



ROYAL ORCHID HOTELS LTD.,

Corporate Office :
1, Golf Avenue, Adjoining KGA Golf Course,
HAL Airport Road, Kodihalli, Bangalore - 560 008, India.
T +91 80 406 12345, F : +91 80 406 12346
www.royalorchidhotels.com
CIN : L55101KA1986PLC007392

Date: August 12, 2016

To,
The Manager,
Department of Corporate Services,
Bombay Stock Exchange Limited
Floor 25, P. J. Towers,
Dalal Street,
Mumbai - 400 001

To,
The Manager,
Department of Corporate Services,
National Stock Exchange of India Limited,
Exchange Plaza, Plot no. C/1, G Block
Bandra Kurla Complex, Bandra (E)
Mumbai - 400 051

Sub: Submission of Unaudited Standalone Financial Results along with Limited Review Report for the First Quarter ended 30.06.2016, approved at the Board Meeting held on August 12, 2016

Dear Sir/Madam,

We would like to inform you that pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith, Unaudited Standalone Financial Results along with Limited Review Report thereon, duly certified by the Statutory Auditors of the Company, for the first quarter ended **June 30, 2016**, duly reviewed by the Audit Committee and approved by the Board of Directors of the Company at the their respective Meetings held on August 12, 2016.

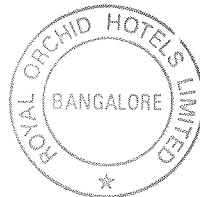
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Thanking you,

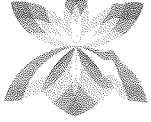
Yours Sincerely,

For, ROYAL ORCHID HOTELS LIMITED

C. K. BALJEE
DIN: 00081844
MANAGING DIRECTOR



Encl: A/A



ROYAL ORCHID HOTELS LIMITED

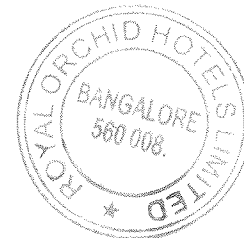
Registered Office : No.1, Golf Avenue, Adjoining KGA Golf Course, Airport Road, Bengaluru - 560 008.

FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2016

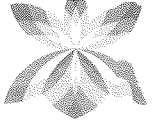
(₹ in Lakhs)

PART I	Particulars	STANDALONE			
		Quarter ended		Year ended	
		30 Jun 2016 (Unaudited)	31 Mar 2016 (Audited) Refer note 7	30 Jun 2015 (Unaudited)	31 Mar 2016 (Audited)
1	Income from operations				
	(a) Income from operations	1,943.04	2,420.00	1,865.01	8,785.33
	(b) Other operating income	-	-	-	-
	Total income from operations	1,943.04	2,420.00	1,865.01	8,785.33
2	Expenses				
	(a) Cost of materials consumed	267.30	314.47	257.33	1,204.16
	(b) Employee benefits expense (Refer Note 3)	414.40	376.33	456.86	1,834.64
	(c) Depreciation and amortisation expense	117.66	144.14	78.90	399.76
	(d) Rent expense	219.67	262.81	242.03	1,030.71
	(e) Power and fuel expense	223.32	280.20	228.89	959.26
	(f) Foreign exchange fluctuation loss (net) (Refer Note 6)	101.73	-	-	-
	(g) Other expenses	602.35	805.59	565.39	2,690.14
	Total expenses	1,946.43	2,183.54	1,829.40	8,118.67
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	(3.39)	236.46	35.61	666.66
4	Other income	92.21	228.47	18.80	560.73
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	88.82	464.93	54.41	1,227.39
6	Finance costs	139.35	161.07	147.73	611.01
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(50.53)	303.86	(93.32)	616.38
8	Exceptional items				
	(a) Termination fee from a management contract (Refer Note 4)	-	-	132.00	132.00
9	Profit / (Loss) from ordinary activities before tax (7+8)	(50.53)	303.86	38.68	748.38
10	Tax expense / (credit) on ordinary activities	-	-	-	-
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	(50.53)	303.86	38.68	748.38
12	Extraordinary items	-	-	-	-
13	Net Profit / (Loss) for the period (11+12)	(50.53)	303.86	38.68	748.38
14	Paid-up equity share capital (Face Value of ₹10 per share)	2,723.40	2,723.40	2,723.40	2,723.40
15	Reserve excluding Revaluation Reserves	-	-	-	16,713.11
16.i	Earnings per share in ₹ (not annualised):				
	(a) Basic	(0.19)	1.12	0.14	2.75
	(b) Diluted	(0.19)	1.12	0.14	2.75
16.ii	Earnings per share from discontinuing operations in ₹ (not annualised):				
	(a) Basic	-	-	-	-
	(b) Diluted	-	-	-	-

See accompanying notes to the financial results.



