



Hotels Resorts
and Palaces

THE INDIAN HOTELS COMPANY LIMITED

AUDITED STATEMENT OF FINANCIAL RESULTS
FOR THE YEAR ENDED MARCH 31, 2005

Items	THE INDIAN HOTELS COMPANY LIMITED					Rs / Crores	
	Nine months ended Dec 31, 2004	Quarter ended		Year ended		Consolidated Financial results for the Year ended	
		Mar 31 2005	Mar 31 2004	Mar 31 2005	Mar 31 2004	Unaudited Mar 31 2005	Audited Mar 31 2004
Sales and Other Operating Income	581.30	266.33	212.28	847.63	668.32	1,313.53	1,002.34
Other Income	22.12	3.49	9.13	25.61	25.44	24.09	32.02
Share of profit in Associates						27.80	11.14
Total Income	603.42	269.82	221.41	873.24	693.76	1,365.42	1,045.50
Expenditure							
a. Consumption of Raw Materials	57.52	21.61	19.52	79.13	67.96	140.43	105.60
b. Staff Costs	138.27	61.99	45.02	200.26	166.63	334.69	264.54
c. License Fees	60.98	26.94	21.11	87.92	60.26	66.99	63.46
d. Fuel, Power and Light	50.00	14.73	13.85	64.73	61.74	88.34	77.40
e. Other Expenditure	163.36	70.54	76.10	233.90	209.35	350.48	312.90
Total	470.13	195.81	175.60	665.94	565.94	980.93	823.90
Gross Profit	133.29	74.01	45.81	207.30	127.82	384.49	221.60
Interest (Net)	26.26	5.58	8.87	31.84	26.92	105.32	67.93
Depreciation	40.83	15.94	13.54	56.77	48.57	110.16	87.83
Profit Before Extraordinary, Exceptional Items and Tax	66.20	52.49	23.40	118.69	52.33	169.01	65.84
Profit on Sale of Hotel & Property	-	6.38	26.60	6.38	32.94	6.38	32.94
Other Exceptional / Non - Recurring Items	16.56	0.05	(2.30)	16.61	(5.07)	(6.20)	(7.13)
Profit Before Tax	82.76	58.92	47.70	141.68	80.20	169.19	91.65
Provision for Tax Payable	9.72	13.01	9.46	22.73	14.00	41.48	20.48
Provision for Deferred Tax	9.36	3.73	1.43	13.09	5.55	18.75	7.86
Add Minority Interest in subsidiaries and joint ventures		-				21.26	8.68
Profit After Tax	63.68	42.18	36.81	105.86	60.65	130.22	71.99
Paid-up Equity Share Capital (Face value per share - Rs.10)	45.12	50.25	45.12	50.25	45.12	50.25	45.12
Reserves Excluding Revaluation Reserves				1081.80	844.79	1349.20	1,042.36
Earnings Per Share - Basic							
Before extraordinary items - (In Rupees)	14.12	7.39	3.44	20.06	8.59	24.91	11.10
After extraordinary items - (In Rupees)	14.12	8.39	8.16	21.06	13.44	25.91	15.96
Earnings Per Share - Diluted							
Before extraordinary items - (In Rupees)	11.61	6.47	3.10	17.76	8.40	21.88	10.82
After extraordinary items - (In Rupees)	11.61	7.33	7.13	18.63	13.06	22.75	15.47
Aggregate of Non - Promoter Shareholding							
No. of Shares	28,473,594	33,635,015	28,393,594	33,635,015	28,393,594	-	-
% of Shares	63.11	66.93	62.94	66.93	62.94	-	-

Notes

1. The Income from operations for the quarter and year ended March 31, 2005 grew by 25% and 27% respectively over the corresponding periods of the preceding year, driven by increase in arrivals into India together with growth in domestic travel.
2. The company had raised US\$ 150 million through the issuance of Foreign Currency Convertible Bonds (FCCB) in March, 2004. As of March 31, 2005, the Company had received requests from FCCB bondholders for conversion of the bonds to equity shares aggregating to US\$ 14.37 million, resulting in increase in the equity share capital by Rs 1.29 crores. Subsequently, the company has received further requests from FCCB bondholders for conversions aggregating to US\$ 42.54 million, resulting in an increase in equity share capital by a further amount of Rs. 3.84 crores. As per the terms of the original issue, the conversions are being effected at the rate Rs 501.53 per share and the equity capital as on March 31, 2005 has been restated taking into account all applications for conversions received as on date.
3. In accordance with the transitional provisions of Accounting Standard 28 issued by the ICAI, the company has identified assets for impairment valued at Rs. 7.61 crores, net of deferred tax, which have been adjusted against the opening balance of General Reserves as at April 1, 2004.
4. Disclosure of segment wise information is not applicable as hoteliering is the Company's only business segment.
5. Disclosure on Investor's complaints:

Complaints outstanding at the beginning of the quarter	Received during the quarter	Disposed off during the quarter	Unresolved as on 31.3.2005
-	1	1	-

6. The Board of Directors has recommended a dividend of 100% (previous year 80%). In recognition of its obligation as per the Offer Document for the FCCB issue, the company has provided for dividend in its accounts taking into consideration the applications for conversion received as on date.
7. Previous year's figures have been regrouped wherever necessary to conform to the classification used in the current year.
8. The unaudited consolidated financial results of the company have been prepared in accordance with the applicable Accounting Standards based on audited accounts of its subsidiaries and draft accounts of its joint ventures and associates that are currently under review by the statutory auditors.
9. The aforementioned results were reviewed by the Audit Committee of the Board and subsequently taken on record by the Board of Directors at its meeting held on June 6, 2005.

For **THE INDIAN HOTELS COMPANY LIMITED**


RAYMOND N. BICKSON
(Managing Director)

June 6, 2005

Registered Office
Mandlik House
Mandlik Road
Mumbai 400 001