

INDEPENDENT AUDITORS' REPORT

To the Members of
Gangetic Hotels Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Gangetic Hotels Private Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit & Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor

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considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its loss and its cash flows for the year ended on that date.

Emphasis of Matters

Attention is invited to Note 34 of financial statements wherein it has been stated that the balances of Sundry Debtors and Sundry Creditors are subject to confirmation, reconciliation and consequent adjustment, if any, with the respective parties.

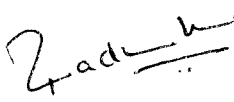

Our opinion is not qualified/ modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

1. As required by Companies (Auditor's Report) order 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in the Annexure 'A' a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143 (3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) rules, 2014.

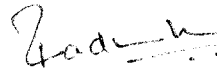
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- e) On the basis of written representations received from the directors as on 31 March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operative effectiveness of such controls, refer to our separate report in Annexure 'B'.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of Companies (Audit and Auditor) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. As informed to us, the company does not have any pending litigations which may have an impact on the financial statements of the company.
 - ii. As informed to us, the Company did not enter into any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. As explained to us, there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Jain Kapoor & Co.

Chartered Accountants

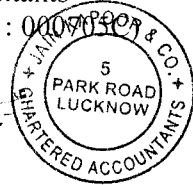
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Radhika Tandon

Partner

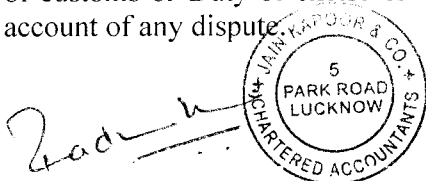
Membership Number 400478



Place: Lucknow
Date: 05.08.2016

ANNEXURE 'A' TO THE INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS OF GANGETIC HOTELS PRIVATE LIMITED FOR THE YEAR ENDED 31.03.2016. (Referred to under Report on Other Legal and Regulatory Requirements in our report of even date)

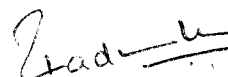
- (i) (a) The fixed assets register was stated to be in the process of preparation and reconciliation with the books of accounts and hence was subject to verification.
- (b) As informed to us, physical verification of substantial portion of fixed assets has been carried out by the management during the year which, in our opinion is reasonable. We have been explained that the company shall be comparing physical verification of fixed assets done during the year with book records on preparation of fixed assets register. As such, we are unable to comment whether any material discrepancies were noticed during the course of such verification.
- (c) We have been explained that the aspect of availability of title deeds of immovable properties is applicable only in respect of land held by the company. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of land are held in the name of the Company.
- (ii) As informed to us, physical verification of inventory has been conducted by the management at year-end. In our opinion, the frequency of verification is reasonable. We have been explained that no material discrepancies were noticed on physical verification of inventory with book records.
- (iii) As informed to us, the company has not granted any loans secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Hence, paragraph 3(iii)(a), 3(iii)(b) and 3(iii)(c) of the Order is not applicable to the company during the year under audit.
- (iv) As informed to us, the company has not granted any loans, investments, guarantees and security, hence compliance with the provisions of Section 185 and 186 of the Act does not arise.
- (v) The company has not accepted any deposits from the public.
- (vi) We have been informed that the Central Government has not prescribed maintenance of cost records under section 148(1) of the Companies Act, 2013.
- (vii) (a) On the basis of information and explanations given to us and according to the records of the company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues applicable to the company are generally being regularly deposited by the company with the appropriate authorities. According to the information and explanations furnished to us, there are no arrears of undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service tax, Duty of customs, Duty of Excise, Value added tax, Cess and any other statutory dues which have remained outstanding as on 31.03.2016 for a period of more than 6 months from the date they become payable.
- (b) As far as we could ascertain and on the basis of representations made to us by the management there are no dues of Income tax or Sales Tax or Service Tax or Duty of customs or Duty of excise or Value added tax which has not been deposited on account of any dispute.



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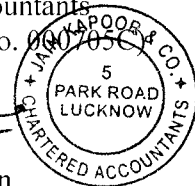
- (viii) According to the information and explanations furnished to us, the company has not defaulted in repayment of loans or borrowings to banks. The company has not taken any loan either from financial institutions or from government and has not issued any debentures.
- (ix) According to the information and explanations furnished to us, the company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year.
- (x) It has been represented to us by the management that no fraud by the company or any fraud on the Company by its officers/ employees has been noticed or reported during the year.
- (xi) According to the information and explanations furnished to us, the company has not paid/ provided any managerial remuneration during the year, hence provisions of section 197 read with schedule V of the Act is not applicable to the company.
- (xii) As far as we could ascertain and on the basis of details furnished to us, the company is not a Nidhi Company. Hence, paragraph 3(xii) of the Order is not applicable to the company.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the company has not made any preferential allotment / private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) It has been represented to us by the management that the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly paragraph 3(xv) of the Order is not applicable.
- (xvi) According to the information and explanations furnished to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

for Jain Kapoor & Co.,
Chartered Accountants
(Firm's Reg. No. 000705C)



Radhika Tandon
Partner

Membership No. 400478



Place: Lucknow
Date: 05.08.2016

ANNEXURE 'B' TO INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS OF GANGETIC HOTELS PRIVATE LIMITED FOR THE YEAR ENDED 31.03.2016. (Referred to in paragraph 2(f) under Report on Other Legal and Regulatory Requirements in our Independent Auditors' Report of even date)

Report on the Internal Financial Controls under Clause (i) of Sub section 3 of Section 143 of the the Act

We have audited the internal financial controls over financial reporting of Gangetic Hotels Private Limited ("the company") as of March 31, 2016 in conjunction with our audit of the financial statements of the company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities includes the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

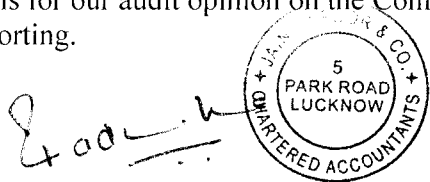
Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of Internal Financial Controls, both applicable to an audit of Internal Financial Controls and both issued by the ICAI. Those standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

A handwritten signature in blue ink is written over a circular stamp. The stamp contains the text: "5 PARK ROAD LUCKNOW" in the center, "CHARTERED ACCOUNTANTS" around the bottom inner edge, and "JAIN & CO." around the top inner edge. There are small stars on the left and right sides of the stamp.

