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CHAIRPERSON AND MANAGING DIRECTOR
Dr. Jyotsna Suri

EXECUTIVE DIRECTORS
Ms. Divya Suri Singh
Ms. Deeksha Suri
Mr. Keshav Suri

DIRECTORS
Mr. Ramesh Suri
Mr. Lalit Bhasin
Mr. Hanuwant Singh
Dr. M.Y. Khan
Mr. Dharam Vir Batra
Mr. Vinod Khanna

CHIEF FINANCIAL OFFICER
Mr. Madhav Sikka

COMPANY SECRETARY
Mr. Himanshu Pandey

REGISTERED OFFICE
Barakhamba Lane, New Delhi - 110001, India

STATUTORY AUDITORS
S.R. Batliboi & Co. LLP
Chartered Accountants
Golf View Corporate Tower B
Sector-42, Sector Road
Gurgaon - 122002, Haryana, India

BANKERS
Yes Bank Ltd.
ICICI Bank Ltd.
Axis Bank Ltd.
The Jammu & Kashmir Bank Ltd.
State Bank of India

FINANCIAL INSTITUTION
KSIDC Ltd.

BOARD'S REPORT

TO THE MEMBERS,

The Directors have pleasure in presenting 35th Annual Report together with the Audited Financial Statements and the Auditor's Report of the Company for the year ended 31st March, 2016.

FINANCIAL HIGHLIGHTS

The Financial highlights of the Company for the year under review are given below:

(Rs. in lacs)

Particulars	Financial Year 2015-16	Financial Year 2014-15
Revenue from operations (net)	**51,757.60**	46,535.99
Other Income	**3,628.39**	1,790.50
Total Income	**55,385.99**	48,326.49
Profit before Depreciation, Interest and Tax	**16,091.48**	11,755.11
Less: Depreciation	**5,448.74**	6,283.42
Add: Interest Income	**4,672.15**	4,377.29
Less: Interest & Finance costs	**11,027.83**	10,274.68
Profit/(Loss) before tax	**4,287.06**	(425.69)
(Add) / Less: Prior Period Items	**167.92**	40.09
(Add) / Less: Extra Ordinary Items	**-**	(770.17)
(Add) / Less: Provisions for tax including deferred tax	**974.50**	294.14
Profit / (Loss) after tax	**3, 144.63**	10.23
Add: Balance brought forward from the previous year	**20,377.62**	20,824.70
Profit available for appropriation	**23,522.26**	20,834.93
Less: Proposed final dividend	**569.93**	379.96
Less: Tax on proposed dividend	**116.02**	77.35
Net surplus in the Statement of profit & loss	**22,836.30**	20,377.62

The Financial Statements for the Financial Year ended 31st March, 2016 have been approved by the Audit Committee.

OPERATIONS AND STATE OF THE COMPANY'S AFFAIRS

Over the years the Lalit Suri Hospitality Group has consolidated its position as one of the leading privately owned hospitality chain of the country. The group has eleven operational hotels in the five star deluxe segment and two hotels in the mid segment. During the present year, the hotels at London and Mangar (Faridabad) shall commence commercial operations. The next hotel project of the group at Ahmadabad is in advance stages of construction.

The Lalit Suri Hospitality School at Faridabad is the maiden venture of the group in the field of hospitality education & training. The school, partly functional, is scheduled to be fully functional in the coming year.

During the financial year 2015-2016, the total turnover of the Company was Rs. 55,385.99 lacs (Previous year: Rs. 48,326.49 lacs), an increase of 14.6% and EBIDTA was Rs. 16,091.48 lacs (Previous year: Rs. 11,755.11 lacs), an increase of 36.9 % due to higher turnover, effective cost control and better management. Profit after tax was Rs. 3144.63 lacs (Previous year: Rs. 10.23 lacs), an impressive increase of 307 times as compared to the previous year.

DIVIDEND

The Board has recommended a dividend of 7.5% per share i.e. Rs.0.75 per equity share of Rs. 10/- each. The dividend, if approved in the forthcoming Annual General Meeting will be paid to those Members, whose names appear in the Register of Members as on the closing date.

TRANSFER OF UNPAID AND UNCLAIMED DIVIDEND TO IEPF

Particulars of unpaid or unclaimed dividend amounts as per Section 125(2) of the Companies Act, 2013 are uploaded at the Company's website www.thelalit.com. Pursuant to the provisions of Section 205A(5) read with Section 205C of the Companies Act, 1956, unclaimed dividends up to the financial year 2007-08 have been transferred to the Investor Education and Protection Fund (IEPF) by the Company. The amount of dividend for the financial years 2008-2009 to 2014-2015 remaining unclaimed for a period of seven years from the date of transfer to Unpaid Dividend Account shall be transferred to the IEPF and no payments shall be made in respect of any such claims after the transfer.

TRANSFER TO RESERVES

During the financial year 2015-16 an amount of Rs. 214.47 lacs (Previous Year Rs. 214.27 lacs) has been transferred to General Reserve from revaluation reserves.

EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS

There was no material change and commitment's affecting the financial position of the Company between the end of the financial year and the date of this report.

CHANGE IN NATURE OF BUSINESS

During the year, there has been no change in the nature of business of the Company. All the hotels of the Company are operated under the brand "The LaLiT".

SUBSIDIARIES

The Consolidated Accounts of the Company and all its subsidiaries / joint venture of subsidiaries viz., Jyoti Limited, Prime Cellular Limited, Apollo Zipper India Limited, Prima Buildwell Private Limited, Kujjal Builders Pvt. Ltd. (Joint venture of Prime Cellular Limited) and Cavern Hotel & Resorts FZCo (Joint venture of Prima Buildwell Private Limited) form part of the Annual Report. Further, the statement containing the salient features of the financial statements of all subsidiaries / joint ventures pursuant to Section 129 (3) of the Companies Act, 2013 in the prescribed form AOC- 1 also form part of the Annual Report. The statement provides the details of performance and financial position of each of the subsidiaries. Further, during the financial year no company became or ceased to be subsidiary / Joint Venture / Associate of the Company.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

The Members of the Company at its last Annual General Meeting held on 23rd September, 2015, had re-appointed Mr. Keshav Suri and Mr. D.V. Batra, as directors of the Company liable to retire by rotation.

In terms of the provisions of Section 149 and 161 of the Companies Act, 2013, Mr. Hanuwant Singh, Dr. Mohmmad Yousuf Khan, Mr. Vinod Kishanchand Khanna, Mr. Lalit Bhsain, Mr. Chakor Lalchand Doshi and Mr. Abhay Kumar Navalmal Firodia were appointed as Independent Directors of the Company for a period of 2 years with effect from 27th September, 2014 to 26th September, 2016. Mr. Chakor Lalchand Doshi and Mr. Abhay Kumar Navalmal Firodia have ceased to hold office of director of the Company during the current financial year.

The Nomination and Remuneration Committee of the Board has recommended that Mr. Hanuwant Singh be appointed as a Director of the Company, liable to retire by rotation with effect from 27th September, 2016 and Dr. Mohmmad Yousuf Khan, Mr. Vinod Kishanchand Khanna and Mr. Lalit Bhasin be re-appointed as Independent Directors of the Company for a terms of 5 years with effect from 27th September, 2016 up to 26th September, 2021 at the forthcoming Annual General Meeting of the Company.

The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence in accordance with the provisions of Section 149(6) of the Companies Act, 2013.

In accordance with the provisions of Section 152(6) of the Companies Act, 2013, Ms. Divya Suri Singh, Executive Director and Ms Deeksha Suri, Executive Director of the Company, retire by rotation at this Annual General Meeting and, being eligible, offer themselves for re-appointment.

Further, Mr. Himanshu Pandey, was appointed as Company Secretary of the Company on 10th September, 2015.

MEETINGS OF THE BOARD

The Board of Directors of the Company during the Financial year 2015-2016 met five (05) times on 22-5-2015, 20-8-2015, 23-9-2015, 23-12-2015 and 23-01-2016. The number and dates of Meetings of the Board and Committees held during the Financial year 2015-2016 indicating the number of Meetings attended by each Director is given in Annexure I, which forms part of this report.

DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134 (5) of the Companies Act, 2013, the Directors hereby confirm that:

(a) in the preparation of the Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;

(c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(d) the directors had prepared the Annual Accounts on a going concern basis;

(e) the directors, had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively and

(f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

BOARD EVALUATION

The Nomination and Remuneration Committee considered and Board approved the policy setting out the criteria on which performance evaluation of every director, key managerial personnel and committees of the Board is assessed. The Nomination and Remuneration Committee of the Board has carried out an annual evaluation of every director, key managerial personnel and committees of the Board pursuant to the provisions of the Companies Act, 2013. The Committee reviewed the performance of the Independent directors on the basis of the criteria such as attendance and presence in meetings of Board, rendering independent and unbiased opinion, raising of concerns to the Board, safeguard of confidential information etc. Further, the Committee reviewed the performance of the Non- Independent and Executive directors on the basis of the criteria such as strategic planning, operational performance of the Company, monitoring performance against plans, steps initiated towards business development, motivating employees, providing assistance & directions etc.

The performance of the committees was evaluated on the basis of the criteria such as committee's accomplishments with respect to performance objectives, redressal of complaints and grievances, coordination with other committees and Board of Directors, fulfillment of roles and responsibilities etc.

POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Board of Directors, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Key Managerial Personnel / Senior Management and their remuneration as required under Section 178 of the Companies Act, 2013. The Nomination & Remuneration Policy of the Company is annexed herewith and marked as Annexure II to this Report.

AUDIT COMMITTEE OF THE BOARD

In accordance with the provisions of Section 177 of the Companies Act, 2013, Audit Committee of the Board comprises of three Independent Directors viz. Dr. M.Y. Khan, Mr. Hanuwant Singh and Mr. Lalit Bhasin with Dr. M.Y. Khan being the Chairman. Mr. Madhav Sikka, CFO of the Company represent as the Head of Finance and Mr. Himanshu Pandey, Company Secretary of the Company acts as Secretary of the Committee. The Committee met four times during the financial year under review and all recommendations of the Audit Committee were duly accepted by the Board.

AUDITORS

The Auditors S. R. Batliboi & Co. LLP, Chartered Accountants retire at the ensuing Annual General Meeting. The Company has received a certificate from the Auditors stating that they are eligible for appointment as Auditors, and are not disqualified under the Companies Act, 2013, the Chartered Accountants Act, 1949, or the rules and regulations made there under. The Board has recommended their re-appointment to hold office from the conclusion of the 35th Annual General Meeting until the conclusion of the next Annual General Meeting of the Company.

AUDITORS' REPORT

The observations of the Auditors referred to in the Auditors' Report are appropriately dealt with in the respective Notes to Accounts and hence do not call for further explanations.

SECRETARIAL AUDIT

During the year, M/s RSM & Co., Company Secretaries was appointed by the Board to conduct the Secretarial Audit of the Company for the Financial year 2015-16, as required under Section 204 of the Companies Act, 2013. The Secretarial Audit Report for the Financial year 2015-16 forms part of this report as Annexure III. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

CORPORATE SOCIAL RESPONSIBILITY POLICY

In accordance with the Companies Act, 2013, the Company has a Corporate Social Responsibility Committee which comprises of Dr. Jyotsna Suri as Chairperson, Ms. Divya Suri Singh, Executive Director and Mr. Hanuwant Singh, Director of the Company.

As required under Section 135 of the Companies Act, 2013, the Board of Directors had approved the Corporate Social Responsibility Policy of the Company which interalia includes the corporate social responsibility activities to be taken by the Company. The said policy may be referred at the Company's website www.thelalit.com where all the contents of the said policy are fully reflected. During the financial year 2015-2016, due to average net loss made during the three immediately preceding financial years, the Company was not obliged to compulsory spend on the CSR activities as required under sub-section 5 of the Section 135 of the Companies Act, 2013. However, the Company have intentions to continue the socially beneficial projects it is associated with and accordingly with the motive of 'limitless hospitality' and our vision of 'developing destinations' the Company have been pioneering unique initiatives involving the local people in the areas of education, art, culture, sports and environment protection, for the benefit of the people of those locations where hotels of the Company are situated.

Project Disha, an initiative of the Lalit Suri Foundation being implemented under the CSR policy of Bharat Hotels seeks to assist school students and youth from the local population to have access to quality "education leading to employment" and to equip them - to understand the benefits & opportunities available in today's economic scenario. The Area of Interventions being undertaken includes establishment of a Library and supplementing teaching in the areas of English and General Knowledge at school level and, providing employment oriented vocational training in the hospitality sector including computer literacy, personality development, spoken english courses and life skills training with a special emphasis on workplace behavior to disadvantaged youth in the livelihood skill centers that have also been instituted alongside. These centers are currently operating at three locations across India namely, Khajuraho, Udaipur and Bekal.

This initiative of the Company is being managed by SEED, a National NGO.

