



TAJGVK

TAJGVK Hotels & Resorts Limited

AUDITED STATEMENT OF FINANCIAL RESULTS
FOR THE QUARTER AND YEAR ENDED MARCH 31, 2012

₹ in lakhs

Items	Quarter Ended			Year Ended	
	March 31, 2012	December 31, 2011	March 31, 2011	March 31, 2012	March 31, 2011
Net Sales/Income from Operations	7065.74	6601.54	6905.58	25396.88	25928.43
Other Operating Income	82.88	30.17	61.07	196.99	147.33
Total Income	7148.62	6631.71	6967.65	25593.87	26075.76
Expenditure					
a. Consumption of Raw Materials	738.84	709.66	641.71	2583.18	2522.73
b. Staff Costs	1007.64	1493.25	1150.52	4924.92	4676.80
c. Fuel, Power and Light	637.79	573.10	517.83	2305.09	2095.43
d. Depreciation	644.92	564.09	527.11	2210.29	2061.12
e. Other Expenditure	2660.10	1961.19	1890.52	7778.43	7007.10
Total	5689.29	5301.29	4727.69	19801.90	18363.18
Profit from Operations before Other Income, Interest and Exceptional items	1459.33	1330.42	2239.96	5791.97	7712.58
Other Income	0.00	0.00	0.00	0.00	0.00
Profit before Interest and Exceptional Items	1459.33	1330.42	2239.96	5791.97	7712.58
Interest (Net)	503.67	401.59	267.57	1514.11	1139.53
Profit after Interest but before Exceptional Items	955.66	928.83	1972.39	4277.86	6573.05
Exceptional item - Others	0.00	0.00	0.00	0.00	0.00
Profit from Ordinary Activities before tax	955.66	928.83	1972.39	4277.86	6573.05
Provision for Tax	200.00	190.00	688.87	870.00	1922.50
Deferred tax provision	268.31	319.17		1347.51	318.60
Minimum Alternate Tax Credit Entitlement (Refer Note No.5)	(200.00)	(190.00)	0.00	(870.00)	0.00
Tax Provision of earlier years (Net)	(2.87)	0.00	(5.04)	(2.87)	(2.11)
Profit from Ordinary Activities after tax	690.22	609.66	1288.56	2933.22	4334.06
Paid-up Equity Share Capital (Face value per share - ₹ 2/- each)	1254.03	1254.03	1254.03	1254.03	1254.03
Reserves Excluding Revaluation Reserves				32729.9	30889.74
Earnings Per Share (₹)					
Basic and diluted	1.10	0.97	2.06	4.68	6.91
Aggregate of Public Shareholding:					
Number of Shares	15683689	15683689	15707300	15683689	15707300
Percentage of Shareholding	25.01%	25.01%	25.05%	25.01%	25.05%
Promoters and Promoter Group Shareholding:					
a) Pledged Encumbered					
- Number of shares	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil
b) Non-encumbered					
- Number of shares	47017806	47017806	46994195	47017806	46994195
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the Company)	74.99%	74.99%	74.95%	74.99%	74.95%

Contd....



Registered Office : Taj Krishna, Road No. 1, Banjara Hills, Hyderabad - 500 034, India.

Telephone : (91-40) 2339 2323, 6666 2323* Facsimile : (91-40) 6666 3366* E-mail : krishna.hyderabad@tajhotels.com

₹ in lakhs

Statement of Assets and Liabilities under Clause 41(1)(ea) of the Listing Agreement

