

BENARES HOTELS LIMITED

**STATEMENT OF FINANCIAL RESULTS
FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2020**

Figures in ₹ Lakhs

Particulars	Quarter Ended			Half year ended		Year Ended
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	Sep 30, 2020	Jun 30, 2020	Sep 30, 2019	Sep 30, 2020	Sep 30, 2019	Mar 31, 2020
1 Income from Operations	291.93	56.39	1,121.58	348.32	2,299.70	6,363.56
2 Other Income	3.71	47.74	0.85	51.45	6.40	20.14
3 Total Income	295.64	104.13	1,122.43	399.77	2,306.10	6,383.70
4 Expenses						
a. Cost of Materials Consumed	39.25	4.19	121.87	43.44	251.29	620.06
b. Employee Benefits Expense	197.18	235.75	288.18	432.93	566.80	1,123.72
c. Operating Fee	7.63	1.78	62.53	9.41	130.13	452.83
d. Fuel, Power and Light	69.31	46.68	124.79	115.99	260.25	466.72
e. Depreciation and Amortisation Expense	166.82	168.77	149.66	335.59	292.62	638.10
f. Finance Costs	26.84	21.08	27.09	47.92	49.18	107.64
g. Other Expenditure	190.48	128.78	339.89	319.26	693.24	1,624.96
Total Expenses	697.51	607.03	1,114.01	1,304.54	2,243.51	5,034.03
5 Profit/ (Loss) before Exceptional Items	(401.87)	(502.90)	8.43	(904.77)	62.59	1,349.67
Exceptional items	-	-	-	-	-	-
6 Profit/ (Loss) before tax	(401.87)	(502.90)	8.43	(904.77)	62.59	1,349.67
Tax Expense						
Income Tax	-	-	0.06	-	13.78	312.15
Deferred Tax	(99.06)	(126.48)	(56.69)	(225.54)	(54.04)	(23.68)
7 Tax Expense	(99.06)	(126.48)	(56.63)	(225.54)	(40.26)	288.47
8 Profit/ (Loss) after tax from continuing operations	(302.81)	(376.42)	65.06	(679.23)	102.85	1,061.20
9 Other Comprehensive Income/ (loss) (Net of tax)						
Items that will not be reclassified subsequently to profit and loss						
Remeasurement of defined benefit obligation	-	-	-	-	-	(16.44)
Less :-income tax expense	-	-	-	-	-	(4.14)
Other Comprehensive income for the period, net of tax	-	-	-	-	-	(12.30)
Total Comprehensive Income (Comprising Profit/ (Loss) and Other Comprehensive Income (after tax))	(302.81)	(376.42)	65.06	(679.23)	102.85	1,048.90
Paid-up Equity Share Capital (Face value per share - ₹ 10 each)	130.00	130.00	130.00	130.00	130.00	130.00
Other Equity (excluding Revaluation Reserves)						7,701.28
Earnings Per Share (Face value - ₹ 10 each)						
Basic and Diluted (in ₹) (* not annualised)	* (23.29)	* (28.96)	* 5.00	* (52.25)	* 7.91	81.63
See accompanying notes to the financial results						



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BENARES HOTELS LIMITED
STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2020

