

## **INDEPENDENT AUDITOR'S REPORT**

To the Members

**VICEROY CHENNAI HOTELS & RESORTS PRIVATE LIMITED**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Viceroy Chennai Hotels & Resorts Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### **Management's Responsibility for the Standalone 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 of these standalone 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 includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial controls, that are 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.

#### **Auditor's 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 there under.

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 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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of 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 standalone financial statements:

## Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 2015, and its profit and its cash flows for the year ended on that date

## Report on Other Legal and Regulatory Requirements

1. Since the Company is a private limited company with a paid up capital and reserves not more than rupees fifty Lakhs and does not have loan outstanding exceeding rupees twenty five Lakhs from any bank or financial institution and does not have a turnover exceeding rupees five Crores at any point of time during the financial year, requirement by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 is not applicable to the Company.
2. As required by section 143(3) of the Act, we further 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 purpose of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c) The Balance Sheet, Statement of Profit and Loss, and the 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 applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014.
  - e) On the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.

**For P. Murali & Co.,**  
**Chartered Accountants**  
Firm's Regn No. 007257S

Place : Hyderabad  
Date : 29-05-2015

**M V Joshi**  
**Partner**  
Membership No. 024784

# VICEROY CHENNAI HOTELS & RESORTS PRIVATE LIMITED

## BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2015

PARTICULARS	Note No.	AS ON 31-03-2015 ( ₹ )	AS ON 31-03-2014 ( ₹ )
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	1,00,000	1,00,000
(b) Reserves and Surplus	2	(11,236)	-
<b>(2) Current Liabilities</b>			
(a) Other Current Liabilities	3	11,236	-
<b>Total</b>		<b>1,00,000</b>	<b>1,00,000</b>
<b>II. Assets</b>			
<b>(1) Non-current assets</b>			
(a) Other Non-Current assets	4	15,500	15,500
<b>(2) Current assets</b>			
(a) Cash and Bank Balances	5	84,500	84,500
<b>Total</b>		<b>1,00,000</b>	<b>1,00,000</b>

Significant Accounting Policies  
Notes to Financial Statements

1 to 5

AS PER OUR REPORT OF EVEN DATE

**FOR P. MURALI & CO.,**  
Chartered Accountants  
Firm's Regn. No. : 007257S

Sd/-

**M V JOSHI**

Partner

Membership No. 024784

Hyderabad

29-05-2015

For VICEROY CHENNAI HOTELS & RESORTS PRIVATE LIMITED

Sd/-

**P. PRABHAKAR REDDY**

Director

Sd/-

**K. NARASIMHA RAO**

Director

# VICEROY CHENNAI HOTELS & RESORTS PRIVATE LIMITED

## PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2015

PARTICULARS	Note No.	Year Ended 31-03-2015 (₹)	Year Ended 31-03-2014 (₹)
I. Revenue from Operations		-	-
II. Other Income		-	-
<b>III. Total Revenue (I +II)</b>		<b>-</b>	<b>-</b>
IV. Expenses:			
Other Operating Expenses	5	11,236	-
<b>Total Expenses</b>		<b>11,236</b>	<b>-</b>
V. Profit before exceptional and extraordinary items and tax ( III - IV)		(11,236)	-
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		(11,236)	-
VIII. Extraordinary Items		-	-
IX. Profit Before Tax (VII - VIII)		<b>(11,236)</b>	<b>-</b>
X. Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
XI. Profit/(Loss) from the period from Continuing Operations ( VII - VIII)		<b>(11,236)</b>	<b>-</b>
XII. Profit/(Loss) from Discontinuing Operations		-	-
XIII. Tax expense of Discounting Operations		-	-
XIV. Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-
XV. Profit/(Loss) for the period (XI + XIV)		<b>(11,236)</b>	<b>-</b>
XVI. Earning per equity share:			
(1) Basic		-	-
(2) Diluted		-	-