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Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial controls over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditure of the company are being made only in accordance with authorizations of management and directors of the company; and;
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, except for the possible effects of non-preparation of fixed assets register in exercise of proper control over its fixed assets particularly in identifying material discrepancies on physical verification of fixed assets on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountant of India.

for Jain Kapoor & Co.,
Chartered Accountants
(Firm Reg. No. 00070520)



Radhika Tandon
Partner

Membership No. 400478



Place: Lucknow
Date : 05.08.2016

GANGETIC HOTELS PRIVATE LIMITED
BALANCE SHEET AS AT 31-03-2016

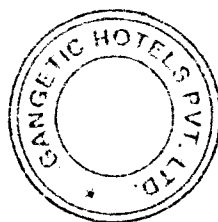
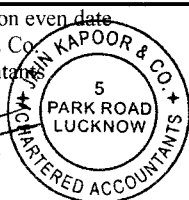
(Amount In Rupees)

Particulars	Note No.	Figures as at 31.03.2016		Figures as at 31.03.2015	
		Amount	Amount	Amount	Amount
I. EQUITY AND LIABILITIES					
(1) Shareholders' Fund					
(a) Share Capital	1	49,919,980.00		49,919,980.00	
(b) Reserves & Surplus	2	(16,097,922.10)	33,822,057.90	377,616,021.30	427,536,001.30
(2) Non- Current Liabilities					
(a) Long - Term Borrowings	3	1,234,142,499.48		1,318,515,268.47	
(b) Deferred Tax Liabilities (Net)		31,700,000.00		-	
(c) Other Long Term Liabilities	4	8,485,312.96		580,238.48	
(c) Long - Term Provisions	5	1,152,000.00	1,275,479,812.44	675,682.00	1,319,771,188.95
(3) Current Liabilities					
(a) Short- Term Borrowings	6	786,475,286.00		492,922,163.00	
(b) Trade Payables	7	12,945,245.12		7,204,913.33	
(c) Other Current Liabilities	8	142,887,798.12		120,521,627.43	
(c) Short Term Provisions	9	32,109.00	942,340,438.24	44,801.00	620,693,504.76
TOTAL			2,251,642,308.58		2,368,000,695.01
II. ASSETS					
(1) Non - Current Assets					
(a) Fixed Assets	10				
(i) Tangible Assets		2,068,400,884.51		2,200,809,838.74	
(ii) Intangible Assets		10,279,293.75		12,261,583.00	
(iii) Capital Work in Progress		8,624,317.77		-	
		2,087,304,496.03		2,213,071,421.74	
(e) Long Term Loans & Advances	11	14,159,602.89	2,101,464,098.92	14,338,142.44	2,227,409,564.18
(2) Current Assets					
(a) Inventories	12	2,483,800.52		1,117,203.32	
(e) Trade Receivables	13	22,021,811.98		3,366,645.51	
(c) Cash & Bank Balances	14	120,450,241.37		133,365,181.90	
(d) Short-Term Loans & Advances	15	5,222,355.79	150,178,209.66	2,742,100.10	140,591,130.83
TOTAL			2,251,642,308.58		2,368,000,695.01
Significant Accounting Policies & Other Notes to Financial Statements:	1 to 35				

As per our report on even date for Jain Kapoor & Co Chartered Accountants

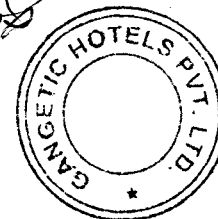
Radhika Tandon
Partner
M No. 400478

Place : Lucknow
Date: 05/08/2016



Haresh Morajkar

Haresh Morajkar
Director
DIN : 00074983



Varun Parwal

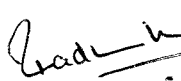
Varun Parwal
Director
DIN : 07586435

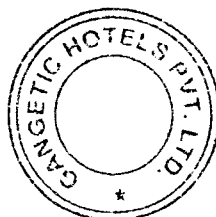
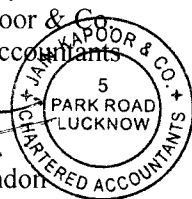
GANGETIC HOTELS PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2016

(AMOUNT IN RUPEES)

S.N	PARTICULARS	NOTE NO.	FIGURES FOR THE		FIGURES FOR THE	
			Financial Year		Financial Year	
			2015-16		2014-15	
			Amount	Amount	Amount	Amount
	REVENUE FROM OPERATIONS					
I	Revenue from Operations	16		280,853,108.02		-
II	Other Income	17		7,331,747.16		-
III	TOTAL REVENUE(I+II)			288,184,855.18		-
IV	EXPENSES:					
a	Food & Beverages Consumed	18		39,199,888.70		-
b	Employee Benefits expenses	19		68,786,035.62		-
c	Finance Costs	20		262,432,415.77		-
d	Depreciation and Amortization Expense	21		143,666,554.98		-
e	Operating & Other Expenses	22		136,113,903.51		-
	TOTAL EXPENSES			650,198,798.58		-
V	PROFIT BEFORE TAX			(362,013,943.40)		-
VI	TAX EXPENSE					
a	Current tax			-		-
b	Deferred tax		31,700,000.00	31,700,000.00		-
VII	PROFIT/ (LOSS) FOR THE PERIOD (V-VI)			(393,713,943.40)		-
VIII	EARNING PER EQUITY SHARE BASIC & DILUTED			(78.87)		-
	Significant Accounting Policies & Other Notes to Financial Statements	1 to 35				

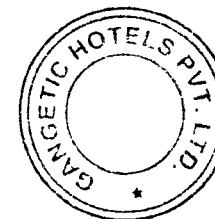
As per our report on even date
for Jain Kapoor & Co.
Chartered Accountants


Radhika Tandon
Partner
M No. 400478





Haresh Morajkar
Director
DIN : 00074983





Varun Parwal
Director
DIN : 07586435

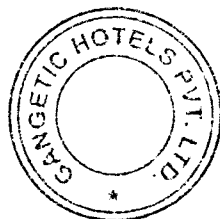
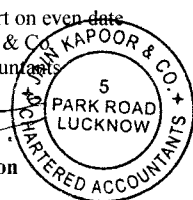
Place : Lucknow
Date: 05/08/2016

