



THE LEELA

PALACES HOTELS RESORTS

September 19, 2015

The Department of Corporate Services
BSE Limited
1st floor, Rotunda Building
B.S. Marg, Fort, Mumbai – 400 001
Stock Code: 500193

The Listing Department
National Stock Exchange of India Limited
Exchange-Plaza, Bandra Kurla Complex
Bandra (E), Mumbai – 400 051
HOTEL LEELA

Dear Sir,

Sub: Outcome of the Board Meeting held on 19th September, 2015

We had previously by way of our letter dated 2nd March, 2015 intimated you that the Assets Sale Committee of the Hotel Leelaventure Limited ("**Company**"), in accordance with the powers delegated by the Company's Board of Directors, in its meeting held on March 2, 2015, had decided to commence the process for the sale of its hotels in Goa and Chennai.

We wish to inform you that the Board of Directors of the Company at their meeting held today has, pursuant to a bidding process, approved, subject to certain conditions, including the approval of its shareholders, the sale of the entire undertaking of the Company pertaining to the hotel in Goa, namely "*The Leela, Goa*", Mobor, Goa, on a slump sale basis, for a lump sum consideration of Rs. 725 crores to Ceres Hotels Private Limited (a wholly owned subsidiary of MetTube Sdn. Bhd., Malaysia) by way of business transfer agreement.

During the financial year 2014-15, the Goa Hotel Undertaking contributed Rs.119 crores (15% of the total income) to the Company's total income of Rs.762 crores.

Upon the completion of the sale which is expected to occur on or before December 31, 2015, pursuant to a Hotel Operations and Management Services Agreement, the Company will continue to manage and operate the Goa hotel, and the hotel shall continue to be known as "*The Leela, Goa*".

The shareholding of the Company shall remain unaffected pursuant to the aforesaid sale.

Please find enclosed a copy of the press release being issued by the Company in this regard.

Yours faithfully,
For **Hotel Leelaventure Limited**

A. S. Bohra
Anandghan Bohra
Company Secretary



Encl: a/a

Regd. Office:
HOTEL LEELAVENTURE LIMITED

Corporate Identity Number (CIN)
L55101MH1981PLC024097

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The Leela Palaces, Hotels and Resorts: New Delhi, Bangalore, Chennai, Mumbai, Gurgaon, Udaipur, Goa and Kovalam.

Upcoming Properties: Jaipur; Agra; Lake Ashtamudi (Kerala); Bhartiya City, Bangalore; Supernova, Noida and Lucknow.

Corporate Identity Number (CIN): L55101MH1981PLC024097



MEDIA RELEASE

**METTUBE SDN. BHD. ACQUIRES THE LEELA, GOA FROM HOTEL LEELAVENTURE LIMITED
MANAGEMENT OF THE LEELA, GOA TO STAY WITH LEELA GROUP
LARGEST SINGLE ASSET ACQUISITION IN HOSPITALITY SECTOR IN INDIA**

Mumbai, September 19, 2015: Hotel Leelaventure Limited ("HLVL"), announced today that (subject to regulatory approvals and specific conditions being met) it has entered into a Business Transfer Agreement ("BTA") to sell The Leela, Goa ("Goa Hotel") to MetTube Sdn. Bhd., Malaysia ("MetTube")

Ceres Hotels Private Limited ("Ceres"), a wholly owned Indian subsidiary of MetTube, agreed to acquire the Goa Hotel for a total consideration of Rs. 725 crores. The Goa Hotel would be transferred to Ceres by way of a slump sale under the BTA subject to satisfaction of certain conditions precedent, including regulatory approvals.

Pursuant to a Hotel Management Agreement, HLVL shall manage and operate the Goa Hotel and the hotel shall continue to be known as the "The Leela, Goa".

As one of India's premier luxury properties, The Leela, Goa blends local culture with the region's Portuguese heritage. The Leela, Goa (206 keys) is spread across ~50 acres with beach access. The resort has the advantage of being on the banks of river Sal at the far-side of the property. With facilities including its premier spa, 12-hole golf course, private beach and several award-winning restaurants, the Goa Hotel promises its guests an indulgent and relaxing stay. It is the property's unique location, world-class facilities and outstanding service that consistently make it one of the finest hotels in India today.

Commenting on the transaction, Mr. Vivek Nair (Chairman and Managing Director of HLVL) stated that "The disinvestment of the Goa Hotel and retaining the management of the hotel under the Leela brand is in line with our strategy to restructure our debt, follow an asset light strategy and manage more hotels."

Upon signing the BTA, Mr. Raghav Mittal, President and Chief Executive Officer of MetTube, remarked that "This investment signifies the group's confidence in building and growing businesses in India. As a group we are very proud to have been able to diversify our business lines and make a useful contribution to the Indian economy."

JM Financial Institutional Securities Limited acted as the sole financial advisor and Cyril Amarchand Mangaldas acted as the sole legal advisor to HLVL.

EY acted as the sole financial advisor, Khaitan & Co. acted as the domestic legal advisor and Wong & Partners (the member firm of Baker & McKenzie International) advised on Malaysian law to MetTube.

Hotel Leelaventure Limited:

HLVL is a leading Indian luxury hospitality group founded in 1986. Before the sale of The Leela Goa, HLVL had a total portfolio of six owned and two managed luxury palaces and hotels in India.

MetTube Sdn. Bhd.:

MetTube is part of the Lord Bagri promoted Metdist Group, a diversified portfolio of companies. The Metdist Group has built a global presence in both the metals trading and fabrication industries as well as other sectors such as apparel, real estate and insurance in more recent years.