Snapshot:

- Total Beneficiaries– 8895
- Total in school beneficiaries – 5458
- Total Vocational Training Beneficiaries – 3437
- Total students placed – 2315

AWARDS & RECOGNITION

The following awards and recognitions were received during the year 2015-2016:

The Lalit New Delhi:-

- The Grill Room was awarded "Times Food & Nightlife Award" in 'Delhi's Best European Fine Dine' category (2015).
- Kitty Su awarded Times Food & Nightlife Award in 'Best Delhi's Night Club' category (2015 & 2016).
- The hotel received 4 out of 5 Excellent Guest Review Score on Hotels.com.
- Indian Restaurant Awards 2015 (5th national awards on business of restaurant) granted Best Night Club of the Year 2015, to Kitty Su on August 25, 2015.
- Tourist Tube Certificate of recognition - "WOKS" The Lalit New Delhi received positive ratings of 5 stars from users on Touristtube.com for the year 2015.
- Tourist Tube Certificate of recognition – "24/7 Restaurant" The Lalit New Delhi received positive ratings of 5 stars from users on Touristtube.com for the year 2015.
- National Tourism Award 2013-14 under the category "Best Hotel Based Meeting Venue".

The Lalit Resort & Spa Bekal:-

- AsiaSpa Award 2015 for Best Ayurvedic Spa & Wellness Centre.

The Lalit Golf & Spa Resort Goa:-

- Times Food & Nightlife Award in 'Best Shack Food in Fine Dine' category (2015).
- AsiaSpa Award 2015 for "The Most Luxurious Spa Treatment".

The Lalit Jaipur:-

- 'Baluchi' Fine dining Restaurant ranked no. 1 by Trip Advisor for the year 2015.

The Lalit Great Eastern Kolkata:-

- AsiaSpa Award 2015 for Best New Spa (Hotel)
- 'The Telegraph Food Guide Award' in the category "Our F&B Favourites in a Hotel" for WILSON's .

The Lalit Chandigarh:

- '24/7 Restaurant' awarded "Best All Day Dining – Fine Dine Category" Food & Nightlife Awards 2015.
- 'Baluchi' awarded "Noteworthy Newcomer North Indian in Fine Dining Category by" Times Food & Nightlife Awards 2016.

- ‘OKO’ awarded “Best Pan Asian in Fine Dining Category” by Times Food & Nightlife Awards 2016.
- GeoSpa AsiaSpa Indian Awards 2015-2016 – Best New Spa (Hotel) to, “Rejuve – The Spa, The Lalit Chandigarh“.
- Kitty su awarded “Best Night Club” Times Food & Nightlife Awards 2016.

The Lalit Suri Hospitality Group:-

- Most Recognizable Brand of Indian Origin by Planman Media (March 18, 2016)

Dr Jyotsna Suri, Chairperson & Managing Director of the Company has been bestowed with the following Awards and recognition during the year:

- India Travel Award 2015.
- Amity Corporate Excellence Award for Social and Industry Leadership (2015).

VIGIL MECHANISM POLICY

Pursuant to Section 177 of the Companies Act, 2013, the Board of Directors had adopted a vigil mechanism policy of the Company. This policy facilitates Directors and employees of the Company to report their genuine concerns or grievances about unethical behavior, actual or suspected fraud or violation of the Company’s policies. The Company has provided adequate safeguards against victimization of employees and Directors who express their concerns. The vigil mechanism policy of the Company can be accessed on the Company’s website at www.thelalit.com.

RISK MANAGEMENT POLICY

The Company has devised and implemented a mechanism for risk management and has developed a Risk Management Policy. The Risk Management Policy of the Company continuously evaluates the various risks surrounding business and seeks to review and upgrade its risk management process. The Company has a mechanism to inform the Board members about the risk assessment and mitigation plans and periodical review to ensure that the critical risks are controlled by the executive management

INTERNAL FINANCIAL CONTROLS

The Company has adequate Internal Control Systems in place to ensure a smooth functioning of the business. The processes and systems are reviewed constantly and improved upon to meet the changing requirements. The Internal Auditor periodically reviews the internal control systems, policies and procedures for their adequacy, effectiveness and continuous operation for addressing risk management.

DISCLOSURE UNDER SECTION 22 OF THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place an anti harassment policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal complaint committees are set up at each hotel of the Company to redress any sexual harassment complaints received. All employees (permanent or contractual or trainees) are covered under the policy. No complaint was received from any employee of any hotel or otherwise during the financial year 2015-16 and hence no complaint is outstanding as on 31.3.2016 for redressal.

EXTRACT OF ANNUAL RETURN

As required pursuant to Section 92(3) of the Companies Act 2013, and Rules there under, the extract of the Annual Report in prescribed form MGT- 9 is annexed as Annexure - IV to this Report.

FIXED DEPOSITS

The Company has not accepted deposits from public as envisaged under Sections 73 to 76 of Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014 from the public during the year. There are no unpaid or unclaimed deposits lying with the Company.

LOANS, GUARANTEES OR INVESTMENTS

Particulars of loans given, investments made, guarantees given and securities provided by the Company are provided in the notes forming part of the standalone financial statements 2015-2016 of the Company. The Company has duly complied with the provision of Section 186 of the Companies Act, 2013.

RELATED PARTY TRANSACTIONS

All transactions entered by the Company with related parties during the financial year 2015-16 were in the ordinary course of business of the Company and at arm's length basis. The transaction / arrangement with M/s. Cargo Hospitality Private Limited is considered material and the details of the same are given in part 2 of Form no. AOC-2 as required pursuant to clause (h) of sub-section (3) of Section 134 of Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules 2014. Form AOC-2 is annexed as Annexure - V to this Report.

Particulars of all related parties transactions entered during the financial year 2015-2016, except transaction with M/s. Bhasin & Co. of which Mr. Lalit Bhasin (Advocate) is proprietor to whom amount of Rs. 4.20 lacs was paid as retainership fees and with M/s. Hemkunt Service Station Pvt. Ltd. to whom amount of Rs. 54.39 lacs were paid for purchase of petrol / diesel etc. and vehicles maintenance charges, are given in schedule 39 to the financial statement.

INFORMATION REGARDING PARTICULARS OF EMPLOYEES

Information as per Rules 5(2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended vide notification dated 30th June, 2016, a statement showing the names and other particulars of the employees drawing remuneration in excess of the limits set out in the said rules are provided as Annexure VI.

INFORMATION REGARDING CONSERVATION OF ENERGY ETC.

Information required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014, pertaining to conservation of energy, technology absorption and foreign exchanges earnings and outgo, as required to be disclosed under the Act, are provided in Annexure VII to this Report.

OTHER DISCLOSURES

No disclosure or reporting is required in respect of the following items as there were no transactions or instance on these items during the Financial year under review:

1. Details relating to deposits covered under Chapter V of the Companies Act, 2013 as required pursuant to the Rule 8(5) of the Companies (Accounts) Rules, 2014.

2. Issue of equity shares with differential rights as to dividend, voting or otherwise.

3. Issue of Sweat Equity Shares in terms of Section 54 of the Companies Act, 2013 and Stock Option Scheme to the employees in terms of Section 62 of the Companies Act, 2013 and Rules there under.

4. The Company has not provided any financial assistance to any person for the purpose of purchase or subscription of the shares in the Company in terms of Section 67 of the Companies Act, 2013.

5. Neither the Chairperson & Managing Director nor any Executive Directors of the Company received any remuneration or commission from any of its subsidiaries except sitting fees received by Dr. Jyotsna Suri and Mr. Keshav Suri for attending the Board meetings of Apollo Zipper India Limited.

6. No significant or material orders were passed by the Regulators, Courts or Tribunals impacting the going concern status and Company's operations in future.

ACKNOWLEDGEMENT

The Directors acknowledge with gratitude the whole-hearted support and the co-operation extended by all associated with the operations Hotels of the Company as well as the Hotels under construction and renovation. They also express their appreciation to the employees at all levels for their dedication and sincerity. The employee-management relations were cordial throughout the year.

Your Directors also place on record their sincere appreciation for the wholehearted support extended by the Government and other Statutory Authorities, Company's Bankers and lenders, Business Associates, Auditors, all the stakeholders and members of public for their continued support and confidence reposed in the management of the Company.

For and on behalf of the Board

Sd/-

Place : New Delhi

Dated : July 21, 2016

Dr. JYOTSNA SURI

CHAIRPERSON AND MANAGING DIRECTOR

(DIN: 00004603)

ANNEXURE-I

Disclosure of Meetings of the Board and Committees held during the Financial Year 2015-2016

A) Meeting of Board of Directors:

- Number of Meetings : 5 (Five)
- Date of Meetings : 22-5-2015, 20-8-2015, 23-9-2015, 23-12-2015 and 23-1-2016

S.No.	Particular of Directors	No. of Meeting(s) attended
1.	Dr. Jyotsna Suri, Chairperson & Managing Director	5
2.	Ms. Divya Suri Singh, Executive Director	5
3.	Ms. Deeksha Suri, Executive Director	5
4.	Mr. Keshav Suri, Executive Director	5
5.	Mr. Ramesh Suri, Director	4
6.	Mr. Dharam Vir Batra, Director	4
7.	Mr. Lalit Bhasin, Director	5
8.	Dr. M.Y. Khan, Director	4
9.	Mr. Hanuwant Singh, Director	5
10.	Mr. Vinod Khanna, Director	2
11.	Mr. Chakor L. Doshi, Director	1
12.	Mr. Abhay N. Firodia, Director	1

B) Committees of Board of Directors :

i) Audit Committee

- Number of Meetings : 4 (Four)
- Date of Meetings : 21-5-2015, 19-8-2015 , 21-12-2015 and 22-1-2016

S.No.	Particular of Members	No. of Meeting(s) attended
1.	Dr. M.Y. Khan, Chairman	4
2.	Mr. Lalit Bhasin	4
3.	Mr. Hanuwant Singh	4

ii) Share Transfer and Stakeholders Relationship Committee

- Number of Meetings : 13 (Thirteen)
- Date of Meetings : 3-4-2015, 5-5-2015, 9-6-2015, 6-7-2015, 4-8-2015, 31-8-2015, 18-9-2015, 7-10-2015, 19-11-2015, 14-12-2015, 22-1-2016, 12-2-2016 and 11-3-2016

S.No.	Particular of Members	No. of Meeting(s) attended
1.	Mr. Hanuwant Singh, Chairman	4
2.	Dr. Jyotsna Suri	13
3.	Mr. Ramesh Suri	13

iii) Management Committee

- Number of Meetings : 7 (Seven)
- Date of Meetings : 9-4-2015, 20-7-2015, 31-8-2015, 10-9-2015, 4-11-2015, 16-12-2015, 3-3-2016

S.No.	Particular of Members	No. of Meeting(s) attended
1.	Dr. Jyotsna Suri, Chairperson	7
2.	Ms. Divya Suri Singh	7
3.	Ms. Deeksha Suri	7
4.	Mr. Keshav Suri	4

iv) Nomination and Remuneration Committee

- Number of Meetings : 2 (Two)
- Date of Meetings : 22-5-2015 and 20-8-2015

S.No.	Particular of Members	No. of Meeting(s) attended
1.	Mr. Hanuwant Singh, Chairman	2
2.	Mr. Dharam Vir Batra	2
3.	Mr. Vinod Khanna	1

POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION

Introduction:

In terms of provisions of Section 178 of the Companies Act, 2013 read with Rule no. 6 of The Companies (Meetings of Board and its Powers) Rule, 2014, the Nomination and Remuneration Committee of the Board is entrusted with the following powers:

i) To identify persons who are qualified to become directors and who may be appointed to senior management in accordance with the criteria laid down and recommend to the Board their appointment and removal;

ii) To carry out the evaluation of every director's performance;

iii) To formulate the criteria for determining qualification, positive attributes and independence of directors.

iv) To recommend remuneration of Executive Directors and any increase therein from time to time, within the limit approved by the members of the Company.

v) To recommend remuneration to Non Executive Directors in the form of sitting fees for attending meetings of Board and its Committees, remuneration for other services, commission on profits.

vi) To recommend to the Board a policy, relating to the remuneration for the directors, key Managerial personnel and other employees.

vii) To engage the services of any consultant/ professional or other agency for the purpose of recommending compensation structure/ policy.

viii) To exercise such other powers as may be delegated to it by the Board from time to time

Policy Statement :

This Policy shall be read in line with the requirement of Section 178 of the Companies Act, 2013 read with Rule no. 6 of The Companies (Meetings of Board and its Powers) Rule, 2014 and such other rules, regulations, circulars and notifications as may be applicable and as amended from time to time and have the following aims :

i) To identify persons who are qualified to become directors, Key Managerial Personnel (KMP) / Senior Management Personnel and criteria for determining qualification, positive attributes and independence of directors.

ii) To recommend remuneration of Executive Directors, Non- Executive Directors, Independent Directors, Key Managerial Personnel (KMP) / Senior Management Personnel and any increase therein.

Applicability:

The Nomination and Remuneration Policy (the Policy) is applicable to all Directors, Key Managerial Personnel (KMP) / Senior Management Personnel.

Appointment criteria and qualifications for appointment of Director and Key Managerial Personnel:

The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, Key Managerial Personnel and recommend to the Board his / her appointment.

A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the concerned position.

The Company shall not appoint any person as Managing Director / Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the justification for extension of appointment beyond seventy years.

Term / Tenure :

Managing Director/Whole-time Director: The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding such term as may be specified under the Act. No re-appointment shall be made earlier than one year before the expiry of term, and which shall be done with the approval of the shareholders of the Company.

