

KAMAT HOTELS (INDIA) LIMITED

Regd. Office: 70-C, Nehru Road, Vile Parle (East), Mumbai 400 099.

CIN: L55101MH1986PLC039307, Tel. No. 022 26164000

Website: www.khil.com, Email: cs@khil.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2016

PART- I

(₹ In Lakhs)

Sr.No.	Particulars	Standalone					
		Quarter Ended			Half Year Ended		Year Ended
		30th Sept. 2016 (Unaudited)	30th June. 2016 (Unaudited)	30th Sept. 2015 (Unaudited)	30th Sept. 2016 (Unaudited)	30th Sept. 2015 (Unaudited)	31st March 2016 (Audited)
1	Income from Operations						
	a) Income from Operations	3,297.52	3,416.21	3,285.62	6,713.73	6,604.43	14,260.53
	b) Other Operating Income	170.56	196.47	192.32	367.03	393.31	825.15
	Total Income from operations	3,468.08	3,612.68	3,477.94	7,080.76	6,997.74	15,085.68
2	Expenses						
	a) Consumption of Food & Beverages	296.98	329.33	311.39	626.31	654.81	1,365.08
	b) Employee Benefits Expense	933.02	864.71	946.60	1,797.73	1,799.19	3,617.44
	c) Heat, Light & Power	354.72	401.33	426.55	756.05	853.58	1,625.62
	d) Depreciation and Amortisation Expense	307.99	308.18	323.93	616.17	648.51	1,280.04
	e) Other Expenses	1,011.99	1,014.97	1,181.75	2,026.96	2,225.37	4,535.86
	Total Expenses	2,904.70	2,918.52	3,190.22	5,823.22	6,181.46	12,424.04
3	Profit/(Loss) from Operations before Other Income, Finance Costs and Exceptional Items [1-2]	563.38	694.16	287.72	1,257.54	816.28	2,661.64
4	Other Income	159.03	167.83	112.21	326.86	231.30	731.65
5	Profit/(Loss) from ordinary activities before Finance Costs and Exceptional Items [3+4]	722.41	861.99	399.93	1,584.40	1,047.58	3,393.29
6	Finance Costs [Note 3]	1,097.47	904.52	1,496.02	2,001.99	2,599.22	3,946.43
7	Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional Items [5-6]	(375.06)	(42.53)	(1,096.09)	(417.59)	(1,551.64)	(553.14)
8	Add/Less: Exceptional items(Net) (Note 5)	-	-	-	-	-	(8,092.30)
9	Profit/(Loss) from Ordinary Activities before Tax [7+8]	(375.06)	(42.53)	(1,096.09)	(417.59)	(1,551.64)	(8,645.44)
10	Add/Less: Tax Expense (Including Deferred Tax) (Refer Note 6)	-	-	117.17	-	117.17	117.17
11	Net Profit/(Loss) from Ordinary Activities after Tax [9-10]	(375.06)	(42.53)	(978.92)	(417.59)	(1,434.47)	(8,528.27)
12	Less: Extraordinary items (Net of tax expense)	-	-	-	-	-	-
13	Net Profit/(Loss) for the period [11-12]	(375.06)	(42.53)	(978.92)	(417.59)	(1,434.47)	(8,528.27)
14	Paid-up equity Share Capital (Face value of Equity Share Rs.10/- each)	2,417.26	2,417.26	2,417.26	2,417.26	2,417.26	2,417.26
15	Reserves Excluding Revaluation Reserves as per balance sheet of previous accounting year						(13,585.02)
16	Earnings Per Share (EPS)						
	Basic & Diluted EPS (Rs) (not annualised)						
i)	Before Extraordinary items						
	Basic	(1.59)	(0.18)	(4.15)	(1.77)	(6.08)	(36.16)
	Diluted	(1.59)	(0.18)	(4.15)	(1.77)	(6.08)	(36.16)
ii)	After Extraordinary items						
	Basic	(1.59)	(0.18)	(4.15)	(1.77)	(6.08)	(36.16)
	Diluted	(1.59)	(0.18)	(4.15)	(1.77)	(6.08)	(36.16)

(See accompanying notes to the financial results)



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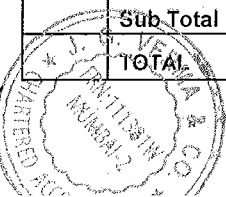
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STATEMENT OF STANDALONE ASSETS AND LIABILITIES

(Rs. In Lakhs)

Sr. No.	Particulars	Standalone	
		As At	
		30th September 2016 (Unaudited)	31st March 2016 (Audited)
(A)	EQUITY AND LIABILITIES:		
1	Shareholders Funds:		
	a) Share Capital	2,417.26	2,417.26
	b) Reserves and Surplus	(14,002.61)	(13,585.02)
	Sub Total of ShareHolders Funds	(11,585.35)	(11,167.76)
2	Non - Current Liabilities:		
	a) Long-Term Borrowings	27,681.94	28,887.36
	b) Other Long Term Liabilities	1,695.15	1,761.88
	c) Long- Term Provisions	175.82	141.91
	Sub Total of Non Current Liabilities	29,552.91	30,791.15
3	Current Liabilities		
	a) Short -Term Borrowings	796.99	772.43
	b) Trade Payables	2,515.46	2,473.83
	c) Other Current Liabilities	27,316.21	25,086.38
	d) Short- Term Provisions	200.73	153.98
	Sub Total of Current Liabilities	30,829.39	28,486.62
	TOTAL - EQUITY AND LIABILITIES	48,796.95	48,110.01
(B)	ASSETS:		
1	Non- Current Assets:		
	a) Fixed Assets	31,105.66	31,686.29
	b) Non- Current Investments	552.08	552.09
	c) Long- Term Loans And Advances	1,939.85	1,879.34
	d) Other Non-Current Assets	8,159.45	8,158.08
	Sub Total of Non- Current Assets	41,757.04	42,275.80
2	Current Assets		
	a) Current Investments	4.16	4.16
	b) Inventories	408.92	461.32
	c) Trade Receivables	928.53	1,013.01
	d) Cash and Bank Balances	381.09	500.86
	e) Short-Term Loans and Advances	4,959.14	3,577.31
	f) Other Current Assets	358.07	277.55
	Sub Total of Current Assets	7,039.91	5,834.21
	TOTAL	48,796.95	48,110.01



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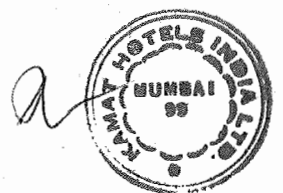
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STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2016.

