



THE INDIAN HOTELS COMPANY LIMITED

**AUDITED STATEMENT OF FINANCIAL RESULTS
FOR THE HALF YEAR ENDED SEPTEMBER 30, 2007**

Rs / crores

Items	Quarter ended		Half year ended		Year ended
	Sept 30, 2007	Sept 30, 2006	Sept 30, 2007	Sept 30, 2006	Mar 31 2007
Sales and Other Operating Income	341.40	294.95	687.90	584.30	1,544.51
Other Income	25.21	26.30	43.11	36.69	74.20
Total Income	366.61	321.25	731.01	620.99	1,618.71
Expenditure					
a. Consumption of Raw Materials	26.71	25.36	55.10	50.75	120.68
b. Staff Costs	72.99	64.51	144.39	126.69	278.23
c. License Fees	19.84	19.55	38.19	36.88	98.48
d. Fuel, Power and Light	24.32	21.50	47.69	42.23	80.29
e. Other Expenditure	98.68	91.01	194.04	166.42	403.10
Total	242.54	221.93	479.41	422.97	980.78
Gross Profit	124.07	99.32	251.60	198.02	637.93
Interest (Net)	25.67	15.61	48.38	33.41	71.89
Depreciation	20.70	21.88	41.97	43.78	91.40
Profit Before Tax	77.70	61.83	161.25	120.83	474.64
Provision for Tax (Including Deferred Tax)	23.61	14.98	51.25	33.48	148.55
Provision for Fringe Benefit Tax	0.85	0.94	2.00	2.04	3.70
Profit After Tax	53.24	45.91	108.00	85.31	322.39
Paid-up Equity Share Capital (Face value per share - Re.1 each)	60.29	60.03	60.29	60.03	58.67
Share Capital Pending Allotment					1.62
Reserves Excluding Revaluation Reserves					1,738.39
Earnings Per Share - Basic	0.88	0.76	1.79	1.42	5.35
Earnings Per Share - Diluted	0.88	0.76	1.79	1.42	5.35
Aggregate of Public Shareholding					
No. of Shares	430,225,265	418,150,720	430,225,265	418,150,720	420,726,050
% of Shares	71.37	71.60	71.37	71.60	71.72

Notes

1. During the Financial year 2006/07, Asia Pacific Hotels Ltd, Indian Resort Hotels Ltd, Gateway Hotels and Getaway Resorts Ltd, Taj Lands End Ltd, and Kuteeram Resorts Pvt Ltd were amalgamated with the Company with effect from April 1, 2006 in terms of the Scheme of Amalgamation sanctioned by The Honorable High Courts of Judicature in March, 2007. Accordingly, the figures for the quarter and half year ended September 30, 2006, have been appropriately recast to give effect to the Scheme of Amalgamation and to incorporate therein the profitability of the merged entities for the period.
2. During the quarter ended September 30, 2007, Samsara Properties Limited, a 100% overseas subsidiary of the Company, acquired 11.01% of Common Stock A of Orient-Express Hotels Limited, a company listed on the New York Stock Exchange, for US\$ 232.90 million.
3. The Board of Directors at its meetings held on August 13, 2007 and September 27, 2007, approved two simultaneous but unlinked Rights Issues details of which are as follows:
 - a. A Rights Issue of Equity Shares in the ratio of 1 : 5, at a price of Rs 70 per share, thereby increasing the Equity Capital by Rs 12 crores, with a total issue size of Rs 844 crores; and
 - b. A Rights Issue of 6% Non-Convertible Debentures (NCD), of the face value of Rs 100 each, in the ratio of 1 NCD for every 10 Equity Shares held, with each NCD having a detachable warrant, which would give the holders the right to purchase 1 Equity Share of the Company at a price in the range of Rs 130 to Rs 150 per share and with the Right being exercisable no later than 12 months from the date of allotment. The price at which the Warrants would be exercisable and the specific period of exercising the Warrants would be fixed at the time of the issue. The Company would raise Rs 603 crores from the NCD issue and between Rs 784 crores and Rs 905 crores (depending on the price to be fixed) as and when the Warrants are exercised.
4. In view of the seasonality of the business, the financial results for the quarter and half year ended September 30, 2007, are not indicative of the full year's performance.
5. Disclosure of segment-wise information is not applicable as hoteliering business is the Company's primary segment.
6. Disclosure on Investors' complaints:

Complaints outstanding at the beginning of the quarter	Received during the quarter	Disposed off during the quarter	Unresolved as on 30.09.2007
-	5	5	-



7. Figures for the previous periods have been restated wherever necessary to conform to the current period's presentation.
8. 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 October 26, 2007. The results for the period ended September 30, 2007, have been audited by the Statutory Auditors of the Company.

For **THE INDIAN HOTELS COMPANY LIMITED**



RAYMOND N. BICKSON
(Managing Director)

October 26, 2007

Registered Office:
Mandlik House
Mandlik Road
Mumbai 400 001.