Independent Director: An Independent Director shall hold office for a term in accordance with the Companies Act, 2013 on the Board of the Company and will be eligible for reappointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report. No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

Remuneration to Whole-time / Executive / Managing Director and Key Managerial Personnel:

Managing Director / Whole-time Director shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Nomination & Remuneration Committee. The breakup of the pay scale and quantum of perquisites including, employer's contribution to provident fund, medical expenses, LTA, club fees etc. shall be decided and approved by the Board and approved by the shareholders and Central Government, if required and the same shall be in accordance with the provisions of the Companies Act, 2013 and Rules made thereunder.

If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Managing Director / Whole-time Director in accordance with the provisions of Schedule V of the Act and if it is not able to comply with such provisions, with the previous approval of the Central Government.

Remuneration to Non- Executive / Independent Director:

a) **Remuneration / Commission:** The remuneration / commission shall be fixed as per the limits mentioned in the Act, subject to approval from the shareholders as applicable.

b) **Sitting Fees:** The Non- Executive / Independent Director shall receive remuneration by way of fees for attending meetings of Board or Committee thereof. Provided that the amount of such fees shall not exceed such amount as may be prescribed by the Central Government from time to time.

Remuneration to Key Managerial Personnel (other than Whole-time / Executive / Managing Director)

The Chairperson & Managing Director on the recommendation of Nomination and Remuneration Committee shall approve the remuneration of the Key Managerial Personnel.

Amendments and Updations:

The Nomination and Remuneration Committee periodically shall review this Policy and may recommend amendments to this Policy from time to time as it deems appropriate, which shall be in accordance with the provisions of the Companies Act, 2013. In case of any modifications, amendments or inconsistencies with the Act, the provisions of the Act and the rules made thereunder would prevail over the Policy.

ANNEXURE - III

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2016
FORM NO. MR-3

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

The Members
Bharat Hotels Limited
(CIN: U74899DL1981PLC011274)
Barakhamba Road, New Delhi -110 001

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **BHARAT HOTELS LIMITED** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the company, its officers, agents and authorised representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2016 complied with the statutory provisions listed hereunder and also that the Company has proper Board - processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2016 according to the provisions of:

1. The Companies Act, 2013 ("the Act") and the rules made thereunder;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye - laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
5. The Securities of the Company are not listed with any stock exchange , therefore Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act) are not applicable.

We further report that:-

6. We have relied on the representation made by the Company and its officers for systems and mechanism formed by the Company for compliances under the other applicable Act, Laws and Regulations to the Company. Therefore, we are of the opinion that the management has adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

   The laws, as informed and certified by the management of the Company which are specifically applicable to the Company based on their sector/industry are:

   i) Food Safety & Standard Act, 2006

   ii) Food Safety and Standard Rules, 2011

   Beside above, the Company has complied with the applicable central and state laws, including those related to Environment, Legal Metrology Act, laws pertaining to the hotels of the Company. The Company has also obtained the necessary license/registrations/approvals from respective authorities which are mandatory to run activities related to hotel(s)

7. We further report the compliance by the Company of applicable financial laws, like direct and indirect tax

laws, has not been reviewed in this Audit since the same have been subject to review by Statutory Auditors and other designated Professionals.

We have also examined the compliance with the applicable clauses of the following:-

(i) Secretarial Standards issued by the Institute of Company Secretaries of India

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above.

8. We further report that:-

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act;

Adequate notice is given to all directors to schedule the Board and Committee Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarification on the agenda items before the meeting and for meaningful participation at the meeting; and

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of meetings of the Board of Directors or committees of the Company, as the case may be.

9. We further report that during the audit period, there were no specific events / actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

10. This report is to be read with our letter of even date which is annexed as **"Annexure-A"** and forms an integral part of this report.

For **RSM & CO.**
Company Secretaries

Sd/-
per RAVI SHARMA
Partner
FCS NO. 4468, C. P. NO. 3666

Place : New Delhi
Date : July 21, 2016

ANNEXURE-A

To,
The Members
Bharat Hotels Limited
(CIN: U74899DL1981PLC011274)
Barakhamba Road, New Delhi -110 001

Our Report of even date is to be read along with this letter.

1. Maintenance of Secretarial records is the responsibility of the Management of the Company. Our responsibility is to express an opinion on the Secretarial Records based on our audit.

2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verifications were done on the test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial and books of accounts of the Company.

4. Wherever required, we have obtained the Management representation about the compliances of Laws, Rules and Regulations and happening of events etc.

5. The compliance of the provisions of corporate and other applicable Laws, rule and regulations, standards is the responsibility of the Management. Our examination was limited to the verification of procedures on test basis.

6. Our Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the Management has conducted the affairs of the Company

For **RSM & CO.**
Company Secretaries

Sd/-
per RAVI SHARMA
Partner
FCS NO. 4468, C. P. NO. 3666

Place : New Delhi
Date : July 21, 2016

ANNEXURE - IV

FORM NO. MGT-9
EXTRACT OF ANNUAL RETURN
As on the Financial year ended on 31.03.2016

[Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i)	CIN	:	U74899DL1981PLC011274
ii)	Registration Date	:	22/01/1981
iii)	Name of the Company	:	Bharat Hotels Limited
iv)	Category / Sub-Category of the Company	:	Public Company
v)	Address of the Registered office and contact details	:	Barakhamba Lane, New Delhi-110001 Tel.: 011-44447777, Fax: 011-44441234, Email Address: corporate@thelalit.com
vi)	Whether listed company (Yes / No)	:	Unlisted
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	:	M/S Karvy Computershare Private Limited 305 New Delhi House, 27, Barakhamba Road, New Delhi-110001

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the Company
1.	Hotel & Restaurant Operations	55101, 56 *	93.45

(There is no other activities contributing 10 % or more of the total turnover of the Company)

*** NIC CODE-2008**

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1.	Jyoti Limited Gulab Bhawan, Gupkar Road, Srinagar (J&K)	U55101JK1964PLC000286	Subsidiary	99.99	Section 2(87)(ii)
2.	Apollo Zipper India Limited 18, Hemanta Basu Sarani, Kolkata (West Bengal)	U36999WB2004PLC097656	Subsidiary	90.00	Section 2(87)(ii)
3.	Prime Cellular Limited 401, World Trade Tower, Barakhamba Lane, New Delhi-110001	U74899DL1995PLC066703	Subsidiary	99.60	Section 2(87)(ii)
4.	Prima Buildwell Pvt. Ltd. 25, Ground Floor, World Trade Tower, Barakhamba Lane, New Delhi-110001	U70109DL2006PTC149732	Subsidiary	99.99	Section 2(87)(ii)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (01-04-2015)				No. of Shares held at the end of the year (31-03-2016)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
(a) Individual/ HUF	1999998	10779882	12779880	16.82%	1999998	10779882	12779880	16.82%	-
(b) Central Govt.	-	-	-	-	-	-	-	-	-
(c) State Govt(s)	-	-	-	-	-	-	-	-	-
(d) Bodies Corp.	3274077	37590861	40864938	53.77%	3274077	37590861	40864938	53.77%	-
(e) Banks / FI	-	-	-	-	-	-	-	-	-
(f) Any Other	-	-	-	-	-	-	-	-	
Sub-Total (A) (1)	**5274075**	**48370743**	**53644818**	**70.59%**	**5274075**	**48370743**	**53644818**	**70.59%**	**-**
(2) Foreign									
(a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
(b) Other- Individuals	-	-	-	-	-	-	-	-	-
(c) Bodies Corp.	-	-	-	-	-	-	-	-	-
(d) Banks / FI	-	-	-	-	-	-	-	-	-
(e) Any Other	-	-	-	-	-	-	-	-	-
Sub-Total (A) (2) :-	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total Shareholding of Promoter A = (A) (1) + (A) (2)	**5274075**	**48370743**	**53644818**	**70.59%**	**5274075**	**48370743**	**53644818**	**70.59%**	**-**
B. Public Shareholding									
1. Institutions									
(a) Mutual Funds	8298	699	8997	0.01%	8298	699	8997	0.01%	-
(b) Banks / FI	99	1548	1647	0.00%	99	1548	1647	0.00%	-
(c) Central Govt.	-	-	-	-	-	-	-	-	-
(d) State Govt(s)	-	-	-	-	-	-	-	-	-
(e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
(f) Insurance Companies	-	-	-	-	-	-	-	-	-
(g) FIIs	-	-	-	-	-	-	-	-	-
(h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
(i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B) (1) :-	**8397**	**2247**	**10644**	**0.01%**	**8397**	**2247**	**10644**	**0.01%**	**-**
2. Non-Institutions									
(a) Bodies Corp									
(i) Indian	101995	50521	152516	0.20%	109412	50121	159533	0.21%	+0.01%
(ii) Overseas	66	9591200	9591266	12.63%	66	9591200	9591266	12.63%	-

(b) Individuals									
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	1154762	604490	1759252	2.31%	1151078	603401	1754479	2.31%	
(ii) Individual shareholders holding nominal share capital exceed of Rs. 1 lakh	176986	-	176986	0.23%	182434	-	182434	0.24%	+0.01%
(c) Others (specify)									
NRIs:									
(i) Holding nominal share capital upto Rs. 1 lakh	54915	139691	194606	0.26%	53217	133697	186914	0.25%	-0.01%
(ii) Holding nominal share capital exceed of Rs. 1 lakh	18000	39064	57064	0.07%	10417998	39064	10457062	13.76%	+13.69%
Foreign Nationals	3999	-	3999	0.01%	3999	-	3999	0.01%	-
Trust (Indian)	50	-	50	0.00%	50	-	50	0.00%	-
Sub-total (B) (2) :-	**1510773**	**10424966**	**11935739**	**15.71%**	**11918254**	**10417482**	**22335737**	**29.40%**	**+13.69%**
Total Public Shareholding (B) = (B) (1) + (B) (2)	**1519170**	**10427213**	**11946383**	**15.72%**	**11926651**	**10419729**	**22346381**	**29.41%**	**+13.69%**
(C)Shares held by Custodian for GDRs & ADRs	**10399998**	**-**	**10399998**	**13.69%**	**-**	**-**	**-**	**0.00%**	**-13.69 %**
Grand Total (A+B+C)	**17171659**	**58819540**	**75991199**	**100.00%**	**17200726**	**58790472**	**75991199**	**100.00%**	**-**

(ii) Shareholding of Promoters-

S. No.	Shareholder's Name	Shareholding at the beginning of the year (01-04-2015)			Share holding at the end of the year (31-03-2016)			% change in share holding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1	Deeksha Holding Ltd	30710301	40.41	-	30710301	40.41	-	-
2	Dr. Jyotsna Suri	7247935	9.54	-	7247935	9.54	-	-
3	Responsible Builders Pvt Ltd	7106400	9.35	-	7106400	9.35	-	-
4	Jyotsna Holding Pvt Ltd	3024039	3.98	-	3024039	3.98	-	-
5	Mr. Keshav Suri	3880596	5.11	-	3880596	5.11	-	-
6	Mr. Ramesh Suri	1219998	1.60	-	1219998	1.60	-	-
7	Lalit Suri (HUF)	202950	0.27	-	202950	0.27	-	-
8	Ramesh Suri (HUF)	159999	0.21	-	159999	0.21	-	-
9	Ms. Ritu Suri	68400	0.09	-	68400	0.09	-	-
10	Premium Exports Ltd	18000	0.02	-	18000	0.02	-	-
11	Mercantile Capital & Financial Services Ltd.	6198	0.01	-	6198	0.01	-	-
12	Ms. Deeksha Suri	1	0.00	-	1	0.00	-	-
13	Ms. Divya Suri	1	0.00	-	1	0.00	-	-
	Total	**53644818**	**70.59%**	**-**	**53644818**	**70.59%**	**-**	**-**

(iii) Change in Promoters' shareholding

Sl. No.	Name of shareholder	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	**Deeksha Holding Ltd**				
	At the beginning of the year	30710301	40.41	30710301	40.41
	Increase / Decrease:	-	-	-	-
	At the End of the year	30710301	40.41	**30710301**	**40.41**
2.	**Dr. Jyotsna Suri**				
	At the beginning of the year	7247935	9.54	7247935	9.54
	Increase / Decrease:	-	-	-	-
	At the End of the year	7247935	9.54	**7247935**	**9.54**
3.	**Responsible Builders Pvt Ltd**				
	At the beginning of the year	7106400	9.35	7106400	9.35
	Increase / Decrease:	-	-	-	-
	At the End of the year	7106400	9.35	**7106400**	**9.35**
4	**Jyotsna Holding Pvt Ltd**				
	At the beginning of the year	3024039	3.98	3024039	3.98
	Increase / Decrease:	-	-	-	-
	At the End of the year	3024039	3.98	**3024039**	**3.98**
5.	**Mr. Keshav Suri**				
	At the beginning of the year	3880596	5.11	3880596	5.11
	Increase / Decrease:	-	-	-	-
	At the End of the year	3880596	5.11	**3880596**	**5.11**
6.	**Mr. Ramesh Suri**				
	At the beginning of the year	1219998	1.60	1219998	1.60
	Increase / Decrease:	-	-	-	-
	At the End of the year	1219998	1.60	**1219998**	**1.60**
7.	**Lalit Suri (HUF)**				
	At the beginning of the year	202950	0.27	202950	0.27
	Increase / Decrease:	-	-	-	-
	At the End of the year	202950	0.27	**202950**	**0.27**
8.	**Ramesh Suri (HUF)**				
	At the beginning of the year	159999	0.21	159999	0.21
	Increase / Decrease:	-	-	-	-
	At the End of the year	159999	0.21	**159999**	**0.21**
9.	**Ms. Ritu Suri**				
	At the beginning of the year	68400	0.09	68400	0.09
	Increase / Decrease:	-	-	-	-
	At the End of the year	68400	0.09	**68400**	**0.09**
10	**Premium Exports Ltd**				
	At the beginning of the year	18000	0.02	18000	0.02
	Increase / Decrease:	-	-	-	-
	At the End of the year	18000	0.02	**18000**	**0.02**
11.	**Mercantile Capital & Financial Services Ltd.**				
	At the beginning of the year	6198	0.01	6198	0.01
	Increase / Decrease:	-	-	-	-
	At the End of the year	6198	0.01	**6198**	**0.01**

