

February 21, 2017

To,  
DCS,  
Bombay Stock Exchange Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001.

Code: 526668.

Dear Sirs,

To,  
The Manager  
Listing Department  
National Stock Exchange of India Limited  
Exchange Plaza, C-1, Block G,  
Bandra -Kurla Complex,  
Bandra (E), Mumbai – 400 051

Code:- KAMATHOTEL-EQ

Sub: Submission of Unaudited Financial Results for the quarter ended 31<sup>st</sup> December, 2016 and Limited Review Report pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.


Please find enclosed herewith Unaudited Financial Results for the quarter ended 31<sup>st</sup> December, 2016 which were approved by the Board of Directors of the Company at its meeting held on 21<sup>st</sup> February, 2017. The Statutory Auditors have carried out Limited Review of the financial results pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. A copy of Limited Review Report is also enclosed.

The Meeting commenced at 12.00 Noon on discussions on agenda items and concluded at 1.00 p.m.

Kindly take the same on your record and oblige.

Thanking you,

Yours faithfully,  
For Kamat Hotels (India) Limited

  
Dr. Vithal V. Kamat  
DIN 00195341  
Executive Chairman and Managing Director  
Encl. a/a.

REGD OFF. 70-C, NEHRU ROAD, VILE PARLE (EAST), MUMBAI 400 099. TEL.: 2616 4000 FAX : 2616 4203  
Email-Id : cs@khil.com • Website : www.khil.com • CIN : L55101MH1986PLC039307



# KAMAT HOTELS (INDIA) LIMITED

CIN: L55101MH1986PLC039307

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

Website: [www.khil.com](http://www.khil.com), Email: [cs@khil.com](mailto:cs@khil.com), Tel. No. 022 26164000

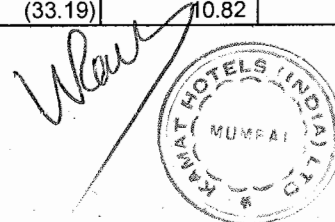
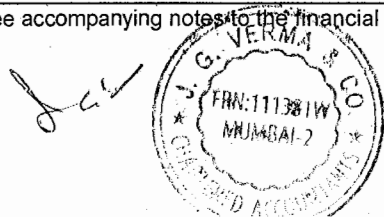
## STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31ST DECEMBER, 2016

**PART- I**

(₹ In Lakhs)

Sr.No.	Particulars	Standalone					
		Quarter Ended			Nine Months Ended		Year Ended
		31st Dec. 2016 (Unaudited)	30th Sept. 2016 (Unaudited)	31st Dec. 2015 (Unaudited)	31st Dec. 2016 (Unaudited)	31st Dec. 2015 (Unaudited)	31st March 2016 (Audited)
1	<b>Income from Operations</b>						
	a) Income from Operations	4,135.40	3,297.52	3,788.11	10,849.13	10,392.54	14,260.53
	b) Other Operating Income	203.85	170.56	213.53	570.88	606.84	825.15
	<b>Total Income from operations</b>	<b>4,339.25</b>	<b>3,468.08</b>	<b>4,001.64</b>	<b>11,420.01</b>	<b>10,999.38</b>	<b>15,085.68</b>
2	<b>Expenses</b>						
	a) Consumption of Food & Beverages	344.73	296.98	378.09	971.04	1,032.90	1,365.08
	b) Employee Benefits Expense (Note 5)	854.48	933.02	896.70	2,652.21	2,695.89	3,617.44
	c) Heat, Light & Power	334.55	354.72	426.69	1,090.60	1,280.27	1,625.62
	d) Depreciation and Amortisation Expense	319.20	307.99	321.71	935.37	970.22	1,280.04
	e) Other Expenses	1,167.93	1,011.99	1,328.00	3,194.89	3,553.37	4,535.86
	<b>Total Expenses</b>	<b>3,020.89</b>	<b>2,904.70</b>	<b>3,351.19</b>	<b>8,844.11</b>	<b>9,532.65</b>	<b>12,424.04</b>
3	<b>Profit/(Loss) from Operations before Other Income, Finance Costs and Exceptional Items [1-2]</b>	<b>1,318.36</b>	<b>563.38</b>	<b>650.45</b>	<b>2,575.90</b>	<b>1,466.73</b>	<b>2,661.64</b>
4	Other Income	273.77	159.03	125.22	600.63	356.52	731.65
5	<b>Profit/(Loss) from ordinary activities before Finance Costs and Exceptional Items [3+4]</b>	<b>1,592.13</b>	<b>722.41</b>	<b>775.67</b>	<b>3,176.53</b>	<b>1,823.25</b>	<b>3,393.29</b>
6	Finance Costs (Note 3)	179.93	1,097.47	510.51	2,181.92	3,109.73	3,946.43
7	<b>Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional Items [5-6]</b>	<b>1,412.20</b>	<b>(375.06)</b>	<b>265.16</b>	<b>994.61</b>	<b>(1,286.48)</b>	<b>(553.14)</b>
8	Add/Less: Exceptional items(Net) (Note 6)	1,951.96	-	(8,092.28)	1,951.96	(8,092.28)	(8,092.30)
9	<b>Profit/(Loss) from Ordinary Activities before Tax [7+8]</b>	<b>3,364.16</b>	<b>(375.06)</b>	<b>(7,827.12)</b>	<b>2,946.57</b>	<b>(9,378.76)</b>	<b>(8,645.44)</b>
10	Add/Less: Tax Expense (Including Deferred Tax) (Note 7)	(394.31)	-	-	(394.31)	117.17	117.17
11	<b>Net Profit/(Loss) from Ordinary Activities after Tax [9-10]</b>	<b>2,969.85</b>	<b>(375.06)</b>	<b>(7,827.12)</b>	<b>2,552.26</b>	<b>(9,261.59)</b>	<b>(8,528.27)</b>
12	Less: Extraordinary items (Net of tax expense)	-	-	-	-	-	-
13	<b>Net Profit/(Loss) for the period [11-12]</b>	<b>2,969.85</b>	<b>(375.06)</b>	<b>(7,827.12)</b>	<b>2,552.26</b>	<b>(9,261.59)</b>	<b>(8,528.27)</b>
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	<b>Earnings Per Share (EPS)</b>						
	Basic & Diluted EPS (Rs) (not annualised)						
i)	Before Extraordinary items						
	Basic	12.59	(1.59)	(33.19)	10.82	(39.27)	(36.16)
	Diluted	12.59	(1.59)	(33.19)	10.82	(39.27)	(36.16)
ii)	After Extraordinary items						
	Basic	12.59	(1.59)	(33.19)	10.82	(39.27)	(36.16)
	Diluted	12.59	(1.59)	(33.19)	10.82	(39.27)	(36.16)