Gangetic Hotels Private Limited
Cash Flow Statement for the year ending 31st March 2016

Particulars	For the year 2015-16		For the year 2014-15	
A. CASH FLOW FROM OPERATING ACTIVITIES :				
Net Profit/(loss) Before Tax as per Profit and Loss Account		(362,013,943.40)		-
Adjustment For :				
Depreciation	143,666,554.98		-	
Interest Expenses	261,824,367.77		-	
Interest Income	(7,110,803.00)	398,380,119.75	-	
Operating Profit/(Loss) Before Working Capital Changes		36,366,176.35		-
Adjustment For Working Capital Changes :				
(Increase)/Decrease Inventory	(1,366,597.20)		(1,117,203.32)	
(Increase)/Decrease Debtors	(18,655,166.47)		(3,366,645.51)	
Increase/(Decrease) Creditors	5,740,331.79		7,204,913.33	
(Increase)/Decrease Loans & Advances	(845,505.11)		49,247,600.91	
Increase/(Decrease) in Liabilities	(7,115,312.73)		(24,880,671.87)	
Increase/(Decrease) in Provisions	463,626.00	(21,778,623.72)	(390,841.00)	26,697,152.54
Cash generated from Operation		14,587,552.63		26,697,152.54
Direct Tax Paid/ Tax Deducted at Source	(1,922,999.03)		(675,007.00)	
Less : Income tax refund received	466,788.00	(1,456,211.03)	-	(675,007.00)
Net cash generated from / (used in) Operating Activities		13,131,341.60		26,022,145.54
B. CASH FLOW FROM INVESTING ACTIVITIES :				
Addition to Fixed Assets and Capital Work in Progress	(17,899,629.27)		(619,774,119.59)	
Proceeds from Sale of Fixed Assets	-		410,000.00	
Interest Received	7,110,803.00		5,655,075.93	
Net cash generated from / (used in) Investing Activities		(10,788,826.27)		(613,709,043.66)
C. CASH FLOW FROM FINANCING ACTIVITIES :				
Term Loans (Net)	(46,986,211.09)		477,773,680.86	
Short Term Borrowings	293,553,123.00		131,851,710.00	
Interest Paid	(261,824,367.77)		-	
Net cash generated from / (used in) Financing Activities		(15,257,455.86)		609,625,390.86
Net Increase/(decrease) in cash & cash equivalent		(12,914,940.53)		21,938,492.74
Opening Balance of cash & cash equivalent		133,365,181.90		111,426,689.16
Closing Balance of cash & cash equivalent		120,450,241.37		133,365,181.90

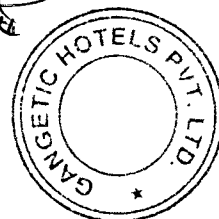
As per our report on even date
for Jain Kapoor & Co.
Chartered Accountants

Radhika
Radhika Tandon
Partner
M No. 400478



Haresh

Haresh Morajkar
Director
DIN : 00074983



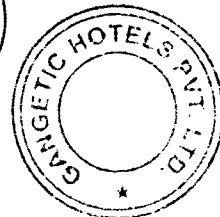
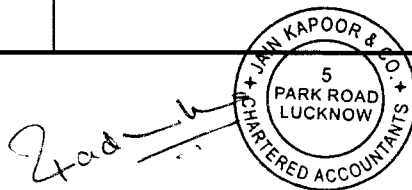
Varun
Varun Parwal
Director
DIN : 07586435

Place : Lucknow
Date: 05/08/2016

GANGETIC HOTELS PRIVATE LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2016

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	Figures as at 31.03.2016		Figures as at 31.03.2015	
		Amount	Amount	Amount	Amount
1	SHARE CAPITAL:				
	(1)AUTHORISED:				
	2,50,00,000 (Previous Year 2,50,00,000)		250,000,000.00		250,000,000.00
	Equity Shares of Rs.10/- each		250,000,000.00		250,000,000.00
	(2)ISSUED, SUBSCRIBED& PAID UP				
	Shares at the end of the Accounting Period		49,919,980.00		49,919,980.00
	49,91,998 (P.Y.49,91,998)				
	Equity Shares of Rs.10/- each				
	Total		49,919,980.00		49,919,980.00
	(a) Reconciliation of Shares.				
	Equity Shares				
	Shares outstanding at the beginning the year		4,991,998		4,991,998
	Shares Issued during the year		-		-
	Shares outstanding at the end of the year		4,991,998		4,991,998
(b) Shares In the Company held by each shareholder holding more than 5% shares.(Equity Shares in nos. of Rs. 10 each)					
	Number of shares	% of Holdings	Number of shares	% of Holdings	
MTX Hotels Pvt.Ltd.	-	-	913,008	18.29	
The Phoenix Mills Ltd.	967,000	19.37	-	-	
Phoenix Hospitality Co. Pvt. Ltd.	2,070,800	41.48	2,070,800	41.48	
Leine River Ltd.	1,742,863	34.91	1,742,863	34.91	
Total	4,780,663	95.77	4,938,006	94.68	
2	RESERVE & SURPLUS:				
a. Securities Premium Account					
Closing Balance		377,616,021.30		377,616,021.30	
Surplus					
Opening Balance	-		-		
(+) Net Profit/(Net Loss) For the current year	(393,713,943.40)		-		
Closing Balance		(393,713,943.40)		-	
Total		(16,097,922.10)		377,616,021.30	




129

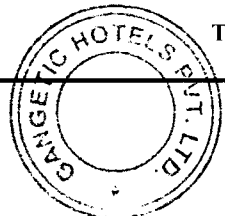
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GANGETIC HOTELS PRIVATE LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2016