12.	**Ms. Deeksha Suri**				
	At the beginning of the year	1	0.00	1	0.00
	Increase / Decrease:	-	-	-	-
	At the End of the year	1	0.00	**1**	**0.00**
13.	**Ms. Divya Suri**				
	At the beginning of the year	1	0.00	1	0.00
	Increase / Decrease:	-	-	-	-
	At the End of the year	1	0.00	**1**	**0.00**

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	**Mr.Jayant Nanda**				
	At the beginning of the year	-	-	-	-
	Date of Increase : 23-10-2015 Reasons: Purchase /Transfer	10399998	13.69	10399998	13.69
	At the End of the year	10399998	13.69	10399998	13.69
2.	**Richmond Enterprises S.A**				
	At the beginning of the year	5491200	7.23	5491200	7.23
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	5491200	7.23	5491200	7.23
3.	**Dubai Ventures Limited**				
	At the beginning of the year	4100000	5.40	4100000	5.40
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	4100000	5.40	4100000	5.40
4.	**Mr.Yash Paul Sabharwal**				
	At the beginning of the year	57000	0.08	57000	0.08
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	57000	0.08	57000	0.08
5.	**Southern India Depository Services Pvt Ltd**				
	At the beginning of the year	30750	0.04	30750	0.04
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	30750	0.04	30750	0.04
6.	**Smt. Raj Kumari Nanda**				
	At the beginning of the year	19998	0.03	19998	0.03
	Date wise Increase / Decrease & Reasons:		-	-	-
	At the End of the year	19998	0.03	19998	0.03
7.	**Mr. Ajay Kumar**				
	At the beginning of the year	13394	0.02	13394	0.02
	Date of Increase : 24-07-2015 Reasons: Purchase /Transfer	450	0.00	13844	0.02
	Date of Increase : 25-03-2016 Reasons: Purchase /Transfer	4998	0.00	18842	0.02
	At the End of the year	18842	0.02	18842	0.02

8.	**Mr. Samuel K. Abraham**				
	At the beginning of the year	18660	0.02	18660	0.02
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	18660	0.02	18660	0.02
9.	**Mr. Nayan Arun Jagjivan**				
	At the beginning of the year	18000	0.02	18000	0.02
	Date wise Increase / Decrease & Reasons:				
	At the End of the year	18000	0.02	18000	0.02
10.	**Hungerford Consultants Private Limited**				
	At the beginning of the year	17772	0.02	17772	0.02
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	17772	0.02	17772	0.02
11.	**Hanurang Projects Private Limited**				
	At the beginning of the year	17772	0.02	17772	0.02
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	17772	0.02	17772	0.02

(V) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	**For Each of the Directors and KMP**	**Shareholding at the beginning of the year**		**Cumulative Shareholding at the end of the year**	
		No. of shares	**% of total shares of the company**	**No. of shares**	**% of total shares of the company**
1.	**Dr. Jyotsna Suri**				
	At the beginning of the year	7247935	9.54	7247935	9.54
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	7247935	9.54	**7247935**	**9.54**
2.	**Ms. Divya Suri Singh, Executive Director**				
	At the beginning of the year	1	0.00	1	0.00
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	1	0.00	**1**	**0.00**
3.	**Ms. Deeksha Suri, Executive Director**				
	At the beginning of the year	1	0.00	1	0.00
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	1	0.00	**1**	**0.00**
4.	**Mr. Keshav Suri, Executive Director**				
	At the beginning of the year	3880596	5.11	3880596	5.11
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	3880596	5.11	**3880596**	**5.11**
5.	**Mr. Ramesh Suri, Director**				
	At the beginning of the year	1219998	1.60	1219998	1.60
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	1219998	1.60	**1219998**	**1.60**
6.	**Mr. Dharam Vir Batra, Director**				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	-	-	-	-

7.	**Mr. Lalit Bhasin, Director**				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	-	-	-	-
8.	**Dr. M.Y. Khan, Director**				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	-	-	-	-
9.	**Mr. Hanuwant Singh, Director**				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	-	-	-	-
10.	**Mr. Vinod Khanna, Director**				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	-	-	-	-
11.	**Mr. Chakor L. Doshi, Director**				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	-	-	-	-
12.	**Mr. Abhay N. Firodia, Director**				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	-	-	-	-
13.	**Mr. Madhav Sikka, Chief Financial Officer**				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	-	-	-	-
14.	**Mr. Himanshu Pandey, Company Secretary**				
	w.e.f. 10-9-2015 *	-	-	-	-
	Date wise Increase / Decrease & Reasons:	-	-	-	-
	At the End of the year	-	-	-	-

* Date of appointment

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding / accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year :				
(i) Principal Amount	9,624,454,892	715,997,615	-	10,340,452,507
(ii) Interest due but not paid	-	-	-	-
(iii) Interest accrued but not due	76,453,046	1,034,141	-	77,487,187
Total (i+ii+iii)	**9,700,907,938**	**717,031,756**	**-**	**10,417,939,694**

Change in Indebtedness during the financial year :				
Addition	-	399,827,016	-	399,827,016
Reduction	564,216,281	-	-	564,216,281
Net Change	**-564,216,281**	**+399,827,016**	**-**	**-164,389,265**
Indebtedness at the end of the financial year:				
i) Principal Amount	9,061,757,589	1,116,858,772	-	10,178,616,361
(ii) Interest due but not paid	-	-	-	-
(iii) Interest accrued but not due	74,934,068	-	-	74,934,068
Total (i+ii+iii)	**9,136,691,657**	**1,116,858,772**	**-**	**10,253,550,429**

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. Remuneration to Managing Director, Whole-time- Directors and/or Manager:

Sl. no.	Particulars of Remuneration	Name of MD/WTD/Manager				Total Amount
		Dr. Jyotsna Suri, Chairperson & Managing Director	Ms. Divya Suri Singh, Executive Director	Ms. Deeksha Suri, Executive Director	Mr. Keshav Suri, Executive Director	
1.	Gross salary					
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	76,16,580	65,28,449	65,28,449	65,28,449	27,202,074
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-	-
(c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-	-
2.	Stock Option	-	-	-	-	-
3.	Sweat Equity	-	-	-	-	-
4.	Commission - As % of profit - Others, specify			-	-	-
5.	Others (PF)	7,83,420	6,71,502	6,71,502	6,71,502	27,97,926
	Total (A)	**84,00,000**	**72,00,000**	**72,00,000**	**72,00,000**	**3,00,00,000**
	Ceiling as per the Act	*	*	*	*	-
*The Company had received approval of the Central Government for payment of Managerial Remuneration in excess of the limits due to insufficient profits.						

B. Remuneration to other directors:

1. Independent Directors

Sl. No.	Particulars	Name of Director		
		Mr. Lalit Bhasin (1)	Dr. M.Y. Khan (2)	Mr. Hanuwant Singh (3)
1.	Fee for attending Board/Committee meetings	1,80,000	1,60,000	3,00,000
2.	Commission	-	-	-
3.	Others	-	-	-
Total		**1,80,000**	**1,60,000**	**3,00,000**

Sl. No.	Particulars	Name of Director			
		Mr. Chakor L. Doshi (4)	Mr. Vinod Khanna (5)	Mr. Abhay N. Firodia (6)	Total Amount
1.	Fee for attending Board/ Committee meetings	20,000	60,000	20,000	7,40,000
2.	Commission	-	-	-	-
3.	Others	-	-	-	-
Total - B (1)		**20,000**	**60,000**	**20,000**	**7,40,000**

B.

2. Other Non Executive Directors

Sl. No.	Particulars	Name of Director		
		Mr. Ramesh Suri (1)	Mr. D. V. Batra (2)	Total
1.	Fee for attending Board/Committee meetings	3,40,000	1,20,000	4,60,000
2.	Commission	-	-	-
3.	Others	-	-	-
	Total - B (2)	**3 ,40,000**	**1,20,000**	**4,60,000**
	Total (B) = B (1) + B(2)	**-**	**-**	**12,00,000**
	Total Managerial Remuneration	**-**	**-**	**12,00,000**
	Overall Ceiling as per the Act	-	-	*
*Overall ceiling as per the Act is not applicable to sitting fees paid to Non- Executive Directors.				

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD :

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		
		Mr. Madhav Sikka (CFO)	**Mr.Himanshu Pandey (CS) (w.e.f. 10-9-2015 to 31-3-2016)**	**Total Amount**
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	4,510,833	951,382	5,462,215
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	–	–	–
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	–	–	–
2.	Stock Option	–	–	–
3.	Sweat Equity	–	–	–
4.	Commission As % of profit Others, specify	–	–	–
5.	Others (PF)	259,200	50,879	310,079
	Total	**4,770,033**	**1,002,261**	**5,772,294**

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority (RD / NCLT / Court)	Appeal made, if any.
A. COMPANY					
Penalty	No Penalties, Punishments or Compounding of Offences				
Punishment					
Compounding					
B. DIRECTORS					
Penalty	No Penalties, Punishments or Compounding of Offences				
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty	No Penalties, Punishments or Compounding of Offences				
Punishment					
Compounding					

Annexure-V

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. **Details of contracts or arrangements or transactions not at arm's length basis:** Company has not entered into any contract or arrangement or transaction with its related parties which is not at arm's length during financial year 2015-16.

2. **Details of material contracts or arrangements or transactions at arm's length basis:**

   (a) Name(s) of the related party and nature of relationship:

   Name of related party : Cargo Hospitality Private Limited

   Nature of relationship : Dr. Jyotsna Suri,Chairperson & Managing Director's relatives are Directors in Cargo Hospitality Pvt. Ltd.

   (b) Nature of contracts/arrangements/transactions: Sale of land and the building structure thereon at Pune.

   (c) Duration of the contracts / arrangements/transactions: To be completed on or before 31-3-2016.

   (d) Salient terms of the contracts or arrangements or transactions including the value, if any: Sale of land and the building structure thereon at Pune at a sale consideration of Rs.47 crores.

   (e) Date(s) of approval by the Board, if any: 23-01-2016

   (f) Amount paid as advances, if any: N.A.

For and on behalf of the Board

Sd/-

Place: New Delhi
Dated: July 21, 2016

Dr. JYOTSNA SURI
CHAIRPERSON AND MANAGING DIRECTOR
(DIN: 00004603)

Information as per Rules 5(2) & (3) of the Companies (Appointment And Remuneration of Managerial Personnel) Rules, 2014 as amended upto vide notification dated 30th June, 2016

S. No	Employee Name	Designation	Remuneration	Nature of Employment	Qualification	Experience	Date of Commencement of Employment	Age (In years)	Last Employment	% of shares held in the Company	Whether related to any Director
A	**List of top ten employees in terms of remuneration drawn during the financial year 2015-16:**										
1	Dr. Jyotsna Suri	Chairperson & Managing Director	8,400,000	Contractual	"English Honours from Miranda House College, Delhi University "	27 years	2-Nov-89	64 yrs.	-	9.54%	Related to Ms. Divya Suri Singh, Ms. Deeksha Suri and Mr. Keshav Suri.
2	Ms. Divya Suri Singh	Executive -Director	7,200,000	Contractual	Master in Law from Kings College , London.	20 years	26-Aug-09	43 yrs.	Practicing Lawyer	0.00%	Related to Dr. Jyotsna Suri, Ms. Deeksha Suri and Mr. Keshav Suri. Mr. Ramesh Suri is also related being Paternal Uncle.
3	Ms. Deeksha Suri	Executive -Director	7,200,000	Contractual	Post Graduation in Business Management from the London School of Economics.	14 years	1-Sep-02	37 yrs.	-	0.00%	Related to Dr. Jyotsna Suri, Ms. Divy Suri Singh and Mr. Keshav Suri. Mr. Ramesh Suri is also related being Paternal Uncle.
4	Mr. Keshav Suri	Executive -Director	7,200,000	Contractual	Graduation in Law and Business from University of Warwick, UK, Master's Degree in International Management from Kings College, London, Training in Management & Entrepreneurship at the London School of Economics, LLM Degree from School of African & Oriental Studies (SAOS), London.	9 years	1-Jul-07	31 yrs.	-	5.11%	Related to Dr. Jyotsna Suri, Ms. Divy Suri Singh and Ms. Deeksha. Mr. Ramesh Suri is also related being Paternal Uncle.

