111.66	112.54	90.14
d. Fuel, Power and Light	56.70	61.94	18.35	16.59	80.29	69.30	132.83	105.90
e. Other Expenditure	245.32	269.52	133.58	87.09	403.10	302.05	642.00	464.12
Total	672.64	687.67	293.11	231.86	980.78	796.54	1,795.78	1,328.95
Gross Profit	318.34	392.17	245.76	139.56	637.93	358.26	870.09	585.23
Interest (Net)	12.47	49.03	22.86	3.59	71.89	20.36	122.25	104.36
Depreciation	52.74	66.82	24.58	19.07	91.40	65.90	161.28	127.35
Profit Before Tax	253.13	276.32	198.32	116.90	474.64	272.00	586.56	353.52
Provision for Tax Payable	77.09	29.12	35.46	39.25	64.58	85.28	108.01	114.41
Provision for Deferred Tax	0.23	56.03	27.94	(2.45)	83.97	(2.31)	84.15	(29.85)
Provision for Fringe Benefit Tax	3.10	3.30	0.40	1.25	3.70	5.25	4.36	5.79
Less : (Profit) / Loss Minority Interest in Subsidiaries	-	-	-	-	-	-	(20.11)	(14.43)
Profit After Tax	172.71	187.87	134.52	78.85	322.39	183.78	369.93	248.74
Paid-up Equity Share Capital (Face value per share - Re.1 each) (note 5)	58.67	58.67	58.67	58.41	58.67	58.41	58.67	58.41
Share Capital Pending Allotment (note 6)	-	1.62	1.62	-	1.62	-	1.62	-
Reserves Excluding Revaluation Reserves					1,738.39	1,657.83	2,040.13	1,876.80
Earnings Per Share - Basic (note 7)	2.94	3.12	2.23	1.35	5.35	3.15	6.14	4.26
Earnings Per Share - Diluted (note 7)	2.94	3.12	2.23	1.34	5.35	3.14	6.14	4.24
Aggregate of Public Shareholding								
No. of Shares (note 5)	420,733,050	420,733,050	420,726,050	40,075,621	420,726,050	40,075,621	420,726,050	40,075,621
% of Shares	71.72	71.72	71.72	70.72	71.72	70.72	71.72	70.72

Notes

1. The Board of Directors at its meeting held on October 12, 2006 and the Members at the Extraordinary General Meeting held on December 13, 2006, approved the amalgamation of Asia Pacific Hotels Ltd., Indian Resort Hotels Ltd., Gateway Hotels and Getaway Resorts Ltd., Taj Lands End Ltd., and Kuteeram Resorts Pvt. Ltd. with the Company with effect from April 1, 2006. The Honourable High Courts approved the Scheme of Amalgamation (Scheme) in March, 2007. The results for the year ended March 31, 2007 are therefore not comparable, to that extent, with the results of the previous year. To appropriately present the financial performance of the Company for the quarter and year ended March 31, 2007, the results for the nine months ended December 31, 2006 have been revised to give effect to the Scheme of Amalgamation.
2. Other income for the quarter and year ended March 31, 2007 includes profit on sale of investments of Rs. 16.76 crores and Rs. 24.75 crores respectively.
3. The Company has adopted the revised Accounting Standard 15 on 'Employee Benefits' issued by The Institute of Chartered Accountants of India. Consequently, staff costs are higher to the extent of Rs. 1.95 crores and Rs. 4.35 crores for the quarter and year ended March 31, 2007 respectively. The Profit before Tax is lower to the same extent. The amount charged to the opening General Reserves on account of the transitional provisions of the Standard amounted to Rs. 7.91 crores.
4. During the year, the Company, through its wholly owned overseas subsidiary IHMS Inc, acquired the erstwhile Ritz Carlton Hotel in Boston, renamed Taj Boston on January 11, 2007 for a consideration of US\$ 170 million. In April, 2007, the Company acquired through the same subsidiary, The Campton Place hotel in San Francisco, for US\$ 58 million, renamed Campton Place, A Taj Hotel, thereby acquiring a strategic presence in the US market.
5. Equity shares of the Company having face value of Rs. 10 each were subdivided into 10 equity shares of Re. 1 each vide resolution passed by the members on September 21, 2006. Accordingly, the number of shares shown under 'Public Shareholding' as at March 31, 2007, represent shares of Re. 1 each, as against shares of Rs. 10 each shown for the previous periods.
6. The amount of Rs 1.62 crores shown as Share Capital Pending Allotment represents 1,62,19,670 equity shares, of Re 1/- each, of the Company, issued to the members of the erstwhile Indian Resort Hotels Limited and Gateway Hotels and Getaway Resorts Limited pursuant to the Scheme of Amalgamation referred to in Note 1 above. These shares were issued on May 9, 2007.

7. The Earnings per share (EPS) for all previous periods disclosed have been recast to make them comparable with the EPS of the quarter and year ended March 31, 2007, on a face value of Rs 1 per share, in compliance with the requirements of the Accounting Standard 20 on 'Earnings per Share' issued by The Institute of Chartered Accountants of India, consequent upon the sub-division of shares referred to in Note 5.
8. Disclosure on Investors' complaints:

Complaints outstanding at the beginning of the quarter	Received during the quarter	Disposed off during the quarter	Unresolved as on March 31, 2007
-	-	-	-

9. Disclosure of segment-wise information is not applicable as hoteliering is the Company's only business segment.
10. Figures for the previous periods have been regrouped and restated wherever necessary to conform to the current year's presentation.
11. The consolidated financial results of the Company have been prepared in accordance with the applicable Accounting Standards based on the audited accounts of its subsidiaries and the accounts of its joint ventures and associates, some of which are as yet to be adopted by the respective Boards of such companies.
12. The Board of Directors has recommended a dividend of 160% (previous year 130%).
13. The standalone results for the year ended March 31, 2007, for the Company has been audited by the Statutory Auditors of the Company. The aforementioned results were reviewed by the Audit Committee of the Board and subsequently approved by the Board of Directors at its meeting held on June 19, 2007.

For **THE INDIAN HOTELS COMPANY LIMITED**



RATAN N. TATA

(Chairman)

June 19, 2007

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