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	Figures as at 31.03.2016		Figures as at 31.03.2015	
		Amount	Amount	Amount	Amount
3	LONG TERM BORROWINGS				
	Secured				
	Term loans				
	(i) From banks				
	(A) State Bank Of Hyderabad		697,626,510.70		777,255,961.70
	(Secured by first charge by way of mortgage of land building, structures thereon and other immovable properties, present and future of the company and hypothecation of all movable assets on parri passu basis with other term lenders and first parri-passu charge on all bank accounts of the project and personal guarantee of two directors of the company)				
	(Terms of Repayment : Total sanctioned amount Rs. 8601 lacs repayable in 32 unequal quarterly instalments commencing from October 2014 and ending on July 2022; Rate of interest as on 31-03-2016 is 12.00% p.a.)				
	(B) Union Bank Of India		535,523,933.14		540,000,000.00
	(Secured by charge on fixed assets along with land & building and current assets of the project to be shared on first pari passu basis with State Bank of Hyderabad , personal guarantee of two directors of the company and corporate guarantee of shareholders of the company)				
	(Terms of Repayment : Total sanctioned amounts Rs. 5400 Lacs repayable in 43 unequal quarterly instalments commencing from 30.06.2016 and ending 31.12.2026; Rate of interest as on 31-03-2016 is 11.80 % p.a.)				
	(C) HDFC Bank Ltd.		992,055.64		1,259,306.77
	(Secured by Hypothecation of Vehicle purchased)				
	(Terms of Repayment : Loan of Rs. 15.00 lacs repayable in 60 equated monthly instalments from April, 2015 to March, 2020; Rate of Interest applied from 2016 is 10.510%)				
	Total		1,234,142,499.48		1,318,515,268.47

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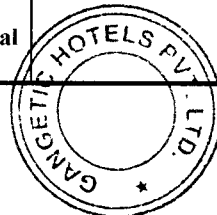
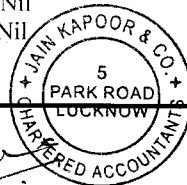




GANGETIC HOTELS PRIVATE LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2016

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	Figures as at 31.03.2016		Figures as at 31.03.2015	
		Amount	Amount	Amount	Amount
4	<u>OTHER LONG-TERM LIABILITIES:</u>				
	Deferred Liability of Luxury Tax		8,127,718.96		580,238.48
	Security Deposit		357,594.00		-
	Total		8,485,312.96		580,238.48
5	<u>LONG-TERM PROVISIONS:</u>				
	Provision for employee benefits				
	Gratuity		612,147.00		128,143.00
Leave Encashment		539,853.00		547,539.00	
	Total		1,152,000.00		675,682.00
6	<u>SHORT-TERM BORROWINGS:</u>				
	<u>Secured</u>				
	a) Loans repayable on demand				
	State Bank of Hyderabad		29,267,020.00		30,009,318.00
	(Secured by first charge by way of exclusive charge on company's current asset including stocks of food & beverages, consumables, miscellaneous items like crockery, cutlery, linen and receivables second charges on fixed assets (present & future) of the company and personal guarantee of two directors of the company; Rate of interest as on 31.03.2016 is 11.75% p.a.)				
	<u>Unsecured</u>				
	Loans and advances from related parties repayable on demand				
	(a) Repayable on Demand				
	Loan Amitabh Tayal		-		6,000,000.00
	Loan MTX Hotels Pvt. Ltd.		-		4,300,000.00
	Loan Phoenix Mills Ltd.		529,340,728.00		261,200,000.00
	Loan Priyank Tayal		-		1,200,000.00
	Loan Big Apple Real Estate Pvt. Ltd.		227,867,538.00		190,212,845.00
	In case of continuing default as on the balance sheet date in repayment of loans and interest				
	1. Period of default : Nil				
	2. Amount : Nil				
	Total		786,475,286.00		492,922,163.00

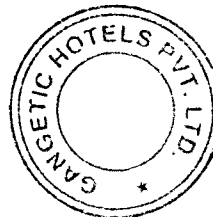
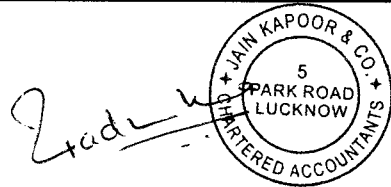


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GANGETIC HOTELS PRIVATE LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2016

(AMOUNT IN RUPEES)

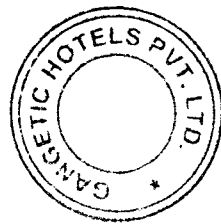
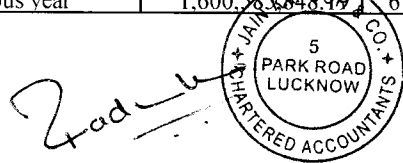
NOTE NO.	PARTICULARS	Figures as at 31.03.2016		Figures as at 31.03.2015	
		Amount	Amount	Amount	Amount
7	TRADE PAYABLES				
	Sundry Creditors		12,945,245.12		7,204,913.33
	Total		12,945,245.12		7,204,913.33
8	OTHER CURRENT LIABILITIES				
	(a) Interest accrued and due on borrowings		-		2,045,630.00
	(b) Interest accrued But not due		1,207,914.00		1,242,740.00
	(c) Current maturities of Long Term Debts (Ref Note-3)				
	(i) State Bank of Hyderabad		87,560,000.00		55,200,000.00
	(ii) Union Bank of India		5,000,000.00		-
	(ii) HDFC Bank		267,251.13		240,693.23
	(d) Other Payables - Statutory Dues		13,161,357.38		8,631,874.97
	- Sundry Creditors for Capital Expenditure		17,250,223.00		36,199,067.89
	- Advance from Customers		5,396,265.88		6,522,940.50
	- Other liabilities		13,044,786.73		10,438,680.84
	Total		142,887,798.12		120,521,627.43
9	SHORT-TERM PROVISIONS				
	Provision for employee benefits				
	Gratuity	999.00		1,162.00	
	Leave Encashment	31,110.00	32,109.00	43,639.00	44,801.00
	Total		32,109.00		44,801.00