	Items	Year Ended	
		March 31, 2012	March 31, 2011
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	1,254.03	1,254.03
	(b) Reserves and Surplus	32,729.85	30,889.73
	Sub-total - Shareholders' Funds	33,983.88	32,143.76
2	Non-current liabilities		
	(a) Long-term borrowings	14,825.00	13,450.00
	(b) Deferred tax liabilities (net)	3,273.76	1,926.25
	(c) Other long-term liabilities	228.71	650.02
	(d) Long term provisions	124.29	210.15
	Sub-total - Non-current liabilities	18,451.76	16,236.42
3	Current liabilities		
	(a) Short-term borrowings	2,231.98	663.73
	(b) Trade payables	2,130.35	1,399.12
	(c) Other current liabilities	3,992.91	1,537.45
	(d) Short term provisions	1,093.10	1,595.75
	Sub-total - Current liabilities	9,448.34	5,196.05
	TOTAL - EQUITY AND LIABILITIES	61,883.98	53,376.23
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	48,479.47	44,803.00
	(b) Non-current investments	3,635.80	1.80
	(c) Long term loans and advances	6,616.02	5,417.70
	(d) Other non-current assets	102.04	118.09
	Sub-total - Non-current assets	58,833.33	50,340.59
2	Current assets		
	(a) Inventories	697.35	467.62
	(b) Trade receivables	730.09	973.77
	(c) Cash and cash equivalents	195.29	495.22
	(d) Short-term loans and advances	1,407.65	1,282.15
	(e) Other current assets	20.27	16.86
	Sub-total - Current assets	3,050.65	3,235.64
	TOTAL - ASSETS	61,883.98	53,376.23

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Notes:

- 1 The Company commissioned its new Vivanta by Taj - Begumpet hotel at Hyderabad in November 2011. Resultantly, the current year's profitability takes into account the pre-operating expenses of the new capacity added, which has been charged off to the Profit & Loss Account. With the recent capacity expansion, the Company's room inventory has gone up from 902 rooms to 1083 rooms.
- 2 The total income for the year ended March 2012 has de-grown by 2% and the profit after tax de-grown by 32%.
- 3 The Board has recommended a Dividend of Rs.1.50/- per share of face value Rs.2/- each for the financial year 2011/12 (previous year Rs.2/- per share of Rs.2/- face value each), subject to the approval of the shareholders.
- 4 Disclosure of segment - wise information is not applicable as hoteliering is the Company's only business segment
- 5 The company is entitled for deduction of 100% of the cost of Vivanta by Taj - Begumpet hotel, which started operations in the third quarter of the current year, under Section 35AD of the Income Tax Act, 1961 because of which taxable income of the company for the year under normal provisions of the Act would be Nil and liable for tax on book profits under Section 115JB of the Income Tax Act. Hence, credit for such tax is taken into account and provision is made for Deferred Tax.
- 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 31.03.2012
NIL	3	3	NIL

- 7 The above audited financial results were considered by the Audit Committee and subsequently taken on record by the Board of Directors at their meeting held on 30th April 2012. The results for the quarter and year ended 31.03.2012 have been audited by the Statutory Auditors of the Company.
- 8 Figures of the previous year / period have been regrouped to conform to the current year / period presentation.
- 9 The Register of Members and Share Transfer Books of the Company shall remain closed from Monday 23rd July 2012 to Friday 27th July 2012 (both days inclusive) for the purpose of Annual General Meeting of the Company and for payment of dividend subject to approval of the shareholders in the ensuing Annual General Meeting.