5	Mr. Madhav Sikka	Chief Financial Officer	4,770,033	Service	Chartered Accountant	30 years	2-Apr-07	59 yrs.	India Today Group, New Delhi	-	-
6	Mr. Arun Kumar Sinha	Executive Pilot	4,631,000	Service	M.SC. (Defence Study)	35 years	1-Jun-10	57 yrs.	OSS Air Management, New Delhi	-	-
7	Mr. Vivek Shukla	General Manager	4,189,992	Service	Diploma in Hotel Management from IHM, Mumbai	23 years	13-Apr-05	45 yrs.	Hyatt International, Mumbai	-	-
8	Mr. Piyush Kumar Rishi	Executive Pilot	4,000,000	Service	B.SC.	39 years	2-Jan-14	60 yrs.	OSS Air Management, New Delhi	-	-
9	Mr. Rocky Kalra	General Manager Operations & Development	3,075,000	Service	Diploma in Hotel Management from IHM, Pusa, New Delhi	27 years	16-Mar-09	50 yrs.	Costa Coffee, New Delhi	-	-
10	Ms. Poonam Tyagi	Head Human Resources	2,734,992	Service	PGDBM(HR)	18 years	3-Feb-14	41 yrs.	Jubilant Oil & Gas Pvt. Ltd.	-	-
B	**Personnel who are in receipt of remuneration aggregating not less than Rs. 1,02,00,000 per annum and employed through out the financial year:**										
NIL											
C	**Personnel who are in receipt of remuneration aggregating not less than Rs. 8,50,000 per month and employed for part of the financial year:**										
NIL											
D	**Personnel who are in receipt of remuneration is in excess of MD or WTD and holds 2% or more shares of the Company himself or along with spouse or dependent Children**										
NIL											

Note: Remuneration comprises of Salary, Allowances and Company's contribution to Provident Fund.

ANNEXURE - VII

Particulars of Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo required under Rule 8 (3) the Companies (Accounts) Rules, 2014

(A) CONSERVATION OF ENERGY

Various energy conservation measures adopted by the Company in respect of all hotels are as follows:

i) Chilled water system changed from primary to secondary-primary system and divided by different Zone in order to save the energy getting wasted by the conventional system.

ii) LED's installed in place of halogens resulting in electrical energy savings.

iii) Replacement of analog thermostats by digital to save the electrical energy in guest rooms and other areas.

(b) The implementation of Energy Conservation programme:-

i) The Company has been continuously studying fuel and utility bills; measuring the results of tracking energy consumptions and the objectives of record keeping; having commitment to and accountability for energy conservation at all levels of the operations of all the hotels; established an energy conservation committee; making a walk-through inspection of the hotel to identify wasteful conditions; implementing changes in operating procedures by instructions to the staff regarding wasteful energy practices, setting realistic energy saving objectives.

ii) Energy conservation efforts are being greatly enhanced by a strong planned Preventive Maintenance Programme. Each month the Maintenance Department compiles an Energy Consumption Report for the hotel that is a valuable energy conservation tool. Discussions with regard to the same are held on a continuous basis to achieve better results.

iii) Internal energy Audit's are carried out to balance total energy inputs with use to identify all of the energy streams into a facility and to quantify energy use according to discrete functions.

iv) As a result of the aforesaid measures taken and firm commitment of the management, considerable saving in Electrical unit, LDO & HSD has been achieved. The Company continues to make all efforts to keep consumption at optimum level.

(B) TECHNOLOGY ABSORPTION

i) The Company has adopted the worldwide standards with regard to uniform accounting system. Hotel's entire operation both front of the house and back of the house is fully computerised. To ensure the security of the guests and property as such, all the hotels have installed within the premises a Closed Circuit Security Surveillance System.

The Company has adopted the latest technology especially with regard to Engineering Design Standards to ensure against the hazards of fire and the like.

The Company has made successful efforts to adopt latest human resource development techniques which are being used extensively to motivate and train staff and to ensure that the standards are constantly met and continuously further improved.

The Company has installed new Telephone Exchanges, which are specially designed for Hotels and are considered to be the latest in the world. This has resulted into more efficient and improved service to the Hotel Guests.

The Company has installed Reverse Osmoses system to provide best quality of portable water to the hotel Guests.

The hotel is continuously innovating by implementing new ideas with a view to enhance the facilities that can be enjoyed by its guests.

ii) As a result of the effective utilisation of technological resources, the Company has been able to achieve high level of customer's satisfaction, operational efficiency and development of variety of standards and skills in a short span of time after having become operational.

iii) The Company has acquired a variety of International standards and skills especially with regard to the facilities offered to the guests, fire safety systems, life safety standards and more importantly the service standards. In addition to the above, the Company is constantly developing:

- Training modules which develop and fine-tune employee's skills with regard to leadership, communication, supervision and general management.
- Hands on Culinary Skills Training for specialised cuisines, focusing on hygiene, foods preparation and food service.
- Assistance with setting up minimum standards of operations, in terms of quality of service and facilities provided in a hotel.
- Assistance with developing marketing strategies and relating the same with planning employee performance.
- Company has installed new Generators to provide continuous power supply.
- Company is already replacing all the hot and cold water pipe lines of the properties and also enhanced hot water chlorifiers.

(C) FOREIGN EXCHANGE EARNING AND OUTGO:

Particulars		(Rs. in Lacs)
	Financial Year	
	2015-2016	2014-2015
CIF Value of Imports	**166.50**	710.00
Expenditure in Foreign Currency	**1,395.92**	1,454.27
Earnings in Foreign Exchange	**9,581.16**	8,045.28

S.R. BATLIBOI & CO. LLP
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To The Members of Bharat Hotels Limited

Report on the Financial Statements

We have audited the accompanying standalone financial statements of Bharat Hotels Limited ("the Company"), which comprises the Balance Sheet as at March 31, 2016, 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 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 accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes 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 frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone 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, issued by the Institute of Chartered Accountants of India, as 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 controls 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 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 March 31, 2016, of its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure 1 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 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 Cash Flow Statement dealt with by this Report are in agreement with the books of account;

   (d) In our opinion, the aforesaid standalonefinancial statements comply with the 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, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of section 164 (2) of the Companies Act, 2013;

   (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;

   (g) With respect to the 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 has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 43 to the financial statements;

      ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

      iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

Sd/-
per **Raj Agrawal**
Partner
Membership Number: 82028

Place : Gurgaon
Date : May 20, 2016

Annexure 1 referred to in paragraph 1 of the section on "Report on other legal and regulatory requirements" of our report of even date

Re: Bharat Hotels Limited ('the Company')

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) All fixed assets have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.

(c) According to the information and explanations given by the management, the title deeds of immovable properties are held in the name of the Company.

(ii) The management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed on such physical verification.

(iii) (a) The Company has granted loans to four companies and one other party covered in the register maintained under section 189 of the Companies Act, 2013. In our opinion and according to the information and explanations given to us, the terms and conditions of the grant of such loans not prejudicial to the Company's interest.

(b) The Company has granted loans to four companies and one other party in the register maintained under section 189 of the Companies Act, 2013. In our opinion and according to the information and explanations given to us, the terms and conditions of the grant of such loans not prejudicial to the company's interest. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to firms or Limited Liability Partnerships covered in the register maintained under section 189 of the Companies Act, 2013.

(c) The Company has granted loans to four companies and one other party covered in the register maintained under section 189 of the Companies Act, 2013. The schedule of repayment of principal and payment of interest has been stipulated for the loan granted and the repayment/receipts are ragular.

(iv) In our opinion and according to the information and explanations given to us, provisions of section 185 and 186 of the Companies Act 2013 in respect of loans and advances given, investments made, guarantees and securities given have been complied with by the Company.

(v) The Company has not accepted any deposits from the public.

(vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.

(vii) (a) Undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of custom, duty of excise , value added tax, cess and other material statutory dues have not generally been regularly deposited with the appropriate authorities though the delays in deposit have not been serious.

(b) According to the information and explanations given to us, no undisputed dues in respect of provident fund, employees' state insurance, income-tax, service tax, sales-tax, duty of custom, duty of excise, value added tax, cess and other material statutory dues which were outstanding, at the year end, for a period of more than six months from the date they became payable.

(c) According to the records of the Company, the dues outstanding of income-tax, sales-tax, , service tax, duty of custom, duty of excise, value added tax and cess on account of any dispute, are as follows:

Name of statute	Nature of dues	Amount (Rs)	Period to which the amount relates	Forum where dispute is pending
Finance Act,1994	Service tax	31,364,642	FY 2004-05 to 2011-12	CESTAT
Finance Act,1994	Service tax	3,445,176	FY 2009-10 & 2010-11	High Court of Kerala
Kerala Work Contract Tax	Work contract tax	2,935,130	FY 2007-08 & 2008-09	Deputy Commissioner of Appeals
Custom Act	Custom duty	96,805,372	FY 2006-07	CESTAT
Urban development tax Act	Urban development tax	18,020,991	FY 2007-08 to 2015-16	High Court of Jodhpur
Central Excise Act, 1944	Excise duty	641,711	FY 2006-08	CESTAT
The Rajasthan Tax on Entry of Goods into Local Areas Act, 1999	Entry tax	8,240,840	FY 2009-10 to 2012-13	Supreme Court
Bombay Municipal Corporation Act	Property tax	22,574,094	FY 2010-11 to 2014-15	Bombay High Court
Maharashtra Value Added Tax Act, 2002	Value added tax	6,243,814	FY 2005-06, 2007 -08 and 2010-11	Commissioner Appeals
Maharashtra Value Added Tax Act, 2002	Value added tax	5,324,011	FY 2006-07, 2008 - 09 and 2009 -10	Tribunal

(viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of dues to a financial institution, banks or debenture holders or Government.

(ix) According to the information and explanations given by the management, the Company has not raised any money by way of initial public offer / further public offer. Based upon the audit procedures performed for the purpose of reporting the true & fair view of the financial statements and according to the information and explanations given by the management and on an overall examination of the balance sheet, we report that monies raised by way of term loans were applied for the purpose for which those were raised.

(x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or on the Company by the officers and employees of the Company has been noticed or reported during the year.

(xi) According to the information and explanations given by the management, the managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.

(xii) In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.

(xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(xiv) are not applicable to the Company and, not commented upon.

(xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.

(xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

Sd/-
per **Raj Agrawal**
Partner
Membership Number: 82028

Place : Gurgaon
Date : May 20, 2016

S.R. BATLIBOI & CO. LLP
Chartered Accountants

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF BHARAT HOTELS LIMTED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Bharat Hotels 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 control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include 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 the 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 Companies Act, 2013.

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 as specified under section 143(10) of the Companies Act, 2013, 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 Institute of Chartered Accountants of India. 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 judgement, 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 internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control 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 expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 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 Accountants of India.

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

Sd/-
per Raj Agrawal
Partner
Membership Number: 82028

Place : Gurgaon
Date : May 20, 2016

BALANCE SHEET as at March 31, 2016

	Particulars	Note No.	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
I	**EQUITY AND LIABILITIES**			
1	**Shareholders' funds**			
	(a) Share capital	2	**759,911,990**	759,911,990
	(b) Reserves and surplus	3	**10,306,701,220**	10,060,833,788
			11,066,613,210	10,820,745,778
2	**Non-current liabilities**			
	(a) Long-term borrowings	4	**8,136,715,605**	7,763,008,138
	(b) Deferred tax liabilities (Net)	5	**820,765,077**	697,638,639
	(c) Other Long term liabilities	6	**578,788,995**	552,582,424
	(d) Long-term provisions	7	**68,530,190**	69,290,223
			9,604,799,867	9,082,519,424
3	**Current liabilities**			
	(a) Short-term borrowings	8	**1,737,905,516**	1,090,826,363
	(b) Trade payables	9		
	*Total outstanding dues to micro enterprises and small enterprises			
	*Total outstanding dues to creditors other than micro enterprises and small enterprises		**279,285,527**	283,879,730
	(c) Other current liabilities	9	**1,070,332,098**	2,106,053,305
	(d) Short-term provisions	10	**139,832,853**	134,774,847
			3,227,355,994	3,615,534,245
	TOTAL		**23,898,769,071**	23,518,799,447
II	**ASSETS**			
1	**Non-current assets**			
	(a) Fixed assets			
	(i) Tangible assets	11	**11,773,916,574**	12,433,813,956
	(ii) Intangible assets	11	**12,893,145**	17,499,782
	(iii) Capital work-in-progress (Refer note 31 for preoperative expenditure pending allocation)		**2,180,253,481**	1,949,047,804
	(b) Non-current investments	12	**1,230,857,887**	1,260,957,887
	(c) Long-term loans and advances	13	**7,046,091,841**	5,861,226,086
	(d) Other non-current assets	14	**343,988,020**	405,971,884
			22,588,000,948	21,928,517,399
2	**Current assets**			
	(a) Inventories	15	**176,445,661**	155,292,494
	(b) Trade receivables	16	**394,896,129**	391,560,718
	(c) Cash and bank balances	17	**237,776,372**	709,294,772
	(d) Short-term loans and advances	18	**234,578,911**	241,970,613
	(e) Other current assets	19	**267,071,050**	92,163,451
			1,310,768,123	1,590,282,048
	TOTAL		**23,898,769,071**	23,518,799,447
	Summary of significant accounting policies	1		

The accompanying notes are an integral part of the financial statements.
As per our report of even date.