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S.No.	Fixed Assets	Gross Block			Accumulated Depreciation			Net Block		
		Balance as at 1 April 2015	Additions/ (Disposals)	Balance as at 31 March 2016	Balance as at 1 April 2015	Depreciation charge for the year	On disposals	Balance as at 31 March 2016	Balance as at 31 March 2016	Balance as at 31 March 2015
a	Tangible Assets									
	Land	147,107,970.00	-	147,107,970.00	-	-	-	147,107,970.00	147,107,970.00	
	Buildings	890,029,958.05	2,125,996.67	892,155,954.72	97,487.53	14,608,836.63	-	14,706,324.16	877,449,630.56	889,932,470.52
	Roads	753,957.00	-	753,957.00	-	243,779.43	-	243,779.43	510,177.57	753,957.00
	Plant and Equipment	330,679,375.84	2,634,060.34	333,313,436.18	-	21,554,268.88	-	21,554,268.88	311,759,167.30	330,679,375.84
	Furniture and Fixtures	527,248,717.75	1,807,332.11	529,056,049.86	18,557.34	64,134,325.98	-	64,152,883.32	464,903,166.54	527,230,160.41
	Vehicles	2,885,430.00	-	2,885,430.00	576,158.04	379,569.59	-	955,727.63	1,929,702.37	2,309,271.96
	Electrical Installation	248,604,007.30	2,143,655.38	250,747,662.68	-	24,294,599.65	-	24,294,599.65	226,453,063.03	248,604,007.30
	HOES Consumables	29,766,095.00	-	29,766,095.00	-	9,624,370.72	-	9,624,370.72	20,141,724.28	29,766,095.00
	Office equipment	10,119,425.00	564,267.00	10,683,692.00	420,604.79	2,071,675.05	-	2,492,279.84	8,191,412.16	9,698,820.21
	Computers	15,279,807.00	-	15,279,807.00	552,096.50	4,772,839.81	-	5,324,936.31	9,954,870.69	14,727,710.50
	Total	2,202,474,742.94	9,275,311.50	2,211,750,054.44	1,664,904.20	141,684,265.73	-	143,349,169.93	2,068,400,884.51	2,200,809,838.74
b	Intangible Assets									
	Computer software	12,261,583.00	-	12,261,583.00	-	1,982,289.25	-	1,982,289.25	10,279,293.75	12,261,583.00
	Total	12,261,583.00	-	12,261,583.00	-	1,982,289.25	-	1,982,289.25	10,279,293.75	12,261,583.00
c	Capital Work In Progress									
		-	8,624,317.77	8,624,317.77	-	-	-	-	8,624,317.77	-
	Total	-	8,624,317.77	8,624,317.77	-	-	-	-	8,624,317.77	-
	Total (a+b)	2,214,736,325.94	17,899,629.27	2,232,635,955.21	1,664,904.20	143,666,554.98	-	145,331,459.18	2,087,304,496.03	2,213,071,421.74
	Previous year	1,600,585,878.96	614,150,477.75	2,214,736,325.94	1,223,470.11	990,677.95	549,243.86	1,664,904.20	2,213,071,421.74	1,599,362,378.08



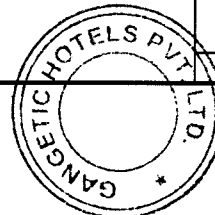
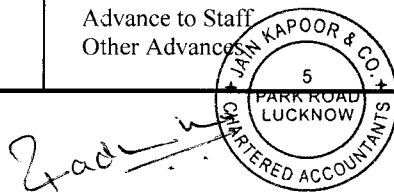
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GANGETIC HOTELS PRIVATE LIMITED
NOTES TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2016

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	Figures as at 31.03.2016		Figures as at 31.03.2015	
		Amount	Amount	Amount	Amount
11	LONG TERM LOANS AND ADVANCES:				
	a. Security Deposits				
	Unsecured, considered good	1,774,220.00			1,568,300.00
	Interest Accrued & Due on Security Deposit	93,862.00	1,868,082.00		
	b. Other loans and advances				
Unsecured, considered good					
Service Tax (CENVAT)	8,303,851.86		10,369,370.44		
Income Tax Deducted at Source (Net of Provision)	3,987,669.03	12,291,520.89	2,400,472.00	12,769,842.44	
	Total		14,159,602.89		14,338,142.44
12	INVENTORIES:				
	Food & Beverages Inventory	2,478,816.57		1,102,340.55	
	Tobacco Inventory	4,983.95	2,483,800.52	14,862.77	1,117,203.32
			2,483,800.52		1,117,203.32
13	TRADE RECEIVABLES:				
	Trade receivables outstanding for a period less than six months from the date they are due for payment				
	Unsecured, considered good		22,021,811.98		3,366,645.51
			22,021,811.98		3,366,645.51
14	CASH & BANK BALANCES :				
	a. Balances with banks in Current Account		23,311,061.37		50,418,892.25
	b. Balance with Bank in Deposit Account				
	i. Guarantees (includes interest accrued on Deposits)	71,966,520.00		66,292,800.00	
	ii. Fixed deposits with Bank	23,951,256.00	95,917,776.00	15,198,689.93	81,491,489.93
	c. Cheques in hand		265,451.00		11,456.00
	d. Cash in hand		955,953.00		1,443,343.72
	Total		120,450,241.37		133,365,181.90
15	SHORT TERM LOANS & ADVANCES:				
	Unsecured, considered good				
	Advances recoverable in cash or in kind or value to be received		4,666,626.48		1,975,843.64
	Advance to Staff		86,400.00		265,597.07
	Other Advances		469,329.31		500,659.39
	Total		5,222,355.79		2,742,100.10




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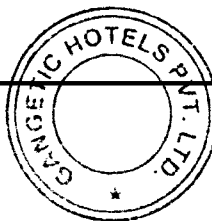
42