Figures in ₹ Lakhs

Particulars	As at	As at	As at
	Sep 30, 2020	Sep 30, 2019	Mar 31, 2020
	Unaudited	Unaudited	Audited
ASSETS			
NON-CURRENT ASSETS			
Property, Plant and Equipment	8,551.19	8,042.03	8,866.53
Right of Use Assets	125.64	128.49	127.16
Capital work-in-progress	12.48	619.36	4.02
Intangible Assets	60.84	81.27	71.44
	8,750.15	8,871.15	9,069.15
Financial Assets:			
Other non-current financial assets	23.96	25.29	23.96
Advance income tax (net)	60.39	376.10	187.22
Other Non-current Assets	83.72	91.95	108.60
	8,918.22	9,364.49	9,388.93
CURRENT ASSETS			
Inventories	95.19	107.53	105.36
Financial Assets:			
Trade and other receivables	79.01	234.95	432.87
Cash and Cash Equivalents	31.09	60.94	181.72
Other Balances with Banks	171.71	57.44	51.20
Other financial assets	123.48	72.93	146.94
Other Current Assets	182.14	86.96	172.57
	682.62	620.75	1,090.66
TOTAL ASSETS	9,600.84	9,985.24	10,479.59
EQUITY AND LIABILITIES			
EQUITY			
Equity Share capital	130.00	130.00	130.00
Other Equity	6,924.56	6,755.41	7,701.28
Total Equity	7,054.56	6,885.41	7,831.28
LIABILITIES			
Non-current Liabilities			
Financial Liabilities:			
Lease Liabilities	352.86	345.08	349.26
Employee benefit obligations	42.69	46.58	35.30
Deferred Tax Liabilities (net)	340.48	535.66	566.03
	736.03	927.32	950.59
Current Liabilities			
Financial Liabilities:			
Borrowings	1,050.12	1,000.00	550.00
Trade Payables			
- Due to Micro and Small Enterprises	2.68	5.00	5.61
- Due to Others	270.23	416.04	559.71
Other financial Liabilities	289.47	504.45	346.50
Employee benefit obligations	39.63	8.63	39.63
Other current liabilities	158.12	238.39	196.27
	1,810.25	2,172.51	1,697.72
TOTAL EQUITY AND LIABILITIES	9,600.84	9,985.24	10,479.59

BENARES HOTELS LIMITED
STATEMENT OF CASH FLOW
FOR THE HALF YEAR ENDED SEPTEMBER 30, 2020

Figures in ₹ Lakhs

Particulars	For the Half Year ended	For the Half Year ended	For the Year ended
	Sep 30, 2020	Sep 30, 2019	Mar 31, 2020
	Unaudited	Unaudited	Audited
Net Profit Before Tax	(904.77)	62.59	1349.67
Adjustments For :			
Depreciation and Amortisation	334.07	291.11	635.06
Depreciation on Right of Use Assets	1.52	1.52	3.03
(Gain)/ Loss on sale of assets	-	33.49	33.49
Finance Cost	30.30	31.93	72.96
Interest on lease liability	17.62	17.25	34.68
Interest Income	(44.30)	(4.70)	(15.03)
Provision for doubtful debts	29.22	-	15.32
Other Non Cash transaction	(7.01)	-	-
Provision for Employee Benefits	-	-	(16.44)
	361.42	370.60	763.07
Cash Operating Profit before working capital changes	(543.35)	433.19	2,112.74
Adjustments For :			
Trade Receivables	324.63	199.96	(13.28)
Inventories	10.17	20.70	22.87
Non Current- Other Financial Asset	-	0.94	2.25
Other non-current assets	32.71	34.75	4.92
Current-Other Financial Assets	24.02	53.53	(21.06)
Other current assets	(9.56)	(34.52)	(120.13)
Trade Payables	(292.38)	(277.42)	(125.91)
Current liabilities- Other Financial Liabilities	(70.29)	144.38	89.00
Other Liabilities & Provisions	7.39	(1.23)	18.48
Total Changes in working capital (increase)/decrease in operating assets	26.69	141.09	(142.86)
Cash Generated from Operating Activities	(516.66)	574.28	1,969.88
Direct Taxes Paid	126.83	(188.27)	(293.62)
Net Cash From Operating Activities (A)	(389.83)	386.01	1,676.26
Cash Flow From Investing Activities			
Purchase of Fixed Assets	(55.11)	(846.21)	(1,517.70)
Proceeds from Sale of Fixed Assets	-	50.07	50.07
Interest Received	43.73	6.71	17.64
Bank Balances not considered as Cash and Cash Equivalents	(120.50)	120.78	127.02
Net Cash Used In Investing Activities (B)	(131.88)	(668.65)	(1,322.97)
Cash Flow From Financing Activities			
Payment of lease liabilities	(7.01)	(6.38)	(27.20)
Proceeds from other short-term borrowings	500.12	500.00	50.00
Interest Paid	(24.53)	(26.98)	(71.31)
Dividend Paid (Including tax on dividend)	(97.50)	(235.08)	(235.08)
Net Cash From/ (Used) In Financing Activities (C)	371.08	231.56	(283.59)
Net Increase/ (Decrease) in Cash and cash equivalents (A + B + C)	(150.63)	(51.08)	69.70
Opening balance of Cash and cash equivalents	181.72	112.02	112.02
Closing balance of Cash and cash equivalents	31.09	60.94	181.72
Net Increase/ (Decrease) in Cash and cash equivalents	(150.63)	(51.08)	69.70

