

EIH ASSOCIATED HOTELS LIMITED

CIN: L92490TN1983PLC009903

Delhi Office: 7, Sham Nath Marg, Delhi – 110 054, India/ Telephone: +91-11-2389 0505
Kolkata Office: 4, Mangoe Lane, Kolkata – 700 001, India/ Telephone: +91-33-2248 6751/53
Website: www.eihassociatedhotels.in

12th August 2020

The National Stock Exchange of India Limited

Exchange Plaza, 5th floor, Plot # C/1, 'G' Block
Bandra Kurla Complex, Bandra (East)
Mumbai – 400 051

BSE Limited

Corporate Relations Department
1st Floor, New Trading Ring, Rotunda Building
Phiroze Jeejeebhoy Towers, Dalal Street, Fort
Mumbai – 400 001

Dear Sirs,

Sub: Outcome of Board Meeting: Unaudited Financial Results for the First Quarter ended 30th June 2020 (“the Results”)

Scrip Code/Symbol: 523127 / EIHAHOTELS

We refer to our Intimation on 5th August 2020 regarding Board Meeting of the Company scheduled on 12th August 2020.

The Board of Directors having met today, approved the Unaudited Financial Results of the Company for the First Quarter ended 30th June 2020 (the “Results”). The Meeting ended at around 2.30 PM

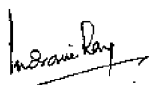
Enclosed herewith:

- (i) the Results, duly signed by Mr. Vikram Oberoi, Managing Director; &
- (ii) Limited Review Report by Deloitte Haskins & Sells LLP, Statutory Auditors, on the Results.

Kindly take the above in your records and host on your website.

Yours faithfully,

For **EIH Associated Hotels Limited**



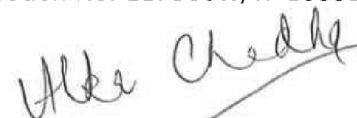
Indrani Ray
Company Secretary

Encl: As above

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS
TO THE BOARD OF DIRECTORS OF
EIH ASSOCIATED HOTELS LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **EIH ASSOCIATED HOTELS LIMITED** ("the Company"), for the quarter ended June 30, 2020 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Alka Chadha
Partner
(Membership No. 93474)

Place: Gurugram
Date: 12 August, 2020

EIH Associated Hotels Limited

A MEMBER OF THE OBEROI GROUP

CIN : L92490TN1983PLC009903
Registered Office : 1/24, G.S.T. Road, Meenambakkam, Chennai - 600 027
Ph: +91-44-2234 4747 Fax: +91-44-2234 6699
Website : www.eihassociatedhotels.in

STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2020

	(Rs. in Lakhs)			
	3 months ended 30.06.2020 (UNAUDITED)	3 months ended 31.03.2020 (REFER NOTE 6)	3 months ended 30.06.2019 (UNAUDITED)	12 months ended 31.03.2020 (AUDITED)
Income				
a) Revenue from operations	300.25	7,061.93	4,702.53	24,907.57
b) Other income	139.73	223.97	244.97	899.20
Total income	439.98	7,285.90	4,947.50	25,806.77
Expenses				
a) Consumption of provisions, wines and others	35.77	520.91	409.07	1,985.67
b) Employee benefits expense	1,107.02	1,333.36	1,360.68	5,647.03
c) Finance costs	10.67	7.30	12.44	44.59
d) Depreciation and amortisation expense	423.55	434.55	377.63	1,597.15
e) Other expenses	975.44	3,454.15	2,534.48	12,232.21
Total expenses	2,552.45	5,750.27	4,694.30	21,506.65
Profit before tax	(2,112.47)	1,535.63	253.20	4,300.12
Tax expense				
Income tax	8.80	491.67	81.47	1,259.35
Deferred tax	(602.22)	(30.34)	(7.22)	(755.67)
Profit after tax	(1,519.05)	1,074.30	178.95	3,796.44
Other comprehensive income /(loss)				
- Remeasurements of post-employment benefit obligations	(14.10)	116.08	(4.37)	(31.21)
- Tax relating to these items	4.05	(15.72)	1.53	9.15
Total other comprehensive income/(loss), net of tax	(10.05)	100.36	(2.84)	(22.06)
Total comprehensive income	(1,529.10)	1,174.66	176.11	3,774.38
Paid-up equity share capital (Face Value - Rs. 10 each)	3,046.81	3,046.81	3,046.81	3,046.81
Other equity				31,469.13
Earnings per equity share - (Face Value - Rs. 10 each) -Rs.				
(a) Basic	(4.99)	3.53	0.59	12.46
(b) Diluted	(4.99)	3.53	0.59	12.46