GANGETIC HOTELS PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2016

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	FIGURES FOR THE Financial Year 2015-16		FIGURES FOR THE Financial Year 2014-15	
		Total	Total	Total	Total
16	REVENUE FROM OPERATIONS :				
	Room	148,147,944.18		-	
	Food & Beverages	120,486,362.11	268,634,306.29	-	-
	Other Operating Revenues		12,218,801.73		-
			280,853,108.02		-
17	OTHER INCOME:				
	Interest Income		7,110,803.00		-
	Net Gain/Loss on Foreign Exchange		216,292.16		-
	Income Related to Prior Period		4,652.00		-
			7,331,747.16		-
18	FOOD & BEVERAGES CONSUMED :				
	Opening Stock	1,117,203.32			
	Add : Purchases	40,566,485.90			
		41,683,689.22			
	Less : Closing Stock	2,483,800.52	39,199,888.70		-
	TOTAL COST OF SALES		39,199,888.70		-
19	EMPLOYEE BENEFITS EXPENSE				
	SALARIES AND WAGES				
	Salaries & Wages	50,947,235.29			-
	Bonus	512,263.00			-
	Gratuity & Leave Encashment	1,158,539.53			-
	Contractual Labour	7,185,427.03			-
	Contribution to Provident Fund & other funds	3,199,069.76			-
	Staff Welfare	5,783,501.01	68,786,035.62		-
			68,786,035.62		-
20	FINANCIAL COSTS:				
	INTEREST EXPENSE				
	Interest on fixed loans and on other loans	261,678,061.00			-
	Interest to Bank on Vehicle Loan	146,306.77			-
	Interest on TDS & Other Taxes	173,048.00			-
	Other Borrowing Costs	435,000.00	262,432,415.77		-
			262,432,415.77		-

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221

10

GANGETIC HOTELS PRIVATE LIMITED
PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	FIGURES FOR THE		FIGURES FOR THE	
		Financial Year		Financial Year	
		2015-16		2014-15	
		Total	Total	Total	Total
21	DEPRECIATION AND AMORTZATION EXPENSE:				
	Depreciation		143,666,554.98		-
			143,666,554.98		-
22	OPERATION AND OTHER EXPENSES:				
	Linen & Room Supplies		5,701,730.33		
	Other Supplies		1,645,395.41		
	Guest Transportation		5,527,160.33		
	Power & Fuel expenses		43,654,651.63		-
	Rent		161,070.00		-
	Repair and Maintaince:				
	Buildings	8,215,349.89		-	
	Plant/Machinery	11,547,727.73		-	
	Others	978,381.75	20,741,459.37	-	
	Insurance		1,608,392.49		-
	Royalty Fees		8,172,256.00		-
	Security charges		3,953,736.70		-
	Rates & Taxes		6,078,082.14		-
	Commission & Brokrage		3,851,130.50		-
	Bank Charges		1,620,725.30		-
	General & Misc. Expenses		7,324,092.18		-
	Advertisement,marketing & Sales Promotion		9,556,122.15		-
	Travelling expenses		4,174,196.82		-
	Professional & Legal Expenses		12,343,702.16		-
			136,113,903.51		-

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110

GANGETIC HOTELS PRIVATE LIMITED

23. Significant Accounting Policies

(a) Basis of Preparation of Financial Statements

The financial statements are prepared under historical cost convention and in accordance with the generally accepted accounting principles in India, accounting standards(AS) as prescribed under section 133 of the Companies Act, 2013 (“the Act”) read with rule 7 of Companies (Accounts) Rules, 2014 and provisions of the Act.

(b) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses for the reporting period. The difference between the actual results and estimates are recognized in the period in which the results are known/materialized.

(c) Fixed Assets

1- **Tangible Fixed Asset**

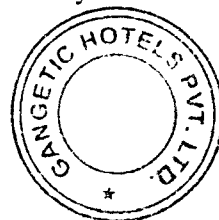
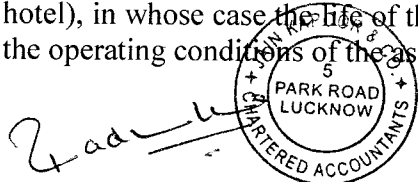
Tangible fixed assets are stated at cost, less accumulated depreciation. Cost is inclusive of non-refundable taxes or levies, incidental expenses and net of rebates. First time issues of Hotel Operating Equipment & Supplies (HOES) for the hotel property consisting of linen, crockery & cutlery, etc. are capitalized and depreciated over their estimated useful life.

2- **Intangible Fixed Asset**

Intangible fixed assets include cost of acquired software. The same is initially measured at acquisition cost including any directly attributable cost of preparing the asset for its intended use.

(d) Depreciation

Depreciation on tangible fixed assets has been provided on straight line method as per the useful life prescribed in schedule II of the Companies Act, 2013 except in respect of Hotel Operating Equipment & Supplies (HOES) (issued on opening of the hotel), in whose case the life of the asset has been assessed as 3 years based on the nature of the asset, the estimated usage and the operating conditions of the asset.



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Intangible assets are amortized based on the estimated useful economic life. The useful life currently used for amortising intangible assets is six years.

1. Building	3/ 5/60 years
2. Plant & Machinery	15 years
3. Furniture & Fittings	8 years
4. Motor Vehicle	8 years
5. Office Equipments	3/5 years
6. Computer & Data Processing units	3/6 years
7. Electrical Installations	10 years

(e) **Impairment of Assets**

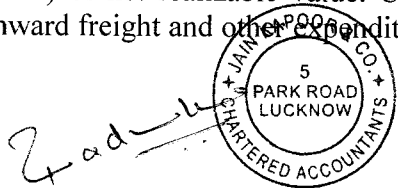
In accordance with AS-28 on Impairment of Assets, where there is any indication of impairment of the company's assets related to cash generating units, the carrying amounts of such assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of such assets is estimated as the higher of its net selling price or its value in use. An impairment loss is recognized wherever the carrying amount of such assets exceeds its recoverable amount. Impairment loss, if any, is recognized in the Statement of Profit & Loss.

(f) **Foreign Currency Translations**

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency on the date of the transaction. All monetary assets and liabilities in foreign currency are restated at the end of the accounting period. Exchange differences on restatement of other monetary items are recognized in the statement of Profit & loss.

(g) **Inventories**

Stock of Food & Beverages and Stores & Operating supplies are carried at lower of cost (computed on Weighted Average basis) or net realizable value. Cost includes the cost of purchase including duties and taxes (other than those refundable), inward freight and other expenditure directly attributable to the purchase.



201
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(h) **Borrowing Costs**

Borrowing Costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.

(i) **Revenue recognition**

Revenue is being recognized when it is earned and no significant uncertainty exists as to its realization or collection. Revenue comprises sale of rooms, food and beverages and allied services relating to hotel operations. Rebates and discounts granted to customers are reduced from revenue.