Notes:

1. These results were reviewed by the Audit Committee of the Board on October 23, 2020 and subsequently approved by the Board of Directors at its meeting held on October 23, 2020. The results have been reviewed by the Statutory Auditors of the Company.
2. As per the notification issued by Ministry of Corporate Affairs (MCA) on 24th July 2020, the company has elected to exercise the option given under para 46A and 46B of Ind AS 116, Accounting for Lease, on rental concessions received during the COVID-19. Accordingly, the company has recognized the waiver of lease rentals of INR 7.01 Lakhs received for its hotel Taj Nadesar Palace for the period 01st Apr'20 to 30th Jun'20 as other income.
3. These financial results for the quarter and half year ended September 30, 2020 and corresponding period of the previous year have been prepared in accordance with the recognition and measurement principles as laid down in the Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules i.e. Companies (Indian Accounting Standards) Rule, 2015 and the other accounting practices & policies generally accepted in India.
4. Results for the quarter and half year ended September 30, 2020 are not comparable with the corresponding quarter and half year of the previous year due to the impact of Covid 19 pandemic, as explained in para 5 below.

5. Disclosure on COVID-19

COVID -19 pandemic continues to weigh heavily on the travel and tourism business. The ease out of restrictions in phased manner under Unlock 2020 guidelines assisted in revival of the operation, though at slower speed.

The hotel units at Varanasi were allowed to open on 10th June 2020 and the hotel unit at Gondia was allowed to open from 08th July 2020 with certain restrictions. The guidelines and restrictions imposed to run the hotel is subject to change as per the government directives.

The Company has assessed the possible impacts of COVID-19 in preparation of the interim financial results, including but not limited to its assessment of liquidity and going concern assumption, recoverable values of its financial and non-financial assets and impact on revenues and costs. The Company has considered internal and external sources of information and based on current estimates, expects to recover the carrying amount of these assets.

The impact of COVID-19 may be different from that estimated at the date of approval of these interim financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

The management has secured additional financing facility to enable the Company to meet its obligations as they fall due and for its operational needs for the next 12 months. Accordingly, the financial statements of the Company have been prepared on a going concern basis.

6. The Code on Social Security, 2020 ('Code') relating to employee benefits, during employment and post-employment, received Presidential assent on September 28, 2020.

The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the rules for quantifying the financial impact are yet to be framed. In view of this, the Company will assess and record the financial impact of the Code when it comes into effect.

7. Disclosure of segment wise information is not applicable as Hoteliering is the Company's only business segment.
8. The results for the quarter and half year ended September 30, 2020 are available on the Bombay Stock Exchange website (URL: www.bseindia.com) and on the Company's website (URL: www.benareshotelslimited.com).

For **BENARES HOTELS LIMITED**

Dated: October 23, 2020
Place: Varanasi

DR. ANANT NARAIN SINGH
CHAIRMAN
(DIN: 00114728)



UDIN: 20201402AAAACJ8053