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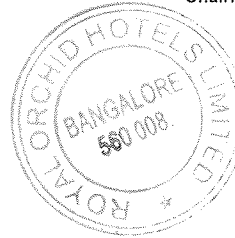
Notes:

1. The above financial results were reviewed by the audit committee and approved by the Board of Directors on 12 August 2016.
2. Disclosure of segment-wise information is not applicable as hospitality is the Company's only business.
3. The Company had received approval from the Central Government ('the CG') for payment of remuneration amounting ₹ 138.10 lakhs to the Managing Director ('the MD') vide letter dated 05 February 2015 received during the quarter ended June 30, 2015, in relation to fiscal 2015, and recognised incremental remuneration amounting ₹ 18.10 lakhs during the quarter ended 30 June 2015.
4. On 30 June 2014, the Company terminated the 'Hotel Operations Agreement' with Samhi Hotels Private Limited ('Samhi') in lieu of termination fee of ₹ 332.00 lakhs, of which ₹ 132.00 lakhs was payable by Samhi to the Company on completion of certain contractual obligations. The Company recorded fees from termination of management contract amounting to ₹ 200.00 lakhs, being the initial consideration during the year ended 31 March 2015 and ₹ 132.00 lakhs on receipt during the three months ended 30 June 2015 on completion of the required contractual obligations. The aforesaid fee of ₹ 132.00 lakhs has been disclosed separately as an exceptional item for the quarter ended 30 June 2015 and year ended 31 March 2016.
5. The current liabilities of the Company exceed its current assets by ₹ 1,350.71 lakhs as at 30 June 2016 and the Company is also committed to provide financial and operational support to a jointly controlled entity and two subsidiaries. In view of the term loan facility firmed up with a financial institution, plans for improving operating cash flows through cost synergies, exploring avenues of enhancing revenues, disposing off certain investments and restructuring of debt in one of the subsidiaries etc., the management is confident of improving and maintaining sustainable operating cash flows and accordingly the Statement is prepared and presented on a going concern basis, which contemplates realization of assets and settlement of liabilities in the normal course of business.
6. Foreign exchange fluctuation loss (net) for the quarter ended 30 June 2016 includes ₹ 114.39 lakhs of loss relating to earlier years.
7. Figures of the quarter ended March 31, 2016 are the balancing figures between audited figures in respect of the full financial year and published year to date figures up to the third quarter of the relevant financial year which were subjected to limited review by the statutory auditors of the Company.
8. The previous period/year figures have been regrouped/reclassified wherever necessary to conform to the classification of the current period.

For Royal Orchid Hotels Limited


C K Baljee
Chairman and Managing Director

Place: Bengaluru
Date: 12 August 2016



INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF ROYAL ORCHID HOTELS LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **ROYAL ORCHID HOTELS LIMITED** ("the Company") for the Quarter ended June 30, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Accounting Standard for Interim Financial Reporting (AS-25), 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 issue a report on the Statement based on our review.
2. 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. 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 provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards 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, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We draw attention to Note 5 of the Statement. As stated therein, the Company's current liabilities exceeded its current assets as at the June 30, 2016 by Rs 1,350.71 lakhs. Further, the Company is committed to provide financial and operational support to a jointly controlled entity and two of its subsidiaries. These conditions indicate the existence of a material uncertainty that 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 considering the term loan facility firmed up with a financial institution, management's assessment of future operational plans and cash flows to discharge its liabilities in the normal course of business and other mitigation plans as described in the said Note. The ability of the Company to continue as a going concern is dependent on the successful outcome of the mitigation plans. Our report is not qualified in respect of this matter.



For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

A handwritten signature in black ink, appearing to read "Monisha Parikh".

Monisha Parikh
(Partner)
(Membership No. 47840)

BANGALORE, August 12, 2016
MP/VMS/MSK 2016