Hyderabad
30th April 2012



By Order of the Board

G. Indira K. Reddy
G. INDIRA KRISHNA REDDY
MANAGING DIRECTOR



11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 36, 37, 38, 39, 40, 41, 42, 43, 44, 45, 46, 47, 48, 49, 50, 51, 52, 53, 54, 55, 56, 57, 58, 59, 60, 61, 62, 63, 64, 65, 66, 67, 68, 69, 70, 71, 72, 73, 74, 75, 76, 77, 78, 79, 80, 81, 82, 83, 84, 85, 86, 87, 88, 89, 90, 91, 92, 93, 94, 95, 96, 97, 98, 99, 100, 101, 102, 103, 104, 105, 106, 107, 108, 109, 110, 111, 112, 113, 114, 115, 116, 117, 118, 119, 120, 121, 122, 123, 124, 125, 126, 127, 128, 129, 130, 131, 132, 133, 134, 135, 136, 137, 138, 139, 140, 141, 142, 143, 144, 145, 146, 147, 148, 149, 150, 151, 152, 153, 154, 155, 156, 157, 158, 159, 160, 161, 162, 163, 164, 165, 166, 167, 168, 169, 170, 171, 172, 173, 174, 175, 176, 177, 178, 179, 180, 181, 182, 183, 184, 185, 186, 187, 188, 189, 190, 191, 192, 193, 194, 195, 196, 197, 198, 199, 200, 201, 202, 203, 204, 205, 206, 207, 208, 209, 210, 211, 212, 213, 214, 215, 216, 217, 218, 219, 220, 221, 222, 223, 224, 225, 226, 227, 228, 229, 230, 231, 232, 233, 234, 235, 236, 237, 238, 239, 240, 241, 242, 243, 244, 245, 246, 247, 248, 249, 250, 251, 252, 253, 254, 255, 256, 257, 258, 259, 260, 261, 262, 263, 264, 265, 266, 267, 268, 269, 270, 271, 272, 273, 274, 275, 276, 277, 278, 279, 280, 281, 282, 283, 284, 285, 286, 287, 288, 289, 290, 291, 292, 293, 294, 295, 296, 297, 298, 299, 300, 301, 302, 303, 304, 305, 306, 307, 308, 309, 310, 311, 312, 313, 314, 315, 316, 317, 318, 319, 320, 321, 322, 323, 324, 325, 326, 327, 328, 329, 330, 331, 332, 333, 334, 335, 336, 337, 338, 339, 340, 341, 342, 343, 344, 345, 346, 347, 348, 349, 350, 351, 352, 353, 354, 355, 356, 357, 358, 359, 360, 361, 362, 363, 364, 365, 366, 367, 368, 369, 370, 371, 372, 373, 374, 375, 376, 377, 378, 379, 380, 381, 382, 383, 384, 385, 386, 387, 388, 389, 390, 391, 392, 393, 394, 395, 396, 397, 398, 399, 400, 401, 402, 403, 404, 405, 406, 407, 408, 409, 410, 411, 412, 413, 414, 415, 416, 417, 418, 419, 420, 421, 422, 423, 424, 425, 426, 427, 428, 429, 430, 431, 432, 433, 434, 435, 436, 437, 438, 439, 440, 441, 442, 443, 444, 445, 446, 447, 448, 449, 450, 451, 452, 453, 454, 455, 456, 457, 458, 459, 460, 461, 462, 463, 464, 465, 466, 467, 468, 469, 470, 471, 472, 473, 474, 475, 476, 477, 478, 479, 480, 481, 482, 483, 484, 485, 486, 487, 488, 489, 490, 491, 492, 493, 494, 495, 496, 497, 498, 499, 500, 501, 502, 503, 504, 505, 506, 507, 508, 509, 510, 511, 512, 513, 514, 515, 516, 517, 518, 519, 520, 521, 522, 523, 524, 525, 526, 527, 528, 529, 530, 531, 532, 533, 534, 535, 536, 537, 538, 539, 540, 541, 542, 543, 544, 545, 546, 547, 548, 549, 550, 551, 552, 553, 554, 555, 556, 557, 558, 559, 560, 561, 562, 563, 564, 565, 566, 567, 568, 569, 570, 571, 572, 573, 574, 575, 576, 577, 578, 579, 580, 581, 582, 583, 584, 585, 586, 587, 588, 589, 590, 591, 592, 593, 594, 595, 596, 597, 598, 599, 600, 601, 602, 603, 604, 605, 606, 607, 608, 609, 610, 611, 612, 613, 614, 615, 616, 617, 618, 619, 620, 621, 622, 623, 624, 625, 626, 627, 628, 629, 630, 631, 632, 633, 634, 635, 636, 637, 638, 639, 640, 641, 642, 643, 644, 645, 646, 647, 648, 649, 650, 651, 652, 653, 654, 655, 656, 657, 658, 659, 660, 661, 662, 663, 664, 665, 666, 667, 668, 669, 670, 671, 672, 673, 674, 675, 676, 677, 678, 679, 680, 681, 682, 683, 684, 685, 686, 687, 688, 689, 690, 691, 692, 693, 694, 695, 696, 697, 698, 699, 700, 701, 702, 703, 704, 705, 706, 707, 708, 709, 710, 711, 712, 713, 714, 715, 716, 717, 718, 719, 720, 721, 722, 723, 724, 725, 726, 727, 728, 729, 730, 731, 732, 733, 734, 735, 736, 737, 738, 739, 740, 741, 742, 743, 744, 745, 746, 747, 748, 749, 750, 751, 752, 753, 754, 755, 756, 757, 758, 759, 760, 761, 762, 763, 764, 765, 766, 767, 768, 769, 770, 771, 772, 773, 774, 775, 776, 777, 778, 779, 780, 781, 782, 783, 784, 785, 786, 787, 788, 789, 790, 791, 792, 793, 794, 795, 796, 797, 798, 799, 800, 801, 802, 803, 804, 805, 806, 807, 808, 809, 810, 811, 812, 813, 814, 815, 816, 817, 818, 819, 820, 821, 822, 823, 824, 825, 826, 827, 828, 829, 830, 831, 832, 833, 834, 835, 836, 837, 838, 839, 840, 841, 842, 843, 844, 845, 846, 847, 848, 849, 850, 851, 852, 853, 854, 855, 856, 857, 858, 859, 860, 861, 862, 863, 864, 865, 866, 867, 868, 869, 870, 871, 872, 873, 874, 875, 876, 877, 878, 879, 880, 881, 882, 883, 884, 885, 886, 887, 888, 889, 890, 891, 892, 893, 894, 895, 896, 897, 898, 899, 900, 901, 902, 903, 904, 905, 906, 907, 908, 909, 910, 911, 912, 913, 914, 915, 916, 917, 918, 919, 920, 921, 922, 923, 924, 925, 926, 927, 928, 929, 930, 931, 932, 933, 934, 935, 936, 937, 938, 939, 940, 941, 942, 943, 944, 945, 946, 947, 948, 949, 950, 951, 952, 953, 954, 955, 956, 957, 958, 959, 960, 961, 962, 963, 964, 965, 966, 967, 968, 969, 970, 971, 972, 973, 974, 975, 976, 977, 978, 979, 980, 981, 982, 983, 984, 985, 986, 987, 988, 989, 990, 991, 992, 993, 994, 995, 996, 997, 998, 999, 1000.