For S. R. Batliboi & Co. LLP
Firm Registration Number: 301003E/ E300005
Chartered Accountants

For and on behalf of the Board of Directors of
Bharat Hotels Limited

Sd/-
per Raj Agrawal
Partner
Membership No. 82028

Sd/-
Dr. Jyotsna Suri
Chairperson and Managing Director
(DIN: 00004603)

Sd/-
Keshav Suri
Executive Director
(DIN: 00005370)

Sd/-
Hanuwant Singh (DIN:00131026)
Lalit Bhasin (DIN:00001607)
Dr. M.Y. Khan (DIN:00751929)
Directors

Place : Gurgaon
Date : May 20, 2016

Place : New Delhi
Date : May 20, 2016

Sd/-
Madhav Sikka
Chief Financial Officer

Sd/-
Himanshu Pandey
Company Secretary
(M. No. ACS 13531)

STATEMENT OF PROFIT AND LOSS for the year ended March 31, 2016

Particulars		Note No.	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
I	**Income**			
	a Revenue from operations (gross)	20	**5,178,686,036**	4,656,675,490
	Less: Excise Duty	20	**2,925,872**	3,076,317
	Revenue from operations (net)		**5,175,760,164**	4,653,599,173
	b Other Income	21.1	**362,839,823**	179,050,226
	Total revenue		**5,538,599,987**	4,832,649,399
II	**Expenses**			
	Consumption of food and beverages	22	**627,307,237**	546,183,874
	Purchase of traded goods		**5,962,490**	7,029,983
	Increase/ (Decrease) in inventories of traded goods	23	**(102,993)**	(1,226,017)
	Employee benefit expense	24	**921,209,619**	931,223,455
	Other expenses	25	**2,375,074,655**	2,173,926,473
	Total expenses		**3,929,451,008**	3,657,137,768
III	**Earnings before interest, tax, depreciation and amortization (EBITDA)(I-II)**		**1,609,148,979**	1,175,511,631
	Depreciation and amortization expense	26	**544,874,773**	628,342,273
	Interest Income	21.2	**(467,215,381)**	(437,729,359)
	Interest and Finance costs	27	**1,102,783,580**	1,027,468,058
IV	**Profit/(loss) before tax, prior period items and extra ordinary items**		**428,706,007**	(42,569,341)
V	**Prior Period items**	28	**16,792,241**	4,009,679
VI	**Extra Ordinary items**	29	**–**	(77,016,875)
VII	**Profit before tax and after prior period items and extra ordinary items**		**411,913,766**	30,437,855
VIII	**Tax expense**			
	Current tax (after adjusting credit of Rs.25,676,024 (previous year Rs. 38,469,216) for earlier years)		**97,134,001**	(31,185,552)
	Less: MAT Credit Entitlement		**122,810,025**	7,283,664
			(25,676,024)	(38,469,216)
	Deferred tax charge / (credit)		**123,126,441**	67,883,588
	Total tax expense		**97,450,417**	29,414,372
IX	**Net profit for the year**		**314,463,349**	1,023,483
X	**Earnings per share [nominal value of shares Rs. 10 (previous year Rs. 10)]**	30		
	Before extra ordinary items			
	Basic and Diluted		**4.14**	(1.00)
	After extra ordinary items			
	Basic and Diluted		**4.14**	0.01
	Summary of significant accounting policies	1		

The accompanying notes are an integral part of the financial statements.
As per our report of even date.

For S. R. Batliboi & Co. LLP
Firm Registration Number: 301003E/ E300005
Chartered Accountants

For and on behalf of the Board of Directors of
Bharat Hotels Limited

Sd/-
per Raj Agrawal
Partner
Membership No. 82028

Sd/-
Dr. Jyotsna Suri
Chairperson and Managing Director
(DIN: 00004603)

Sd/-
Keshav Suri
Executive Director
(DIN: 00005370)

Sd/-
Hanuwant Singh (DIN:00131026)
Lalit Bhasin (DIN:00001607)
Dr. M.Y. Khan (DIN:00751929)
Directors

Place : Gurgaon
Date : May 20, 2016

Place : New Delhi
Date : May 20, 2016

Sd/-
Madhav Sikka
Chief Financial Officer

Sd/-
Himanshu Pandey
Company Secretary
(M. No. ACS 13531)

CASH FLOW STATEMENT for the year ended March 31, 2016

	Particulars	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
A	**CASH FLOW FROM OPERATING ACTIVITIES**		
	Profit before tax	**411,913,766**	30,437,855
	Non-cash adjustments to reconcile profit before tax to net cash flows:		
	Depreciation and amortisation expenses	**544,874,773**	628,342,273
	Provison for diminution in the value of investment	**30,100,000**	
	Advance written off	**0**	301,375
	Provision for doubtful debts	**47,688,427**	4,047,344
	Provision for doubtful advances	**38,825,857**	30,946,119
	Excess provision/ credit balances written back	**(99,230,252)**	(31,241,783)
	Loss/ (Profit) on sale of fixed assets (net)	**(119,123,613)**	660,872
	Interest Income	**(467,215,381)**	(437,729,359)
	Amortization of ancillary cost of term loans	**84,405,514**	76,843,930
	Interest expense	**992,624,268**	950,624,128
	Unrealized foreign exchange loss / (gain)	**(13,683,027)**	2,204,394
	Operating profit before working capital changes:	**1,451,180,332**	1,255,437,148
	Movements in working capital:		
	-Trade receivables	**(51,023,838)**	(44,062,426)
	-Loans and advances and other current assets	**(842,824,873)**	(266,616,731)
	-Inventories	**(21,153,167)**	(7,577,066)
	-Liabilities and provisions	**235,210,302**	(34,672,334)
	Cash Generated from Operations	**771,388,756**	902508591
	Tax Paid	**5,517,104**	(82,241,925)
	Net cash flow from operating activities (a)	**776,905,860**	820,266,666
B	**CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES**		
	Purchase of fixed assets*	**(316,512,489)**	(520,095,820)
	Proceeds from sale of fixed assets	**572,419,309**	20,101,137
	Purchase of Investments	**-**	(360,000)
	Loans repayment received from subsidiaries	**-**	39,300,000
	Loans to subsidiaries	**(145,949,805)**	(292,842,430)
	Loan to joint venture of subsidiaries	**(316,970,557)**	(331,488,916)
	Loan to other related party	**(64,481,130)**	(5,349,588)
	Interest received	**466,621,927**	450,241,299
	Movement in investment in long term fixed deposits with banks	**(17,123,975)**	197,608,773
	Movement in margin money held as security	**25,530,575**	24,210,151
	Net Cash flow from/(used in) investing activities (b)	**203,533,855**	(418,675,394)
C	**CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES**		
	Proceeds from long term borrowings	**3,296,706,798**	4,497,894,936
	Proceeds from short term borrowings	**801,927,245**	953,317,343

CASH FLOW STATEMENT for the year ended 31 March, 2015

Particulars	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
Repayment of long term borrowings	**(4,168,198,261)**	(3,158,026,655)
Repayment of short term borrowings	**(154,848,092)**	(848,546,831)
Interest paid	**(1,160,888,000)**	(1,133,304,145)
Deferred payment liabilities	**446,885**	(1,396,248)
Dividends paid	**(37,995,600)**	(37,995,600)
Tax on dividend paid	**(7,735,011)**	(7,735,011)
Ancillary cost of Term loan	**(22,593,728)**	(366,421,841)
Net Cash from/ (used in) financing activities (c)	**(1,453,177,764)**	(102,214,052)
NET (DECREASE)/ INCREASE IN CASH & CASH EQUIVALENTS (a+b+c)	**(472,738,049)**	299,377,220
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	**658,153,817**	358,776,597
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	**185,415,768**	658,153,817
COMPONENTS OF CASH AND CASH EQUIVALENTS		
Cash on Hand	**7,953,133**	6,629,748
Cheques on hand	**4,863,888**	4,592,085
Balances with Scheduled Banks in		
- Current accounts	**53,254,289**	316,497,010
- EEFC accounts	**2,276,398**	6,529,771
- Unpaid dividend account **	**2,453,786**	2,661,994
- Deposit accounts	**114,614,274**	321,395,451
Add: Unrealized loss/ (gain) on foreign currency cash and cash equivalents	**-**	(152,242)
	185,415,768	658,153,817

Notes:

*1. Additions to Fixed Assets are stated inclusive of movements of Capital work-in-progress (including capital advances) and Preoperative expenditure pending allocation and the same has been treated as part of Investing Activities.

**2. Amounts under dividend account are held by the Company for the payment of dividend only.

3. The cash flow statement has been prepared under the indirect method as set out in the Accounting Standard 3 "Cash Flow Statement" issued by the Institute of Chartered Accountants of India.

Summary of significant accounting policies

The accompanying notes are an integral part of the financial statements.
As per our report of even date.

For S. R. Batliboi & Co. LLP
Firm Registration Number: 301003E/ E300005
Chartered Accountants

For and on behalf of the Board of Directors of Bharat Hotels Limited

Sd/-
per Raj Agrawal
Partner
Membership No. 82028

Sd/-
Dr. Jyotsna Suri
Chairperson and Managing Director
(DIN: 00004603)

Sd/-
Keshav Suri
Executive Director
(DIN: 00005370)

Sd/-
Hanuwant Singh (DIN:00131026)
Lalit Bhasin (DIN:00001607)
Dr. M.Y. Khan (DIN:00751929)
Directors

Place : Gurgaon
Date : May 20, 2016

Place : New Delhi
Date : May 20, 2016

Sd/-
Madhav Sikka
Chief Financial Officer

Sd/-
Himanshu Pandey
Company Secretary
(M. No. ACS 13531)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31,2016

1. Corporate Information

Bharat Hotels Limited, ('the Company') is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The Company is engaged in the business of operating hotels. The Company has properties in eleven locations (including three under construction).

1.1 Basis of Preparation

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention except for land and building of Mumbai and Goa carried at revalued amount.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below.

1.2 Summary of significant accounting policies

Change in accounting policy

Component Accounting

The Company has adopted component accounting as required under Schedule II to the Companies Act, 2013 from 1 April 2015. The Company was previously not identifying components of fixed assets separately for depreciation purposes, rather, a single useful life/ depreciation rate was used to depreciate each item of fixed asset.

Due to application of Schedule II to the Companies Act, 2013, the Company has changed the manner of depreciation for its fixed assets. Now, the Company identifies and determines cost of each component/ part of the asset separately, if the component/ part has a cost which is significant to the total cost of the asset having useful life that is materially different from that of the remaining asset. These components are depreciated over their useful lives; the remaining asset is depreciated over the life of the principal asset.

The Company has also changed its policy on recognition of cost of major inspection/ overhaul. Earlier, the Company used to charge such cost directly to statement of profit and loss. On application of component accounting, the major inspection/ overhaul is identified as a separate component of the asset at the time of purchase of new asset and subsequently. The cost of such major inspection/ overhaul is depreciated separately over the period till next major inspection/ overhaul. Upon next major inspection/ overhaul, the costs of new major inspection/ overhaul are added to the asset's cost and any amount remaining from the previous inspection/ overhaul is derecognized.

The change in accounting for depreciation due to component accounting did not have any material impact on financial statements of the Company for the current year.

(a) Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

(b) Tangible Fixed Assets :

Fixed assets are stated at cost (or revalued amounts, as the case may be), net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises the purchase price, borrowing cost if capitalization criteria are met and any direct attributable costs of bringing the asset to its working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

The Company adjusts exchange differences arising on translation/ settlement of long-term foreign currency monetary items pertaining to the acquisition of a depreciable asset to the cost of the asset and depreciates the same over the remaining life of the asset. In accordance with MCA circular dated 09 August 2012, exchange differences adjusted to the cost of fixed assets are total differences, arising on long-term foreign currency monetary items pertaining to the acquisition of a depreciable asset, for the period. In other words, the Company does not differentiate between exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other exchange difference.

Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

The Company identifies and determines cost of asset significant to the total cost of the asset having useful life that is materially different from that of the remaining life.

(c) Depreciation on fixed assets

Depreciation on fixed assets is calculated on a straight-line basis using the rates arrived on the basis of the useful life which coincides with the useful life prescribed under Schedule II of the Companies Act, 2013. The identified components are depreciated over their useful lives; the remaining asset is depreciated over the life of the principal asset.

Leasehold land and buildings are amortized on a straight line basis over the period of lease or useful life, whichever is lower.

Non-RCC structures for conference halls are depreciated over the period of eight years or their useful life, whichever is lower.

d) Impairment

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have reduced. If such indication exists, the Company estimates the asset's or cash-generating unit's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of profit and loss unless the asset is carried at a revalued amount, in which case the reversal is treated as a revaluation increase.

e) Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

The Company has capitalized computer software in the nature of software licenses as intangible assets, and the same is amortized over the license period or three years, being their expected useful economic life, whichever is lower.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

f) Leases

Where the Company is the lessee

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

Where the Company is the lessor

Leases in which the Company does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in fixed assets. Lease income is recognized in the Profit and Loss Account on a straight-line basis over the lease term. Costs, including depreciation are recognized as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the statement of profit and loss.

g) Government grants and subsidies

Grants and subsidies from the government are recognized when there is reasonable assurance that (i) the Company will comply with the conditions attached to them, and (ii) the grant/subsidy will be received.

When the grant or subsidy relates to revenue, it is recognized as income on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs, which they are intended to compensate.

h) Investments

Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

i) Inventories

Stores and spares inventory comprises cutlery, crockery, linen, other store items food and beverage, liquor and wine items in hand, which are valued at lower of cost and net realizable value. Cost is determined on first in first out basis. Circulating stock of crockery and cutlery issued for more than two months is charged to the profit and loss account as consumption.

Trading goods are valued at lower of cost and net realizable value.Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on a first in first out basis.

