



THE INDIAN HOTELS COMPANY LIMITED

AUDITED STATEMENT OF FINANCIAL RESULTS
FOR THE NINE MONTHS ENDED DECEMBER 31, 2008

Rs / lakhs

Items	Quarter Ended		Nine Months Ended		Year Ended
	Dec 31, 2008	Dec 31, 2007	Dec 31, 2008	Dec 31, 2007	Mar 31, 2008
Net Sales/Income from Operations	381 34	463 00	1038 42	1063 05	1564 03
Other Operating Income	75 28	57 63	162 93	143 83	200 48
Total Income	456 62	520 63	1201 35	1206 88	1764 51
Expenditure					
a. Consumption of Raw Materials	28 70	35 79	89 42	90 89	128 24
b. Staff Costs	98 59	77 15	274 61	222 68	309 84
c. License Fees	26 56	31 71	71 53	69 90	103 73
d. Fuel, Power and Light	24 21	21 78	75 18	69 47	92 31
e. Depreciation	22 94	21 11	65 83	63 08	85 44
f. Other Expenditure	113 01	109 49	318 51	300 74	428 82
Total	314 01	297 03	895 08	816 76	1148 38
Profit from Operations before Other Income, Interest and Exceptional Items	142 61	223 60	306 27	390 12	616 13
Other Income	21 99	4 37	74 71	27 84	41 53
Profit before Interest and Exceptional Items	164 60	227 97	380 98	417 96	657 66
Interest (Net)	21 52	23 91	67 49	72 29	94 28
Profit after Interest but before Exceptional Items	143 08	204 06	313 49	345 67	563 38
Exceptional item - Exchange Gain / (Loss) (Note 3)	(6 00)	2 08	(21 41)	21 72	17 09
Exceptional item - Others (Note 4)	(5 87)	-	(5 87)	-	-
Profit from Ordinary Activities before tax	131 21	206 14	286 21	367 39	580 47
Provision for Tax (Including Deferred Tax)	45 61	70 50	86 18	121 75	194 36
Provision for Fringe Benefit Tax	1 75	1 06	4 25	3 06	4 55
Tax Provision of earlier years (Net)	-	-	-	-	4 10
Profit from Ordinary Activities after tax	83 85	134 58	195 78	242 58	377 46
Paid-up Equity Share Capital (Face value per share - Re.1 each) (Note 2)	72 34	60 29	72 34	60 29	60 29
Reserves Excluding Revaluation Reserves					1956 29
Earnings Per Share (Rs.)					
Basic and diluted (Note 2)	1.18	2.06	2.76	3.71	5.77
Aggregate of Public Shareholding:					
Number of Shares	509791289	427055554	509791289	427055554	426955554
Percentage of Shareholding	70.47	70.84	70.47	70.84	70.82

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Notes:

1. No adjustments have been carried out in the books of account of the Company with regard to the value of the damage to property at Taj Mahal Palace & Tower, Mumbai, caused by the terrorist attack on the property in November, 2008 as the Company is adequately insured for property restoration under its insurance policy. The Company is also insured for Loss of Profits to cover the period of interruption for up to 12 months from the date of incident. Accordingly, the Company has recognised a claim of Rs 26 36 lakhs for Business Interruption during the quarter ended December 31, 2008 on an estimated basis for the pro-rated period and is in the process of finalising the submission of the formal claim for compensation with the Insurers.
2. The Company completed its simultaneous but unlinked Rights Issue of Equity Shares at a price of Rs 70 each and 6% Non Convertible Debentures with detachable Warrants, aggregating to Rs.1446 65 lakhs on April 24, 2008. The allotment of the 6% Non Convertible Debentures was completed on May 13, 2008 and that of the Equity Shares on May 23, 2008. Consequently, the Share Capital of the Company increased from Rs.60 29 lakhs to Rs.72 34 lakhs on allotment of 12,05,53,795 new Equity Shares.
3. Exceptional Item – Exchange Loss for the nine months ended December 31, 2008 at Rs 21 41 lakhs and for the quarter ended December 31, 2008 at Rs 6 00 lakhs is net of Exchange Gain of Rs 20 19 lakhs and Rs Nil, respectively for the corresponding periods, arising on conversion of Deposits placed with wholly owned subsidiaries into Investment.
4. Exceptional Item – Others for the quarter and nine months ended December 31, 2008 amounting to Rs 5 87 lakhs is towards the cost of Annuity for pension payments in favour of the next of kin of employees who expired in the November, 2008 terrorist attack on the Taj Mahal Palace and Towers, Mumbai.
5. Benefits arising out of Duty Credit Scripts utilised for acquisition of fixed assets were being recognised as income up to March 31, 2008. With effect from April 1, 2008, such benefits are being adjusted against the cost of the related fixed assets. Consequently, Other Income for the nine months ended December 31, 2008 is lower by Rs 12 65 lakhs (including Rs 5 31 lakhs for the current quarter).
6. In view of the seasonality of the business, the financial results for the quarter and nine months ended December 31, 2008, are not indicative of the full year's performance.
7. Disclosure of segment-wise information is not applicable as hoteliering business is the Company's only business segment.
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 31.12.2008
-	4	4	-



9. Figures for the previous periods (including Earnings Per Share) have been restated wherever necessary to conform to the current period's presentation.
10. 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 January 29, 2009. The results for the nine months ended December 31, 2008, have been audited by the Statutory Auditors of the Company.

For **THE INDIAN HOTELS COMPANY LIMITED**



RAYMOND N. BICKSON
(Managing Director)

January 29, 2009

Registered Office:
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