

M/S BRAHMAYYA & CO
Chartered Accountants

48, Masilamani Road
Balaji Nagar
Royapettah
Chennai - 600 014.

M/S SNB ASSOCIATES
Chartered Accountants

12, 3rd floor
Gemini Parsn Commercial Complex
121, Anna Salai
Chennai - 600 006.

**Auditor's Report on Quarterly Financial Results and Year to Date Results of the
Oriental Hotels Limited pursuant to Clause 41 of the Listing Agreement**

To
The Board of Directors
Oriental Hotels Limited
Chennai


1. We have audited the quarterly financial results of **ORIENTAL HOTELS LIMITED (the Company)** for the quarter ended 30th June, 2012 attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. These quarterly financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS)-25 - "Interim Financial Reporting" issued pursuant to the Companies (Accounting Standards) Rules, 2006 as per section 211(3C) of the Companies Act, 1956 and other accounting principles generally accepted in India.
2. 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 results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by



management. We believe that our audit provides a reasonable basis for our opinion.

3. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results:
 - (i) are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard: and
 - (ii) give a true and fair view of the net loss and other financial information for the quarter ended 30th June, 2012.


For BRAHMAYYA & CO
Chartered Accountants
Firm Registration No: 000511S


R. NAGENDRA PRASAD
Partner
Membership No: 20337



Place: Chennai
Date: 17th July, 2012

For SNB ASSOCIATES
Chartered Accountants
Firm Registration No: 015682N


S. LAKSHMANAN
Partner
Membership No: 20045




Hotels Resorts
and Palaces**ORIENTAL HOTELS LIMITED**

Registered Office : Taj Coromandel, 37, Mahatma Gandhi Road, Chennai 600 034

**AUDITED STATEMENT OF FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2012**

(₹ in Lakhs)

Particulars	Quarter Ended		Year Ended	
	June 30	March 31	June 30	March 31
	2012	2012	2011	2012
Income				
(a) Net Sales/Income from Operations	6274	8173	5502	26309
(b) Other Operating Income	43	99	10	236
Total Income From Operations	6317	8272	5512	26545
Expenditure				
(a) Cost of Materials Consumed	815	982	617	3086
(b) Employee Benefits Expenses	1638	1587	1336	5887
(c) Power & Fuel	776	908	598	2667
(d) Depreciation	637	613	386	1955
(e) Other Expenditure	2366	2913	1976	9630
Total Expenses	6232	7004	4913	23205
Profit from Operations before other income, Finance Cost and Exceptional Items	85	1268	599	3340
Other Income	73	203	204	476
Profit from ordinary Activities before Finance Cost and Exceptional Items	158	1471	803	3816
Interest	785	747	299	1935
Profit/(Loss) from Ordinary activities after Finance Cost but before Exceptional Items	(607)	724	504	1881
Exceptional item	-	-	-	-
Profit/(Loss) from Ordinary activities before tax	(607)	724	504	1,881
Add/(Less) Provision for Tax (including Deferred Tax)	199	(239)	(165)	(618)
Net Profit/(Loss) after tax	(408)	485	339	1263
Paid-up Equity Share Capital (Face Value of ₹1/- each)	1786	1786	1786	1786
Reserves excluding Revaluation Reserves				27518
Earnings Per Share (₹)				
Basic and Diluted Earnings per Share- In Rupees - not annualised.	(0.23)	0.27	0.19	0.71



ORIENTAL HOTELS LIMITED
 Registered Office : Taj Coromandel, 37, Mahatma Gandhi Road, Chennai 600 034

**AUDITED STATEMENT OF FINANCIAL RESULTS
 FOR THE QUARTER ENDED JUNE 30, 2012**

Particulars	As at			
	June 30	March 31	June 30	March 31
	2012	2012	2011	2012
Aggregate of Public Shareholding:				
Number of Shares	59,138,821	59,055,832	59,113,863	59,055,832
Percentage of Shareholding	33.11%	33.07%	33.10%	33.07%
Promoters and promoter group Shareholding:				
a) Pledged/Encumbered				
Number of Shares	1,923,610	1,923,610	1,923,610	1,923,610
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	1.61%	1.61%	1.61%	1.61%
Percentage of Shares (as a % of the total share capital of the company)	1.08%	1.08%	1.08%	1.08%
b) Non-encumbered				
Number of Shares	117,536,749	117,619,738	117,561,707	117,619,738
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	98.39%	98.39%	98.39%	98.39%
Percentage of Shares (as a % of the total share capital of the company)	65.81%	65.86%	65.82%	65.86%



1. The global and European financial crises, the deterioration in the economic environment as well as the slowing of the Indian economy have negatively impacted the first quarter operations of the Company.
2. The company has opened a new hotel in Coimbatore - Vivanta by Taj, Surya, with 180 rooms. This is the first hotel in a new market like Coimbatore and has been well received. Although higher operating interest and depreciation costs for the Coimbatore hotel impacted the financials of the company in the first quarter, this investment is expected to bear fruit as the hotel establishes its operations.
3. The Company has also expanded its facilities including 64 additional rooms in Fisherman's Cove in the Chennai area. This hotel continues to be highly profitable, a trend which is expected to strengthen in the period ahead. The investment in new capacities as in Coimbatore and Fisherman's Cove are strategic in nature and will add to the Company's capacity to meet the challenges of the future.
4. Other income consists of interest income of ₹ 73 lakhs (corresponding previous quarter - ₹ 25 lakhs) and dividend income from subsidiary Company - ₹ NIL (corresponding previous quarter - ₹ 179 lakhs).
5. The company has exercised option under Notification No. GSR 914 (E) dated December 29, 2011 issued by the Ministry of Corporate Affairs. In accordance with the said Notification, the foreign exchange loss of ₹ 995.74 lakhs on account of long term foreign currency monetary items during the current quarter have been added to the value of depreciable capital assets.
6. Disclosure of segment wise information is not applicable as Hoteliering is the Company's only business segment.
7. Disclosure on Investor's complaints:

Complaints outstanding at the beginning of the quarter	Received during the quarter	Disposed during the quarter	Unresolved as at the end of the quarter
Nil	1	1	1

8. Figures for the previous year/quarter have been regrouped wherever necessary to conform to the current quarter's presentation.
9. The audited results of the company have been reviewed by the Audit committee and thereafter taken on record by the Board of Directors at its meeting held on July 17, 2012.



For ORIENTAL HOTELS LIMITED

R K KRISHNA KUMAR
CHAIRMAN

Date: July 17, 2012
Place: Chennai