Unserviceable / damaged / discarded stocks and shortages observed at the time of physical verification are charged off to statement of profit and loss.Net realizable value is the estimated selling price in the ordinary course of the business, less estimated costs necessary to make the sale.

Inventory of food and beverage items in hand includes items used for staff cafeteria and is charged to consumption, net of recoveries, when issued.

j) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Revenue from hotel operations:

Revenue from hotel operations comprise sale of rooms and apartments, food and beverages, liquor and wine, banquet rentals and other services relating to hotel operations including telecommunication, laundry, business centre, health centre, etc. Revenue is recognized as and when the services are rendered and is disclosed net of allowances. The Company collects taxes such as value added tax, luxury tax, entertainment tax and service tax on behalf of the Government and, therefore, these are not economic benefits flowing to the Company. Hence, they are excluded from revenue. Excise duty deducted from revenue (gross) is the amount that is included in the revenue (gross) and not the entire amount of liability arising during the year.

Aircraft charter:

Revenue from hiring of the aircraft is recognized as and when services are rendered.

Rent:

Income from rent is recognized over the period of the contract on straight line basis. Initial direct cost is expensed off when incurred.

Maintenance charges:

Amounts collectible as maintenance charges are recognized over the period of the contract, on an accrual basis. Corresponding costs are recorded as incurred.

Membership programme revenue:

Membership revenue is recognized pro rata over the period of the membership term. Joining fee is recorded as income on sale of membership card.

Sale of goods (Trading goods)

Revenue is recognized when all significant risks and rewards of ownership of the goods have passed to the buyer. Taxes such as Sales Tax and VAT are deducted from turnover.

Interest:

Revenue is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable. Interest income is included under the head "other income" in the statement of profit and loss.

Commission Income:

Income is recognized when right to receive payment is established by the terms of the contract.

Consultancy / Management fee:

Consultancy / Management fee is recognized on accrual basis when right to receive payment is established by the terms of the contract.

k) **Expenditure during construction period:**

Expenditure directly relating to construction activity is capitalized. Administrative and other general overhead expenses are usually excluded from the cost of fixed assets because they do not relate to a specific fixed asset. Indirect expenditure incurred during construction period is recognized as part of the indirect construction cost to the extent to which the expenditure is related to construction or is incidental thereto and is charged to expenditure during construction period. Other indirect expenditure (including borrowing costs) incurred during the construction period which is not related to the construction activity nor is incidental thereto is charged to the statement of profit and loss. Income earned during construction period is deducted from the total of the indirect expenditure during construction period.

l) **Borrowing Costs:**

Borrowing costs include interest and commitment charges on borrowings, amortization of costs incurred in connection with the arrangement of borrowings and finance charges under leases.

Borrowing costs directly attributable to development projects, that take a substantial period of time to get ready for its intended use, are capitalized as part of cost of the respective asset. All other borrowing costs are recognized in the statement of profit and loss in the period in which they are incurred.

m) **Foreign currency translation:**

(i) **Initial Recognition:**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) **Conversion:**

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.

(iii) **Exchange differences:**

From accounting period commencing on or after April 1, 2012, the Company accounts for exchange differences arising on translation/ settlement of foreign currency monetary items as below:

1. Exchange differences arising on long-term foreign currency monetary items related to acquisition of a fixed asset are capitalized and depreciated over the remaining useful life of the asset. For this purpose, the Company treats a foreign currency monetary item as "long-term foreign currency monetary item", if it has a term of 12 months or more at the date of its origination.

2. All other exchange differences are recognized as income or as expense in the period in which they arise.

   In accordance with MCA circular dated 09 August 2012, exchange differences for this purpose are total differences arising on long-term foreign currency monetary items for the period. In other words, the Company does not differentiate between exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other exchange differences.

n) Employee benefits:

i. Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as expenditure when an employee renders the related service. The Company has no obligations other than the contribution payable to the Provident Fund.

ii. Gratuity liability is a defined benefit plan. The cost of providing benefits under the plan is determined on the basis of actuarial valuation at each year-end. Actuarial valuation is carried out by using the projected unit credit method. Actuarial gains and losses for defined benefit plan are recognized in full in the period in which they occur in the statement of profit and loss.

iii. The Company treats accumulated leaves expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. The Company presents the entire leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

iv. Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

o) Provision for Loyalty Programes:

Loyalty Programme reward points are provided for based on actuarial valuation at each year end. A provision is recognized for such programmes based upon expected usage of reward points by the members, as estimated by actuarial valuation.

p) Income taxes:

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations, where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

At each Balance Sheet date, the Company re-assesses unrecognized deferred tax assets. It recognizes deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the same taxable entity and the same taxation authority.

MAT credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the Minimum Alternative tax (MAT) credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the profit and loss account and shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal Income Tax during the specified period.

q) Segment Reporting Policies:

Identification of the segments:

The Company's operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets.

Inter-segment transfers

The Company generally accounts for inter -segment sales and transfers as if the sales or transfers were to third parties at current market prices.

Allocation of common costs:

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs.

Unallocated items:

Unallocated items include general corporate income and expense items which are not allocated to any business segment.

Segment accounting policies:

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole.

r) Earnings per share:

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for events of bonus issue; bonus element in a rights issue to existing shareholders; share split; and reverse share split (consolidation of shares), if any.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares, if any.

s) Provisions

A provision is recognized when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

t) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

u) Cash and cash equivalents:

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

v) Measurement of EBIDTA

The Company has elected to present earnings before interest, tax, depreciation, amortization and interest income (EBITDA) as a separate line item on the face of the statement of profit and loss. The Company measures EBITDA on the basis of profit/ (loss) from continuing operations.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

2. SHARE CAPITAL

	As at 31st March, 2016	As at 31st March, 2015
Authorized Shares		
100,000,000 (previous year 100,000,000) equity shares of Rs. 10 each	**1,000,000,000**	1,000,000,000
Issued, Subscribed and fully paid-up shares		
75,991,199 (previous year 75,991,199) equity shares of Rs. 10 each fully paid	**759,911,990**	759,911,990

(a) RECONCILIATION OF THE EQUITY SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE YEAR

	31st March, 2016		31st March, 2015	
	No. of shares	**Amount (Rupees)**	No. of shares	Amount (Rupees)
Shares outstanding at the beginning of the year*	**75,991,199**	**759,911,990**	75,991,199	759,911,990
Shares Issued during the year	–	–	–	–
Shares outstanding at the end of the year*	**75,991,199**	**759,911,990**	75,991,199	759,911,990
*Of the above, equity shares of Rs. 10 each were issued by way of Global Depository Receipts (GDR) through an international offering	–	–	10,399,998	103,999,980

(b) TERMS/RIGHTS ATTACHED TO EQUITY SHARES

The Company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

During the year ended 31st March 2016, the amount of per share dividend recognized as distributions to equity shareholders is Rs. 0.75 (Previous year Rs. 0.50)

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(c) DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% SHARES IN THE COMPANY

	31st March, 2016		31st March, 2015	
	No. of shares	**% holding**	No. of shares	% holding
Equity shares of Rs. 10 each fully paid up				
Deeksha Holding Limited	**30,710,301**	40.41	30,710,301	40.41
Mr. Jayant Nanda	**10,399,998**	13.69	-	-
Deutsche Bank Trust Company (held on behalf of GDR holders)	-	-	10,399,998	13.69
Dr. Jyotsna Suri	**7,247,935**	9.54	7,247,535	9.54
Responsible Builders Pvt. Ltd.	**7,106,400**	9.35	7,106,400	9.35
Richmonds Enterprises S.A.	**5,491,200**	7.23	5,491,200	7.23
Dubai Ventures Limited*.	**4,100,000**	5.40	4,100,000	5.40
Mr. Keshav Suri	**3,880,596**	5.11	3,880,596	5.11

As per the records of the Company, including its register of shareholders/members and other declaration received from the shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares except for those which were issued on behalf of GDR holders.

*Subsequent to the year end, Company has terminated share purchase agreement with Dubai Ventures Limited and shares have been transferred to Groves Universal Group S.A.

3. RESERVES & SURPLUS

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Capital Reserve		
Balance as per last financial statements	**1,128,504,839**	1,128,504,839
Closing Balance	**1,128,504,839**	1,128,504,839
Securities Premium Account	**2,903,473,154**	2,903,473,154
General Reserve		
Balance as per last financial statements	**810,360,986**	991,872,967
Add: Amount transferred from Debenture Redemption Reserve on account of redemption of debentures	**40,000,000**	40,000,000
Add: Amount transferred from revaluation reserve	**21,446,583**	21,425,826
Less: Depreciation on fixed assets whose useful life expired before 31st March, 2014 (net of deferred tax Rs. 128,583,536)	**–**	(242,937,807)
Closing Balance	**871,807,569**	810,360,986
Debenture Redemption Reserve		
Balance as per last financial statements	**40,000,000**	80,000,000
Less: Amount transferred to general reserve on account of redemption of debentures	**40,000,000**	40,000,000
Closing Balance	**–**	40,000,000
Revaluation Reserve		
Balance as per last financial statements	**3,140,731,822**	3,162,157,648
Less: Amount transferred to general reserve	**21,446,583**	21,425,826
Closing Balance	**3,119,285,239**	3,140,731,822
Surplus in the statement of profit and loss		
Balance as per last financial statements	**2,037,762,987**	2,082,470,115
Profit/(Loss) for the year	**314,463,349**	1,023,483
Less: Appropriations		
Proposed final equity dividend (amount per share Rs. 0.75 (Previous year Rs. 0.50))	**56,993,400**	37,995,600
Tax on proposed equity dividend	**11,602,517**	7,735,011
Net surplus in the statement of profit and loss	**2,283,630,419**	2,037,762,987
Total	**10,306,701,220**	10,060,833,788

4. LONG TERM BORROWINGS

	Non-current portion		Current maturities	
	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Secured:				
Debentures (Refer note 1 below) Nil (Previous Year: 400) 11.50% Redeemable Non-Convertible Debentures of Rs. Nil (Previous year Rs 400,000 each)	–	–	–	160,000,000
Term Loans				
Rupee loans from Banks (Refer note 2 to 13 below)	**7,222,448,100**	4,630,437,223	**148,906,256**	1,107,808,628
Rupee term loans from Financial Institutions (Refer note 14 & 15 below)	**41,698,006**	1,960,577,411	**18,750,000**	118,750,000
Foreign currency loans from banks (Refer note 16 below)	**872,569,499**	951,993,504	**136,338,984**	100,059,378

	Non-current portion		Current maturities	
	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)	**As at 31st March, 2016 (Rupees)**	As at 31st March, 2015 (Rupees)
Unsecured:				
Term Loans				
From Banks (Refer note 17 below)	**–**	220,000,000	-	-
TOTAL	**8,136,715,605**	7,763,008,138	**303,995,240***	1,486,618,006*

*Shown in note 9

1 11.50% Non Convertible Debentures (NCD's) from J&K Bank aggregating to Rs. Nil (previous year Rs. 160,000,000). The Company had got the entire amount of Rs. 160,000,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. Debentures were secured by the land at Mouje Maharajapura, Kadi Taluka, Gujarat and mortgage of immovable assets at Mumbai and Goa units and hypothecation of movable assets of Mumbai and Goa units on pari-passu basis. NCD's were listed on the Bombay Stock Exchange.

2. Term Loan from J&K Bank aggregating to Rs. Nil (previous year Rs. 187,500,000) carried interest @ 13.25% per annum. The Company had got the entire loan of Rs. 187,500,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan was secured by extension of exclusive charge over Ahmedabad Hotel (under construction) and by charge over movable and immovable fixed assets of Mumbai & Goa Hotels on pari-passu basis.

3. Term Loan from J&K Bank aggregating to Rs. Nil (previous year Rs. 500,000,000) carried interest @ 13.25% per annum. The Company had got the entire loan of Rs. 500,000,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan is secured by extension of exclusive charge over Ahmedabad Hotel (under construction) and by charge over movable and immovable fixed assets of Mumbai & Goa Hotels on pari-passu basis.

4. Term Loan from Yes Bank aggregating to Rs. Nil (previous year Rs. 70,769,385) carried interest @ 13.50% per annum. The Company had prepaid 2 installments of Rs. 12,019,231 each which were due in FY 2016-17. The loan is secured by exclusive charge on 109S Grand Helicopter.

5. Term Loan from Yes Bank aggregating to Rs. Nil (previous year Rs. 85,714,286) carried interest @ 13.75 % per annum. The Company had got the entire amount of Rs. 85,714,286 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan is secured by equitable mortgage of land and building of Mumbai and Goa Hotels and hypothecation of plant and machinery and all other movable fixed assets of Mumbai and Goa hotels on pari-passu basis.

6. Term Loan from Yes Bank aggregating to Rs. Nil (previous year Rs. 360,000,000) carried interest @ 12.50 % per annum. The Company had got the entire amount of Rs. 360,000,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan is secured by equitable mortgage on movable fixed assets of Mumbai and Goa Hotels both present and future and charge on land & building of Mumbai & Goa Hotels on pari-passu basis.

7. Term Loan from Yes Bank aggregating to Rs. Nil (previous year Rs. 235,000,000) carried interest @ 12.50 % per annum. The Company had got the entire amount of Rs. 235,000,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan is secured by equitable mortgage on movable fixed assets of Mumbai and Goa Hotels both present and future and charge on land & building of Mumbai & Goa Hotels on pari-passu basis.

