

**AUDITED STATEMENT OF FINANCIAL RESULTS
FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2010**

₹ in lakhs

Items	Quarter Ended		Half Year Ended		Year ended
	September 30, 2010	September 30, 2009	September 30, 2010	September 30, 2009	March 31, 2010
Net Sales/Income from Operations	5952.09	5347.64	12011.04	10111.79	22825.46
Other Operating Income	23.94	28.36	63.48	43.66	99.57
Total Income	5976.03	5376.00	12074.52	10155.45	22925.03
Expenditure					
a. Consumption of Raw Materials	602.78	496.75	1189.00	957.16	2121.16
b. Staff Costs	1229.97	1033.76	2354.35	2076.15	4098.43
c. Fuel, Power and Light	526.66	472.58	1049.95	917.47	1860.25
d. Depreciation	501.03	483.03	1005.70	966.57	1960.85
e. Other Expenditure	1687.60	1496.15	3268.50	2770.88	6171.82
Total	4548.04	3982.27	8867.50	7688.23	16212.51
Profit from Operations before Other Income, Interest and Exceptional Items	1427.99	1393.73	3207.02	2467.22	6712.52
Other Income	0.00	0.00	0.00	0.00	0.00
Profit before Interest and Exceptional Items	1427.99	1393.73	3207.02	2467.22	6712.52
Interest (Net)	298.61	329.57	562.63	655.65	1216.71
Profit after Interest but before Exceptional Items	1129.38	1064.16	2644.39	1811.57	5495.81
Exceptional Item - Others	0.00	0.00	0.00	0.00	0.00
Profit from Ordinary Activities before tax	1129.38	1064.16	2644.39	1811.57	5495.81
Provision for Tax (Including Deferred Tax)	383.51	362.00	887.85	620.22	1886.03
Tax Provision of earlier years (Net)	2.94	2.06	2.94	2.06	(17.11)
Profit from Ordinary Activities after tax	742.93	700.10	1753.60	1189.29	3626.89
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					28013.14
Earnings Per Share (₹)					
Basic and diluted	1.18	1.12	2.80	1.90	5.78
Aggregate of Public Shareholding:					
Number of Shares	15680170	15680170	15680170	15680170	15680170
Percentage of Shareholding	25.01%	25.01%	25.01%	25.01%	25.01%
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	47021325	47021325	47021325	47021325	47021325
- 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%	74.99%	74.99%	74.99%

Contd....

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

₹ In lakhs

Items	Half Year Ended		Year ended	
	September 30, 2010	September 30, 2009	March 31, 2010	
1	SHAREHOLDERS' FUNDS:			
	(a) Capital	1,254.03	1,254.03	1,254.03
	(b) Reserves and Surplus	29,766.73	27,037.85	28,013.14
2	LOAN FUNDS			
		14,443.93	15,378.59	12,533.01
3	LONG TERM TRADE DEPOSITS			
		197.84	95.56	87.43
4	DEFERRED TAX LIABILITY (NET)			
		1,765.49	1,409.02	1,607.64
	TOTAL	47,428.02	45,175.05	43,495.25
1	FIXED ASSETS			
		46,850.28	44,892.92	45,977.29
2	INVESTMENTS			
		1.80	-	1.80
3	CURRENT ASSETS, LOANS AND ADVANCES			
	(a) Inventories	455.20	387.20	440.96
	(b) Sundry Debtors	886.21	1,156.49	683.93
	(c) Cash and Bank balances	287.80	264.62	288.65
	(d) Loans and Advances	2,515.52	2,367.76	2,168.40
		4,144.73	4,176.07	3,581.94
	Less: Current Liabilities and Provisions			
	(a) Liabilities	3,710.96	4,052.17	4,516.73
	(b) Provisions	-	-	1,699.25
		3,710.96	4,052.17	6,215.98
	NET CURRENT ASSETS	433.77	123.90	(2,634.04)
4	MISCELLANEOUS EXPENDITURE (NOT WRITTEN OFF OR ADJUSTED)			
		142.17	158.23	150.20
	TOTAL	47,428.02	45,175.05	43,495.25

Notes:

- 1 Disclosure of segment - wise information is not applicable as hoteliering is the Company's only business segment
- 2 For the half year ended September 30, 2010, the turnover at ₹ 120.74 crores improved by 19% and profit after tax at ₹ 17.54 crores improved 47% over the corresponding half-year of the preceding year.
- 3 Disclosure on Investors' complaints:

Complaints outstanding at the beginning of the quarter	Received during the quarter	Disposed off during the quarter	Unresolved as on 30.09.2010
NIL	NIL	NIL	NIL

- 4 In view of the seasonality of the business, the financial results for the second quarter and the half year are not indicative of the full year's performance.
- 5 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 29th October 2010. The results for the quarter and half year ended 30.09.2010 have been audited by the Statutory Auditors of the Company
- 6 Figures of the previous year / period have been regrouped to conform to the current year / period presentation.

By Order of the Board

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