

AUDITORS REPORT ON THE QUARTERLY FINANCIAL RESULTS AND YEAR TO DATE RESULTS OF THE COMPANY

TO
THE BOARD OF DIRECTORS,
BENARES HOTELS LIMITED

We have audited the financial results of Benares Hotels Limited for the quarter ended 31st March, 2014 and the year to date results for the period from 1st April 2013 to 31st March, 2014, 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 results as well as the year to date 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 the Accounting Standards notified under the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India

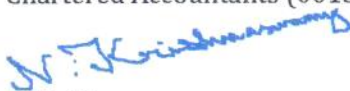
We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis,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

In our opinion and to the best of our information and according to the explanations given to us, these quarterly financial results as well as the year to date results

- (i) are presented in accordance with the requirements of clause 41 of the Listing agreement in this regard,
- (ii) give a true and fair view of the net profit and of other financial information for the quarter ended 31st March, 2014 as well as the year to date results for the period from 1st April 2013 to 31st March, 2014.

Further we also report on the basis of the books of accounts and other records and information and explanation given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found them to be correct.

For N. Krishnaswamy & Co.
Chartered Accountants (001555)


N. Krishnaswamy
Partner (M.No. 004797)
29th April, 2014



BENARES HOTELS LIMITED

**STATEMENT OF AUDITED FINANCIAL RESULTS
FOR THE QUARTER AND YEAR ENDED MARCH 31, 2014**

₹ in Lacs

Particulars	Quarter Ended			Year Ended	Year Ended
	March 31, 2014	December 31, 2013	March 31, 2013	March 31, 2014	March 31, 2013
1 Income from Operations					
(a) Net Sales/Income from Operations	1,411.05	1,489.45	1,360.63	4,319.35	3,919.69
(b) Other Operating Income	-	-	-	-	-
Total Income from Operations (Net)	1,411.05	1,489.45	1,360.63	4,319.35	3,919.69
2 Expenses					
(a) Consumption of Raw Materials	137.72	166.57	118.16	478.06	386.57
(b) Employee Benefit Expenses	149.25	152.04	150.28	630.85	597.19
(c) Operating Fee	121.97	120.18	116.95	319.87	296.00
(d) Fuel, Power and Light	74.02	85.32	80.83	352.12	300.25
(e) Depreciation	49.08	48.97	45.29	190.28	180.51
(f) Other Expenditure	292.58	347.30	313.08	1,065.00	970.27
Total Expenditure	824.62	920.38	824.59	3,036.18	2,730.79
3 Profit from operations before other Income, finance costs and exceptional items	586.43	569.07	536.04	1,283.17	1,188.90
4 Other Income	32.09	22.34	20.71	92.53	64.93
5 Profit from ordinary activities before finance cost and exceptional Items	618.52	591.41	556.75	1,375.70	1,253.83
6 Finance cost	-	-	-	-	-
7 Profit from ordinary activities after finance cost but before exceptional Items	618.52	591.41	556.75	1,375.70	1,253.83
8 Exceptional items	-	-	-	-	-
9 Profit from ordinary activities before tax	618.52	591.41	556.75	1,375.70	1,253.83
10 Tax Expense	206.26	203.12	152.51	477.71	396.22
Net Profit from ordinary activities after tax	412.26	388.29	404.24	897.99	857.61
12 Extra ordinary items	-	-	-	-	-
13 Net Profit for the period	412.26	388.29	404.24	897.99	857.61
Paid-up Equity Share Capital (Face value per share - ₹ 10 each)	130.00	130.00	130.00	130.00	130.00
Reserves (excluding Revaluation Reserves)				4,180.88	3,587.08
Earnings Per Share (₹)					
Basic and Diluted (not annualised)	31.71	29.87	31.10	69.08	65.97

Anant Narayan Singh

Particulars	Quarter Ended			Year Ended	Year Ended
	March 31, 2014	December 31, 2013	March 31, 2013	March 31, 2014	March 31, 2013

ART II

SELECT INFORMATION FOR QUARTER ENDED MARCH 31, 2014

SELECT INFORMATION FOR QUARTER ENDED MARCH 31, 2014					
A. PARTICULARS OF SHAREHOLDING					
Aggregate of Public Shareholding:					
Number of Shares	488062	488062	488062	4,88,062	4,88,062
Percentage of Shareholding	37.54%	37.54%	37.54%	37.54%	37.54%
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	811938	811938	811938	811938	811938
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)	62.46%	62.46%	62.46%	62.46%	62.46%
B. INVESTOR COMPLAINTS	Quarter ended March 31, 2014				
Pending at the beginning of the quarter					0
Received during the quarter					0
Disposed off during the quarter					0
Remaining unresolved at the end of the quarter					0

Anant Harman Singh

BENARES HOTELS LIMITED
STATEMENT OF ASSETS AND LIABILITIES

₹ in Lacs

Particulars	As at	As at
	MARCH 31, 2014	MARCH 31, 2013
	Audited	Audited
A EQUITY AND LIABILITIES		
1 Shareholders' Funds		
(a) Share Capital	130.00	130.00
(b) Reserves and Surplus	4,180.88	3,587.08
Sub-total- Shareholders funds	4,310.88	3,717.08
Non-current liabilities		
(a) Deferred tax liabilities (Net)	245.64	234.31
(b) Long term provisions	15.92	13.32
Sub-total- Non - current liabilities	261.56	247.63
Current Liabilities		
(a) Trade payables	310.13	433.03
(b) Other current liabilities	309.92	251.12
(c) Short term provisions	308.28	307.62
Sub-total- Current liabilities	928.33	991.77
TOTAL - EQUITY AND LIABILITIES	5,500.77	4,956.48
B ASSETS		
Non - current assets		
(a) Fixed Assets (including Capital work-in-progress)	3,646.59	3,108.90
(b) Long - term loans and advances	71.15	55.25
Sub-total- Non - current assets	3,717.74	3,164.15
Current assets		
(a) Inventories	105.03	88.39
(b) Trade receivables	245.98	234.36
(c) Cash and cash equivalents	232.72	1,269.59
(d) Short - term loans and advances	1,159.65	85.67
(e) Other current assets	39.65	114.33
Sub-total- Current assets	1,783.03	1,792.34
TOTAL - ASSETS	5,500.77	4,956.49

Anant Harsham Singh

Notes :

- 1 The Company registered an increase of 4% and 10% in Incomes from Operations for the quarter and year ended March 31, 2014 respectively.
- 2 In view of the seasonality of the Company's business, the financial results for the quarter March 31, 2013 are not indicative of the full year's performance.
- 3 Disclosure of segment-wise information is not applicable as hoteliering is the Company's only business segment.
- 4 Figures for the previous period have been restated, wherever necessary, to conform to the current period's presentation.
- 5 The figures for the quarter ended 31st March, 2014 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
- 6 The results for the quarter and year ended March 31, 2014, have been audited by the Statutory Auditors of the Company. The aforementioned results were taken on record by the Board at its meeting held on April 29, 2014.
- 7 The Board of Directors has recommended a dividend of 200% i.e. Rs. 20/- per share.

Dated : April 29, 2014

Place: Mumbai

Registered Office :
Nadesar Palace Compound,
Varanasi - 221 002

For **BENARES HOTELS LIMITED**



DR. ANANT NARAIN SINGH
CHAIRMAN