(j) **Employee Benefits**

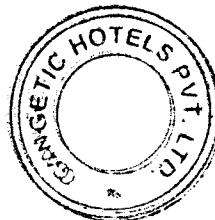
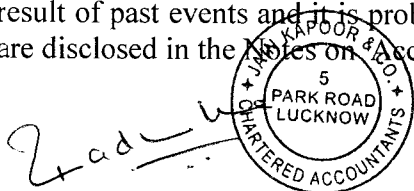
1. Short Term Employee Benefits are recognized in the financial statements at the undiscounted amounts in the year in which the related service is rendered.
2. Post Employment and other long term employee benefits being gratuity and leave encashment are recognized in the financial statements based on actuarial valuation using Projected Unit Credit Method.



(k) **Taxes on Income**

1. Provision for income tax is determined on the basis of the taxable income of the current year in accordance with the Income Tax Act, 1961.
2. Deferred tax is recognized in respect of deferred tax assets (subject to the consideration of prudence) and deferred tax liabilities on timing differences, being the difference between the taxable income and accounting income that originate in one year and are capable of reversal in one or more subsequent years.

(l) **Provisions, Contingent Liabilities and Contingent Assets**

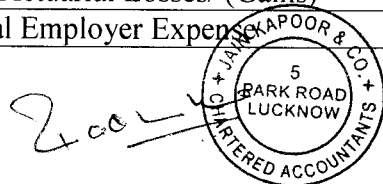
Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the Notes on Accounts. Contingent Assets are neither recognized nor disclosed in the financial statements.



 
Gangetic Hotels Pvt. Ltd. (Notes to Accounts)

24. The company has adopted AS-15 (Revised) "Employee Benefits" issued by the ICAI in respect of post employment benefits being gratuity and leave encashment benefits on the basis of actuarial valuation using the Projected Unit Credit Method as on 31.03.2016. Disclosures as required by AS-15 are as under:

Particulars	Gratuity (Unfunded) Rs.	
	2015-16	2014-15
a) Change in Present Value of Obligation:		
Present Value Of Obligation as at 1 st April 2015	1,29,305	5,83,724
Service Cost	3,96,457	1,29,305
Interest Cost	40,964	52,535
Past Service Cost - Non - Vested Benefit	-	-
Actual Benefit Payments	-	-
Actuarial (Gain) / Losses on obligation	46,420	(6,36,259)
Present Value Of Obligation as at 31 st March 2016	6,13,146	1,29,305
b) Amount Recognised in Balance Sheet:		
Present Value Of Obligation as at 31 st March 2016	6,13,146	1,29,305
Fair Value of Plan Assets as at 31 st March 2016	-	-
Funded Status- (Surplus)/ Deficit	6,13,146	1,29,305
Unrecognized Past Service Cost	-	-
Net (Assets)/ Liability recognized in Balance Sheet	6,13,146	1,29,305
c) Amount Recognized in Statement of Profit & Loss A/c/ Project Development Expenses:		
Service Cost	3,96,457	1,29,305
Interest Cost	40,964	52,535
Expected Return on Plan Assets	-	-
Transitional Obligation	-	-
Past Service Cost - Non - Vested Benefit	-	-
Net Actuarial Losses/ (Gains)	46,420	(6,36,259)
Total Employer Expenses	4,83,841	(4,54,419)



10

d) Actuarial Assumptions:

Discount Rate	7.70%	7.80%
Expected Return On Assets	N/A	N/A
Salary Escalation Rate	7.50%	10.00%
Employee Turnover Rates	5.00%	5.00%
Particulars	Leave Encashment (Unfunded) Rs.	
	2015-16	2014-15

a) Change in Present Value of Obligation:

Present Value Of Obligation as at 1 st April 2015	5,91,178	5,27,600
Service Cost	9,93,030	5,91,178
Interest Cost	1,21,866	47,484
Actual Benefit Payments	-	-
Actuarial (Gain) / Losses on obligation	(11,35,111)	(5,75,084)
Present Value Of Obligation as at 31 st March 2016	5,70,963	5,91,178

b) Amount Recognised in Balance Sheet:

Present Value Of Obligation as at 31 st March 2016	5,70,963	5,91,178
Fair Value of Plan Assets as at 31 st March 2016	-	-
Funded Status- Surplus/ (Deficit)	5,70,963	5,91,178
Net (Assets)/ Liability recognized in Balance Sheet	5,70,963	5,91,178

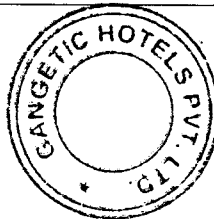
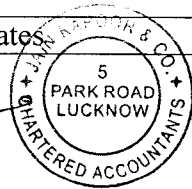
c) Amount Recognized in Statement of Profit & Loss A/c/ Project Development Expenses:

Service Cost	9,93,030	5,91,178
Interest Cost	1,21,866	47,484
Expected Return on Plan Assets	-	-
Transitional Obligation	-	-
Net Actuarial Losses/ (Gains)	(11,35,111)	(5,75,084)
Total Employer Expense	(20,215)	63,579

d) Actuarial Assumptions:

Discount Rate	7.70%	7.80%
Expected Return On Assets	N/A	N/A
Salary Escalation Rate	7.50%	10.00%
Employee Turnover Rates	5.00%	5.00%

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25. As per Accounting Standard 18 (AS-18) Related Party Disclosure issued by ICAI, the related parties are given below:

(i) **List of related party and relationships**

Category I :

(a) **Covered by Control/ Significant Influence Criteria**

Phoenix Hospitality Co. Private Limited
Phoenix Mills Limited

(b) **Enterprises under control/significant influence of the holding company and ultimate holding company of the company with whom transactions have taken place during the year**

Big Apple Real Estate Private Limited
Marketcity Resources Private Limited
Gangetic Developers Private Limited

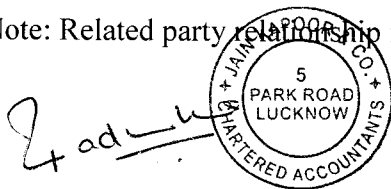
Category II : Enterprises significantly influenced by Key Management Personnel of the company with whom transactions have taken place during the year

MTX Hotels Private Limited

Category III : Key Management Personnel

Mr. Priyank Tayal - Director (Resigned during the year)
Mr. Amitabh Tayal - Director (Resigned during the year)
Mr. Haresh Zilu Morajkar - Director
Mr. Amit Kumar Dabriwala - Director
Mr. Swapnil Subhash Kothari- Director
Mr. Suyash Bhise Neelkanth - Director
Mr. Romil Ramesh Ratra - Director
Mr. Rajarshi Datta - Director
Mr. Sumchit Anand - Director

Note: Related party relationship is identified by the company and relied upon by the Auditors.