NOTES:

- 1 These financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder ('Ind AS') and the other accounting principles generally accepted in India, to the extent applicable.
- 2 The Company has no reportable segment other than hotels as per Indian Accounting Standard.
- 3 Current Tax and Deferred Tax figures have been computed based on Paragraph 30(c) of Ind AS 34 Interim Financial Reporting, which requires Income tax expense to be recognised in each interim period based on the best estimate of the weighted average annual income tax rate for the full financial year.
- 4 The World Health Organization declared the COVID-19 outbreak as a pandemic on 11th March, 2020, leading to series of measures by countries across the world to contain the spread of the virus. A nationwide lockdown was imposed across India on 24th March, 2020.

Following the COVID-19 outbreak and subsequent lockdown, hotel and flight operations were mandated to remain non-operational. This had a severe impact on business at the Company's hotels across India for the quarter ended 30th June, 2020. Similar restrictions in other countries also affected business from various international markets.

Through an order dated 30th May, 2020, the Ministry of Home Affairs (MHA) allowed hotels and restaurants to resume operations from 08th June 2020 in a phased reopening of areas outside the containment zones. The operations at hotels and restaurants are subject to guidelines issued on 04th June, 2020 by the Ministry of Health and Family Welfare (MoHFW). Domestic airlines commenced operations from 25th May, 2020 with partial capacity approved by the Government, which is expected to gradually increase over the months going forward. Date of commencement of full service international flights is yet to be announced by the Government, although several 'Air Bubble' flights have been allowed to operate between India and other specified countries effective 18th July, 2020.

During the pendency of the lockdown, business at the Company's hotels was mainly limited to stranded guests and accommodation requirements of guests rendering essential services allowed under government orders.

During this period, the Management's priority in dealing with the exceptional challenges posed by COVID-19 has been to ensure the safety of its guests and employees, support suppliers, keep the supply chain operational for essential supplies. Several cost rationalization and consolidation measures have been initiated subsequent to the year ended on 31st March, 2020 and are being continuously and closely monitored.

The Management does not foresee any stress on liquidity owing to the availability of liquid funds in the form of cash and cash equivalents, other bank balances (other than earmarked accounts) and investments in mutual funds amounting to Rs. 6,650.70 lakhs as on 30th June, 2020 and also has access to sanctioned borrowing facilities for working capital requirements, worth Rs.2,000 lacs which were unutilised as on 30th June, 2020.

The Management has also assessed the potential impact of COVID-19 on the carrying value of property, plant and equipment, right of use assets, intangible assets, inventories, trade receivables and other current and non-current assets of the Company as on 30th June, 2020 and has performed sensitivity analysis on the assumptions used and based on current indicators of future economic conditions, expects to recover the carrying amounts of these assets. The impact of COVID-19 may be different from that estimated on the date of approval of these financial results and the Management will continue to closely monitor any material changes to future economic conditions.

In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Management has considered the impact from a prolonged lock-down situation; travel restrictions being continued to be imposed by India and other countries even after lifting of the lockdown, guests postponing their discretionary spending, continued restrictions on the number of domestic and international flights, internal and external information available up to the date of approval of these financial results including credit reports and economic forecasts.

With respect to business in financial year ending 31st March, 2021, the impact on revenue could come from a prolonged lock-down situation; travel restrictions being continued to be imposed by India and other countries even after lifting of the lockdown and guests postponing their discretionary spending.

Based on enquiries received, assessments performed and analysis of market trends, the Management expects demand to gradually pick for Domestic leisure and business travel, social events within prescribed norms, and limited international travel once international airlines are allowed to commence operations.

The revised projections have been prepared taking into account best estimates based on these factors and other variables, although a clearer picture shall emerge only in due course.
- 5 The unaudited financial results for the first quarter of the previous year were not indicative of a full year's working due to the seasonal nature of the Indian Hotel Industry. Also refer to note 4 above.
- 6 Figures for the quarter ended 31st March, 2020 are the balancing figures between the audited figures for the year ended 31st March, 2020 and the figures for the nine months ended 31st December, 2019 which were subjected to review.
- 7 Earnings Per Share are not annualised except for the year ended 31st March, 2020.
- 8 Figures have been regrouped and/or rearranged, wherever necessary.
- 9 The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its Meeting held on 12th August, 2020. The statutory auditors have carried out a limited review of the above financial results for the quarter ended 30 June, 2020.

New Delhi
12th August, 2020


VIKRAMJIT SINGH OBEROI
MANAGING DIRECTOR
DIN: 00052014