Auditor's Report

To

The Members of
TAJ GVK Hotels & Resorts Limited, Hyderabad (A.P.)

We have audited the attached balance sheet of TAJ GVK Hotels & Resorts Limited, Hyderabad (A.P.) as at 31st March, 2012, Statement of Profit and Loss for the year ended on that date annexed thereto, and its Cash Flow statement for the year ended on that date. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

Further to our comments in the Annexure referred to above, we report that:

- (i) We have obtained all the information and explanations which, to the best of our knowledge and belief were necessary for the purposes of our audit;
- (ii) In our opinion, proper books of account as required by law have been kept by the company so far as appears from our examination of those books;
- (iii) The Balance Sheet, the Profit and Loss Account and the Cash-flow Statement dealt with by this report are in agreement with the books of account;



CHARTERED ACCOUNTANTS

MEMBERS OF THE INSTITUTE OF COST ACCOUNTANTS AND FINANCIAL ACCOUNTANTS

- (iv) In our opinion, the Balance Sheet, the Statement of Profit and Loss and the Cash-flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
- (v) On the basis of written representations received from the directors, as on 31st March, 2012, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;
- (a) in the case of the Balance Sheet, of the state of affairs of the company as at 31st March, 2012;
- (b) in the case of the Statement of Profit and Loss, of the PROFIT of the company for the year ended on that date; and
- (c) in the case of the Cash-flow Statement, of the cash flows of the company for the year ended on that date.

For BRAHMAYYA & Co.,
Firm Registration Number: 000513S
Chartered Accountants

Koteswara Rao SSR
Partner
Membership Number: 18952

Place: Hyderabad
Date : 30th April, 2012



CHARTERED ACCOUNTANTS

H. ANAVARA, 107/1B/1A, VISAKHAPATNAM COLONY, KARUNADA, TANTULUR ROAD, TIRUPATI, BANGLURU AND CHENNAI

4. In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the company and the nature of its business with regard to purchases of inventory, fixed assets and for the sale of goods and services. Further during the course of our audit, we have not come across any instances of major weaknesses in internal control that in our opinion require correction, but have so continued without correction.
- 5.1 Based on the information and explanations given to us, we are of the opinion that the transactions that need to be entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered.
- 5.2 In our opinion and according to the information and explanations given to us, the transactions which have been entered into, pursuant to contracts that have been entered in the register maintained under Section 301 of the Companies Act, 1956 have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
6. The company has not accepted any deposits from public and consequently, the directives issued by the Reserve Bank of India and the provisions of sections 58A and 58AA or any other relevant provisions of the Act and the rules framed there under are not applicable. According to the information furnished to us, no Order has been passed on the company by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal for non compliance with the provisions of Sections 58A and 58 AA of the Companies Act, 1956.
7. In our opinion, the company has an internal audit system commensurate with the size and nature of its business.
8. The Central Government has not prescribed under section 209 (1) (d) of the Companies Act, 1956 the maintenance of cost records for the products of the Company.