Significant Accounting Policies  
Notes to Financial Statements

1 to 5

AS PER OUR REPORT OF EVEN DATE

**FOR P. MURALI & CO.,**  
Chartered Accountants  
Firm's Regn. No. : 007257S

Sd/-

**M V JOSHI**

Partner

Membership No. 024784

Hyderabad

29-05-2015

For VICEROY CHENNAI HOTELS & RESORTS PRIVATE LIMITED

Sd/-

**P.PRABHAKAR REDDY**

Director

Sd/-

**K.NARASIMHA RAO**

Director

# VICEROY CHENNAI HOTELS & RESORTS PRIVATE LIMITED

## Notes To Financial Statements For The Year Ended March 31<sup>st</sup> 2015

S.NO	PARTICULARS	AS ON 31-03-2015 ( ₹ )	AS ON 31-03-2014 ( ₹ )
<b>NOTE NO. 1 : SHARE CAPITAL</b>			
<b>A Equity Share Capital</b>			
(a) Authorised			
	( No. of Equity Shares 10,000 Current Year )	1,00,000	-
	( No. of Equity Shares 10,000 Previous Year )	-	1,00,000
	<b>Total Authorised Capital</b>	<b>1,00,000</b>	<b>1,00,000</b>
(b) Issued			
	( No. of Equity Shares 10,000 Current Year )	1,00,000	-
	( No. of Equity Shares 10,000 Previous Year )	-	1,00,000
(c) Subscribed & Fully Paid Up			
	( No. of Equity Shares 10,000 Current Year )	1,00,000	-
	( No. of Equity Shares 10,000 Previous Year )	-	1,00,000
(d) Subscribed & not fully paid up			
		-	-
(e) Par Value per share Rs. 10/-			
		-	-
	<b>Total Equity Share capital</b>	<b>1,00,000</b>	<b>1,00,000</b>

### B A Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period:

#### Equity Shares of Rs.10Each, Fully paid up

At the Beginning	10,000	10,000
Issued during the year - Bonus Issue	-	-
Issued during the year - Cash Issue	-	-
Issued during the year - ESOP	-	-
Forfeited / Bought Back during the year	-	-
At the end	<b>10,000</b>	<b>10,000</b>

### C. Details of Shareholder holding more than 5% shares of the company:

Equity Shares of Rs. 10 each Held By

Name of Shareholder	No. of Shares		% Shareholding	
	Current Year	Previous Year	Current Year	Previous Year
(1) Viceroy Hotels Limited	10,000	10,000	100 %	100 %

## NOTE NO. 2 : RESERVES AND SURPLUS

### I RESERVES AND SURPLUS

#### a) Surplus :

i) Opening Balance - Profit and Loss Account	-	-
Add: Transfer from Profit & Loss Account	(11,236)	-
Add:		

# VICEROY CHENNAI HOTELS & RESORTS PRIVATE LIMITED

## Notes To Financial Statements For The Year Ended March 31<sup>st</sup> 2015

S.NO	PARTICULARS	AS ON 31-03-2015 ( ₹ )	AS ON 31-03-2014 ( ₹ )
	Less: Transfer To General Reserve	-	-
	Less: Goodwill Written Off	-	-
	Less: Retained Earnings Asset	-	-
	<b>Sub -Total</b>	<b>(11,236)</b>	-
	ii) Dividend	-	-
	iii) Bonus shares	-	-
	iv) Transfer to/from reserves.	-	-
II	A Reserve specifically represented by earmarked investments	-	-
III	Negative balance of reserves and surplus account		
	<b>Total Reserves and Surplus</b>	<b>(11,236)</b>	-
<b>NOTE NO. 3 : OTHER CURRENT LIABILITIES</b>			
	(a) Other Payables	-	-
	(i) Audit fee Payable	11,236	-
	<b>Total Other Current Liabilities</b>	<b>11,236</b>	-
<b>NOTE NO. 4 : OTHER CURRENT LIABILITIES</b>			
I.	Unamortised Expenses	15,500	15,500
	<b>Total Other Non Current Assets</b>	<b>15,500</b>	<b>15,500</b>
<b>NOTE NO. 5 : CASH AND BANK BALANCES</b>			
I.	Cash and cash equivalents :		
	a) Cash on hand	84,500	84,500
	<b>Total Cash and Cash Equivalents</b>	<b>84,500</b>	<b>84,500</b>
<b>NOTE NO.6 : OTHER OPERATING EXPENSES</b>			
I.	Payment to Auditors:		
	(a) As Auditor	11,236	-
	<b>Total Other Expenses</b>	<b>11,236</b>	-

## Significant Accounting Policies

The financial statements are prepared under historical cost convention on an accrual basis and comply with the Accounting Standards (AS) issued by the Institute of Chartered Accountants of India (ICAI), referred to in Section 133 of the Companies Act, 2013. The significant accounting policies adopted in the presentation of the Accounts are as under:

**(a) Accounting Convention and Revenue Recognitions:**

The financial statements have been prepared in accordance with historical cost convention except for such assets which are revalued. Both the income and expenditure items are recognized on accrual basis.

**(b) Taxes on Income:**

Income Tax is computed in accordance with Accounting Standard 22- 'Accounting for taxes on Income (AS-22), issued by the ICAI. Tax expenses are accounted in the same period to which the revenue and expenses relate.

**(c) Borrowing Cost:**

Borrowing cost that is attributable to the acquisition /construction of fixed assets is capitalized as part of the cost of respective assets.

**(d) Inventories:**

Stock of food and beverages and operating supplies are carried at cost or Market Value, whichever is lower as per AS-2.