(See accompanying notes to the financial results)



# KAMAT HOTELS (INDIA) LIMITED

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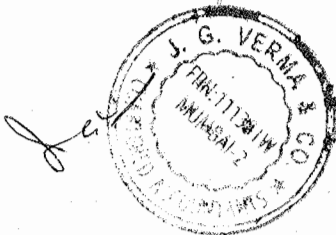
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## STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31<sup>ST</sup> DECEMBER, 2016.

### 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 21st February, 2017 (adjourned from 14th February 2017). 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. 42,727.46 lakhs to asset reconstruction companies and Rs 1,538.47 lakhs was subjected to OTS by a lender till 31<sup>st</sup> December, 2016. In respect of loan from one lender, matter is disputed and pending before the Bombay High Court. Borrowings to the extent of Rs. 7,757.46 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 previous year ended 31<sup>st</sup> 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 31st December, 2016 as well as on 31<sup>st</sup> 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. Provision for Managerial Remuneration of Rs. 24.00 lakhs from 01<sup>st</sup> October, 2016 onwards has been made in accordance with approval given by the shareholders of the Company in the Annual General Meeting held on 24<sup>th</sup> September, 2016 for which application has been made to Central Government for approval which is awaited.



6. Exceptional items (Net) (A) for the Quarter and Nine months period ended 31<sup>st</sup> December, 2015 and Year ended 31<sup>st</sup> March, 2016 include (i) Provision of Rs. 9,327.75 lakhs made for diminution in value of investments in Company's subsidiary (ii) as reduced by (a) excess provision for interest of Rs. 745.83 lakhs made in earlier periods, (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; (B) for the Quarter and Nine months period ended 31<sup>st</sup> December, 2016 include (i) reversal of provision for interest of Rs. 2,378.56 Lakhs made in earlier periods (ii) reduction in loan liability of Rs. 469.36 lakhs as reduced by (a) provision of Rs. 362.96 lakhs for loan to a subsidiary, considered doubtful and (b) provision of Rs. 533.00 lakhs made for diminution in value of investments in a Joint Venture Company.
7. In view of brought forward losses and depreciation, 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 Expenses for the quarter and nine months period ended 31<sup>st</sup> December, 2016 represents Rs 394.31 lakhs being provision for income tax for earlier year. Tax expense for the Nine months period ended 31<sup>st</sup> December, 2015 and year ended 31<sup>st</sup> March, 2016 is net of excess provision for tax of Rs. 117.17 Lakhs made in earlier year, reversed as no longer required.
8. The figures of previous periods have been regrouped/rearranged, wherever considered necessary.



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

*V. Kamat*  
Dr. Vithal V. Kamat  
Executive Chairman & Managing Director  
(DIN: 00195341)

Place: Mumbai  
Date: 21<sup>st</sup> February, 2017

As per our report of even date

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

*J. G. Verma*  
J. G. Verma  
Partner  
(Membership No.005005)  
Mumbai, 21<sup>st</sup> February, 2017



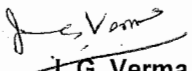
**Limited Review Report to the Board of Directors of  
Kamat Hotels (India) Limited**

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 nine months' period ended 31<sup>st</sup> December, 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 confirmation letters for borrowings of Rs. 7,757.46 lakhs 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 31<sup>st</sup> December, 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 : 21<sup>st</sup> February, 2017