CHARTERED ACCOUNTANTS, BANGALORE, CHENNAI, HYDERABAD, MUMBAI, PUNE, COIMBATORE, KANPUR, DELHI, JAIPUR, AHMEDABAD, BANGALORE AND ADONI

- 9.1 According to the information furnished to us, the company is regular in depositing with appropriate authorities, the undisputed statutory dues including Provident Fund, Investor Education Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service tax, Customs Duty, Excise Duty, Cess and other material statutory dues applicable to it.
- 9.2 According to the information and explanations furnished to us, no undisputed statutory dues mentioned in the preceding paragraph are in arrears, as at the date of the Balance Sheet under report, for a period of more than six months from the date they became payable.
- 9.3 According to the information furnished to us, the following amounts of Income Tax and Sales Tax have been disputed by the company, as at the date of the Balance Sheet under report.

Name of the statute	Nature of the dues	Rupees In lacs	Amount paid under protest (Rs.in lacs)	Financial year to which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income-Tax	7.60		2009-10	CIT(Appeals),Hyderabad
A.P.General Sales Tax Act	Sales Tax	135.86	40.92	2005-06 to 2008-09	High Court of Andhra Pradesh
		33.60	4.20	2005-06 to 2009-10	Appellate Tribunal
Finance Act,1994	Service tax	23.64	---	2005-06 to 2008-09	Commissioner Appeals (Chandigarh)
Central Excise Act,1944	Excise Duty	3.21		2011-12	Commissioner Central Excise, Chandigarh

10. According to the information and explanations furnished to us, the company has been incorporated for a period exceeding five years. It had no accumulated losses at the end of the financial year and it has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.



HYDRABAD, CHENNAI, BANGALORE, COIMBATUR, KOLKATA, MUMBAI, RAIPUR, DELHI, JAIPUR, AHMEDABAD, CHENNAI, BANGALORE AND COOBE

11. In our opinion and according to the information and explanations furnished to us by the company, there were no defaults in repayment of its dues to financial institutions and banks at the date of the Balance Sheet. The Company has not issued any debentures.
12. According to the information and explanation given to us, the company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion and according to the information and explanations furnished to us, the company is not a chit fund or a nidhi/ mutual benefit fund / society and hence the requirements of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company during the year under report.
14. According to the information furnished to us, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the requirements of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
15. According to the information and explanation given to us, the company has not given any guarantees for loans taken by others from banks or financial institutions.
16. According to the information and explanation given to us, on an overall basis, the term loans have been applied for the purpose for which they were raised.
17. According to the information and explanations given to us, and on an overall examination of the balance sheet of the company, we report that funds raised on short-term basis have, prima facie, not been used during the year for long-term investments.
18. According to the information and explanations given to us, the company has not made any preferential allotment of shares during the year to parties and companies covered in the register maintained under section 301 of the Act, or to any others.



CHARTERED ACCOUNTANTS

MEMBERSHIP CENTRE, 1/5, BANGALORE ROAD, HYDERABAD. (A) NEW DELHI, (B) CHENNAI, (C) BANGALORE AND (D) COIMBATORE

19. According to the information and explanations given to us, the company has not issued any debentures during the year under report.
20. The company has not raised any money through public issues during the year. Accordingly, the provisions of clause 4(xx) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company during the year under report.
21. According to the information and explanations given to us, and based on the audit procedures generally adopted by us, we report that, during the year, no fraud on or by the company has been noticed or reported that is either significant or could have caused a material misstatement in the financial statements.

For BRAHMAYYA & Co.,
Firm Registration Number: 000513S
Chartered Accountants

Koteswara Rao SSR
Partner
Membership Number: 18952

Place: Hyderabad

Date : 30th April, 2012