Gangetic Hotels Pvt. Ltd. (Notes to Accounts)

- (ii) Transactions with related parties in the ordinary course of business in the financial year under report (Excluding Reimbursements)

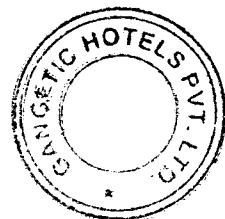
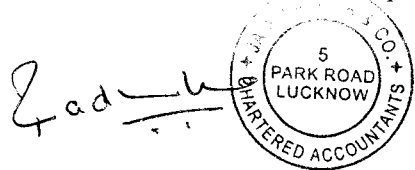
(Amount in Rs.)

Sl.No	Particulars	Category I	Category II	Category III
1.	PMC Fee Expense (including Cenvat credit)	Nil (94,82,183)		
2.	Unsecured Loan received(Including interest accrued converted into loan)	32,19,08,266 (37,18,12,845)		
3.	Unsecured Loan refunded	Nil (25,00,00,000)	43,00,000 (Nil)	72,00,000 (Nil)
4.	Interest on unsecured loan	9,62,07,134 (6,55,47,948)	Nil (8,49,687)	Nil (14,23,235)
5	Purchase of Land	Nil (34,23,0000)		
6	Professional Fee Paid(including cenvat credit)	12,52,347 (Nil)		
7	Director's Sitting Fees			40,000 (Nil)

- (iii) Following balances were due from (Dr)/ to(Cr) the related parties as on 31.03.2016 (Excluding Reimbursements)

Sl.No	Particulars	Category I	Category II	Category III
1.	Sundry Creditors (Cr)	88,47,429 (86,38,272)		36,000 (Nil)
2.	Unsecured Loan (Cr.)	75,72,08,266 (45,14,12,845)	Nil (43,00,000)	Nil (72,00,000)
3.	Interest accrued and due on unsecured loan	Nil (Nil)	Nil (7,64,719)	Nil (12,80,911)

Figures in brackets denotes previous years transactions



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26. **Earning Per Share**

Basic as well as Diluted EPS	2015-16 (Rs.)	2014-15 (Rs.)
Basic		
Profit/(Loss) after Tax	(39,37,13,943)	Nil
Weighted average numbers of Equity Shares of Rs 10 each	49,91,998	
EPS	(78.87)	

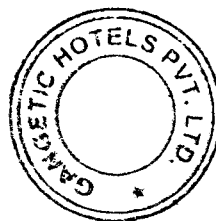
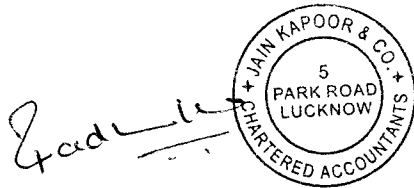
27. The management is of the opinion that the value in use of its fixed assets exceeds the asset's carrying amount. As such assets of the company are not impaired in terms of accounting standard (AS)-28 on Impairment of Assets.

28. **Contingent Liabilities:**

The company has imported goods under Export Promoting Capital Goods (EPCG) licensing scheme wherein it is required to fulfil export obligations in the coming years. This export obligation shall be fulfilled by earning foreign exchange through rendering services at company's Hotel at Agra. In pursuance with the said scheme the company has saved duty to the tune of Rs.501.18 lacs. In case of non-fulfillment of export obligations in the coming years the company may be required to pay Rs.1954.50 lacs.

29. **Payment to Statutory Auditors**

	For the year 2015-16	For the year 2014-15
Audit Fee	3,45,000	2,29,000
Taxation matters	59,186	45,954
Other Services	23,445	40,393
	<u>4,27,631</u>	<u>3,15,347</u>



30. Value of Imports calculated on C.I.F. basis by the company during the financial year in respect of

	For the year 2015-16	for the year 2014-15
Capital Goods	11,99,384	2,97,04,749
Advance for purchase of Capital Goods	Nil	Nil

31. Expenditure in Foreign Currency during the financial year on account of

	For the year 2015-16	for the year 2014-15
(a) Legal & Professional Expenses	60,37,493	12,54,963
(b) Freight & Cartage	Nil	65,220
(c) Travelling & Conveyance	4,82,068	10,10,637
(d) Advertisement, Marketing & Sales Promotion	50,49,157	7,54,295
(e) Repairs & Maintenance (Plant & Machinery)	18,45,888	1,14,809
(f) Royalty Fees	99,46,594	4,19,555
(g) Commission & Brokerage	23,42,879	1,27,016
(h) Entertainment	Nil	32,129
(i) General & Misc. Expenses	22,26,643	20,379

32. Earning in Foreign Currency during the financial year on account of

	For the year 2015-16	for the year 2014-15
(a) Room, Restaurant, Banquets & Other Income From Operation	5,25,14,364	23,72,062* (*During Trial Run)

33. There are no Micro, Small and medium Enterprises, to whom the company owes dues, which are outstanding for more than 45 days as at 31-03-2016. This information as required to be disclosed under the Micro, Small and Medium Enterprise Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the Auditors.

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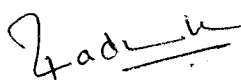
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34. Balances with Sundry Creditors, whether debit or credit are subject to confirmation, reconciliation and consequent adjustment, if any.
35. Previous year's figures have been regrouped, reworked or reclassified, wherever required.

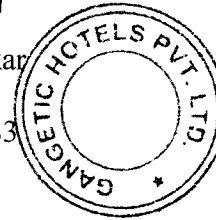
As per our report of even date
For Jain Kapoor & Co
Chartered Accountants


Radhika Tandon
Partner
M No 400478





Haresh Morajkar
Director
DIN : 00074983





Varun Parwal
Director
DIN : 07586435

Place: Lucknow
Date : 5th August, 2016.