Notes:


1. The above standalone results have been reviewed by the Audit Committee and were approved by the Board of Directors at the meeting held on 12th November, 2016. The Statutory Auditors have carried out a limited review of the above financial results.
2. The Company is operating only in the Hospitality Services Segment.
3. Majority of the lenders assigned their respective loans aggregating to Rs. 41,128.68 lakhs to asset reconstruction companies till date post CDR failure. In respect of loan from one lender, no provision for interest aggregating Rs. 62.66 lakhs and Rs.124.65 lakhs has been made for the quarter and half year ended 30th September, 2016 respectively as the Company has not accepted its claims and matter is disputed and pending before the Bombay High Court. Borrowings to the extent of Rs. 16,269.53 lakhs are subject to confirmation from respective lenders as the lenders have initiated recovery proceedings including under SARFAESI Act. The statutory auditors have invited attention to the above note in their report for 2015-16.
4. Company has incurred loss during the quarter and half year ended ended 30th September, 2016 as well as during the previous year ended 31st March, 2016. Its accumulated losses are in excess of its paid up capital and reserves and surplus and its current liabilities exceed the current assets as on 30th September, 2016 as well as on 31st March, 2016. Considering the future business prospects, the fact that majority lenders have assigned their loans which have been restructured and that the fair values of the assets of the Company are far more than the debts, the financial statements have been prepared on a going concern basis which contemplates realisation of assets and settlement of liabilities in the normal course of Company's business. The statutory auditors have invited attention to the above note in their audit report for 2015 -16.



5. Exceptional items (Net) for the Year ended 31st March, 2016 include (i) Provision of Rs. 9,327.75 lakhs made for diminution in value of investments in Company's subsidiary i.e. Orchid Hotels Pune Private Limited ; (ii) as reduced by (a) excess provision for interest of Rs. 745.83 lakhs made in previous year, (b) profit of Rs. 489.62 lakhs on transfer of development rights acquired in earlier years ; and (c) bad debts written off of Rs.4,198.16 lakhs in respect of interest income which has been adjusted against the provision made for the same for an identical amount in earlier year.
6. In view of loss position, the current tax is nil. Deferred tax assets, which are more than the Deferred Tax Liability, have been recognized only to the extent of Deferred Tax Liability on consideration of prudence. Tax expense for the quarter and half year ended 30th September, 2015 and year ended 31st March, 2016 is net of excess provision for tax of Rs. 117.17 Lakhs made in earlier year, reversed as no longer required.
7. The figures of previous periods have been regrouped/rearranged, wherever considered necessary.



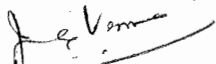
For and on behalf of the Board
Kamat Hotels (India) Limited

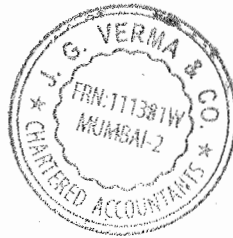

S.S. Thakur
Director
(DIN: 00001466)

Place: Mumbai
Date: 12th November, 2016

As per our report of even date

For J. G. Verma & Co.
Chartered Accountants (FRN 111381W)

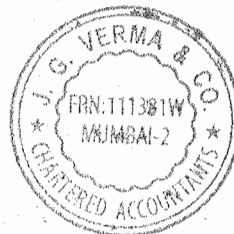

J. G. Verma
Partner
(Membership No.005005)
Mumbai, 12th November, 2016



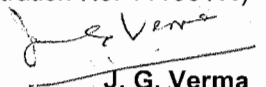
**Limited Review Report to the Board of Directors of
Kamat Hotels (India) Limited**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **Kamat Hotels (India) Limited**, 70-C, Nehru Road, Vile Parle (East), Mumbai – 400 099, for the quarter and six months ended 30th September, 2016 ("the Statement"). This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results prepared in accordance with applicable Accounting Standards and other recognized Accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Emphasis of matter: We draw attention to:
 - (i) Note 3 to the Statement with regard to non-provision of interest liability of Rs. 62.66 lakhs and Rs. 124.65 lakhs for the quarter and six months period ended 30th September, 2016 respectively in respect of a lender as the same is disputed by the Company and confirmation letters for borrowings of Rs. 16,269.53 lakhs are awaited;
 - (ii) Note 4 to the Statement, which indicate that the Company's accumulated losses, are in excess of its paid up capital and reserves & surplus and its current liabilities exceed its current assets as on 31st March, 2016 and 30th September, 2016. These conditions along with defaults in repayment of loan dues of certain lenders, indicate the existence of a material uncertainty, which may cast significant doubt about the Company's ability to continue as a going concern. However, the Statement has been prepared on a going concern basis for the reasons stated in the said note.

Our report is not qualified in respect of these matters.



For **J. G. Verma & Co.**
Chartered Accountants
(Registration No. 111381W)


J. G. Verma
Partner
Membership No. 5005

Place : Mumbai
Date : 12th November, 2016