8. Term Loan from State Bank of India aggregating to Rs. 21,406,256 (previous year Rs. 43,597,043) carries interest @ 14.00 % per annum. The balance loan is repayable in 12 monthly installments starting from April 2016. The loan is secured by equitable mortgage of land situated at Udma Village, Hosdurg Taluk in the District of Kasaragod and landed property at Kalnad Village, Hosdurg Taluk in District of Kasaragod by way of mortgage of lease deed and pari-passu 1st charge over all existing and future plant and machinery, fixtures and fittings and other movable fixed assets of the Bekal Hotel.

9. Term Loan from IDBI Bank aggregating to Rs. Nil (previous year Rs. 250,000,000) carried interest @ 13.25%. The Company had got the entire amount of Rs. 250,000,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan is secured by hypothecation of all movable fixed assets of the hotel at New Delhi and exclusive charge on movable and immovable fixed assets of the Company lying and situated at hotel, The Lalit Grand Palace, Srinagar and exclusive charge/mortgage on the ownership rights of Sh. NK Batra on the land.

10. Term Loan from Axis Bank aggregating to Rs. 1,290,000,000 (previous year Rs. 1,274,000,000) carries interest @ 12.00 % per annum. The loan is repayable in 44 structured quarterly installments starting from November 2015 after a moratorium of 1 year from the date of first disbursement. The loan is secured by first pari-passu charge by way of hypothecation of movable fixed assets of Mumbai, Goa, Ahmedabad, Bangalore, Delhi and Udaipur hotels owned by Company (both present and future) and first pari-passu charge by way of mortgage over immovable fixed assets of Mumbai, Goa and Ahmedabad hotels.

11. Term Loan from Yes Bank aggregating to Rs. 5,692,500,000 (previous year Rs. 2,731,665,138) carries interest @ 12.00 % per annum. The loan is repayable in 44 structured quarterly installments starting from February 2016 after a moratorium of 1 year from the date of first disbursement. The loan is secured by first pari-passu charge on land and building of Mumbai, Goa and Ahmedabad hotels and first pari-passu charge on movable fixed assets of Mumbai, Goa, Ahmedabad, Bangalore, Delhi and Udaipur hotels owned by the Company.

12. Term Loan from ICICI Bank aggregating to Rs. 120,000,000 (previous year Rs. Nil), (sanctioned amount Rs. 360,000,000) carries interest @ 12.45% per annum. The loan is repayable in 40 quarterly installments after a moratorium of 8 quarters from the date of first disbursement. The loan is secured by first pari-passu charge on Jaipur and Khajuraho property and routing of Cash Flows of Jaipur, Srinagar and Khajuraho property through the designated accounts.

13. Term Loan from Tamilnadu Mercantile Bank (TMB) aggregating to Rs. 247,448,100 (previous year Rs. Nil), (sanctioned amount Rs. 250,000,000) carries interest @ 12.00 % per annum. The loan is repayable in 44 structured quarterly installments starting from February 2016 after a moratorium of 1 year from the date of first disbursement. The loan is secured by first pari-passu charge on land and building of Mumbai, Goa and Ahmedabad hotels and first pari-passu charge on movable fixed assets of Mumbai, Goa, Ahmedabad, Bangalore, Delhi and Udaipur hotels owned by the Company.

14. Term Loan from Kerala State Industrial Development Corporation ('KSIDC') aggregating to Rs. 60,448,732 (previous year Rs. 79,327,411) carries interest @ 9% per annum. The balance loan is repayable in 13 quarterly installments of Rs. 4,687,500 each starting from June 2016. The loan is secured by equitable mortgage of land situated at Udma Village, Hosdurg Taluk in the District of Kasaragod and landed property at Kalnad Village, Kasaragod Taluk by way of mortgage of lease deed and pari-passu 1st charge over all existing and future plant and machinery, fixtures and fittings and other movable fixed assets of the Bekal Hotel.

15. Term Loan from Industrial Finance Corporation of India ('IFCI') aggregating to Rs. Nil (previous year Rs. 2,000,000,000) carried interest @ 12.65 % per annum. The Company had got the entire loan of Rs. 2,000,000,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan is secured by equitable mortgage of land and building of Mumbai and Goa Hotels on pari-passu basis and hypothecation of movable assets of Mumbai and Goa hotels on pari-passu basis and collateral security of Ahmedabad hotel.

16. External Commercial Borrowing from ICICI Bank Ltd., Bahrain aggregating to Rs. 1,008,908,483 (equivalent to USD 15,209,775 converted at an exchange rate of INR 66.3329 per USD) (previous year Rs. 1,052,052,882 (equivalent to USD 16,808,400 converted at an exchange rate of INR 62.5909 per USD)), carried interest at 5% margin on USD 6-months LIBOR. The balance loan is repayable in 23 quarterly installments. The loan is secured by equitable mortgage on the movable and immovable fixed and current assets and the cash flows, both present and future, of Jaipur and also secured by exclusive charge on movable and immovable fixed assets of Khajuraho Hotel, both present and future.

17. Term loan from HSBC bank aggregating to Rs. Nil (Previous year Rs. 220,000,000) carried interest @ 10.50% per annum.

5. DEFERRED TAX LIABILITIES

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Deferred tax liability		
Impact of difference between tax depreciation and depreciation/ amortization charged for financial reporting purpose	**1,229,045,074**	1,253,425,737
Gross deferred tax liability	**1,229,045,074**	1,253,425,737
Deferred tax asset		
Unabsorbed depreciation and business loss	**306,759,857**	431,211,811
Provision for doubtful debts and advances	**41,443,714**	39,575,409
Provision for gratuity	**32,557,444**	30,398,298
Provision for leave compensation	**14,111,933**	20,791,166
Effect of expenditure debited to statement of profit and loss in the current year but allowed for tax purposes in following years	**13,407,049**	33,810,414
Gross deferred tax assets	**408,279,997**	555,787,098
Deferred tax liability (net)	**820,765,077**	697,638,639

6. OTHER LONG TERM LIABILITIES

Security deposits (Refer note 42(a))	**495,369,055**	494,922,170
Lease rent payable (Refer note 42(b))	**30,160,428**	34,662,450
Payable for purchase of fixed assets	**19,086,810**	13,068,224
Sundry deposits	**34,172,702**	9,929,580
TOTAL	**578,788,995**	552,582,424

7. LONG TERM PROVISIONS

Provision for employee benefits		
Provision for gratuity (Refer note 32a)	**68,530,190**	69,290,223
TOTAL	**68,530,190**	69,290,223

8. SHORT-TERM BORROWINGS

Secured		
Cash credit facilities (Refer note 1 below)	**348,821,945**	345,091,456
Short term loan from Banks (Refer note 2 below)	**242,698,815**	249,737,292
Loan against fixed deposits (Refer note 3 below)	**29,525,984**	–
	621,046,744	594,828,748
Unsecured		
Cash credit facilities (Refer note 4 below)	**577,728,732**	348,188,000
Short term loan from bank (Refer note 5 below)	**504,130,040**	–
Buyer's credit (on account of invoice financing facilities availed) (Refer note 6 below)	**–**	147,809,615
Unsecured loans and advances from Director (Refer note 7 below)	**35,000,000**	–
	1,116,858,772	495,997,615
TOTAL	**1,737,905,516**	1,090,826,363

1. Cash Credit facilities from Yes Bank amounting to Rs. 348,821,945 (previous year Rs. 345,091,456), (sanctioned amount of Rs. 350,000,000) carries interest @ 12.50 % per annum. The loan is secured by first pari-passu charge on current assets (including receivables) of all the hotels of the Company (both present and future), except those of Jaipur hotel of the Company.
2. Packing Credit in Foreign Currency ('PCFC') Loan from Yes Bank amounting to Rs. 242,698,815 (equivalent to USD 3,658,800 at an exchange rate of 66.3329 per USD) (previous year Rs. 249,737,292 (equivalent to USD 3,990,000 at an exchange rate of 62.5908 per USD)), (sanctioned amount of Rs. 250,000,000) carries interest @ LIBOR+400 basis points. The loan is secured by first pari-passu charge on current assets (including receivables) of all the hotels of the Company (both present and future), except those of Jaipur hotel of the Company.

3. Loan against fixed deposits taken from J&K Bank Limited is secured by fixed deposits. The loan carries interst @ 1.49% higher than the interest received by the Company on the fixed deposits made with the bank.
4. Short term facilities from Deutsche Bank aggregating to Rs. 577,728,732 (previous year Rs. 348,188,000) (sanctioned amount Rs. 58,00,00,000) carries interest @ 12.70 % per annum. These short term facilities are guaranteed by Premium Holdings Limited (Refer note 39).
5. Short term facilities from Barclays Bank aggregating to Rs. 504,130,040 (equivalent to USD 7,600,000 at an exchange rate of 66.3329 per USD) (previous year Rs. Nil) carries interest @ 4.37 % per annum. These facilities are guaranteed by Premium Holdings Limited (Refer note 39).
6. Invoice Financing Facility from Deutsche Bank aggregating to Rs. Nil (previous year Rs. 147,809,615) carried interest @ 12.50 % per annum.These facilities were guaranteed by Premium Holdings Limited (Refer note 39).
7. Unsecured loans from Director carries interest @ 8% p.a. (Refer note 39).

9. OTHER CURRENT LIABILITIES

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Trade Payables		
-total outstanding dues of micro enterprises and small enterprises (Refer note 35)	**-**	-
-total outstanding dues of creditors other than micro enterprises and small enterprises	**279,285,527**	283,879,730
Other liabilities		
Advance received against sale of property	**20,000,000**	–
Book overdraft from banks	**108,255,994**	67,856,450
Current maturities of long term borrowings (Refer note 4 for securities of loans)	**303,995,240**	1,486,618,006
Interest accrued but not due on long term Loans- from Banks	**74,934,068**	77,487,187
Payables for purchase of fixed assets	**107,073,149**	80,806,577
Deferred income	**35,063,893**	30,265,685
Advances from customers	**123,914,348**	96,559,089
Outstanding dues of other creditors	**119,237,067**	83,557,991
Retention Payable	**16,042,541**	25,228,446
Accrued Salaries and Employees Benefits	**41,485,588**	69,614,182
Investor Education and Protection Fund will be credited by following amounts (as and when due)		
-Unpaid Dividend	**2,453,786**	2,661,994
Sundry deposits	**6,992,298**	6,513,729
Statutory dues:		
TDS payable	**19,537,783**	17,234,893
VAT payable	**27,039,572**	20,637,743
Luxury tax payable	**32,650,164**	22,810,098
Service tax payable	**17,685,279**	2,860,569
Other Statutory dues	**13,971,328**	15,340,666
TOTAL	**1,070,332,098**	2,106,053,305

10. SHORT TERM PROVISIONS

Provision for employee benefits		
Provision for gratuity (Refer note 32a)	**25,539,279**	18,540,746
Provision for leave compensation	**40,774,150**	60,072,714
	66,313,429	78,613,460
Others		
Provision for wealth tax	**770,319**	7,796,794
Provision for loyalty programme (Refer note 32b)	**4,153,188**	2,633,982
Proposed dividend	**56,993,400**	37,995,600
Tax on proposed dividend	**11,602,517**	7,735,011
	73,519,424	56,161,387
TOTAL	**139,832,853**	134,774,847

11. TANGIBLE ASSETS AND INTANGIBLE ASSETS

(All amounts in Rupees)

	Tangible Assets											Intangible Assets	
Particulars	**Freehold land**	**Leasehold Land**	**Freehold Building**	**Leasehold Building**	**Plant and Machinery**	**Office Equipments**	**Furniture and Fixtures**	**Computers**	**Aircrafts**	**Vehicles**	**Total (Tangible Assets)**	**Software**	**Total (Intangible Assets)**
Cost or valuation													
As at 1st April, 2014	**4,067,311,343**	**254,200,394**	**2,034,792,311**	**4,584,957,687**	**3,348,011,769**	**79,227,342**	**754,571,353**	**119,598,928**	**674,695,643**	**136,912,923**	**16,054,279,693**	**74,850,040**	**74,850,040**
Additions/ Adjustments	–	-	15,316,813	23,915,336	114,619,906	5,285,906	11,204,707	14,827,882	26,059,427	5,268,913	216,498,890	14,613,690	14,613,690
Disposals	–	-	–	11,651,991	12,618,464	257,316	1,217,114	1,626,513	–	7,444,085	34,815,483	–	–
Other adjustments													
- Exchange Differences	–	-	–	33,705,320	–	–	–	–	–	–	33,705,320	–	–
As at 31st March, 2015	**4,067,311,343**	**254,200,394**	**2,050,109,124**	**4,630,926,352**	**3,450,013,211**	**84,255,932**	**764,558,946**	**132,800,297**	**700,755,070**	**134,737,751**	**16,269,668,420**	**89,463,730**	**89,463,730**
Additions	–	-	80,958,916	28,859,417	115,892,719	6,569,323	33,181,691	8,768,605	–	9,701,998	283,932,669	5,063,698	5,063,698
Disposals	442,796,500	-	–	–	40,296,766	5,924,364	1,188,090	943,080	–	7,661,303	498,810,103	81,291	81,291
Other adjustments													
- Exchange Differences	–	-	–	47,301,505	–	–	–	–	–	–	47,301,505	–	–
As at 31st March, 2016	**3,624,514,843**	**254,200,394**	**2,131,068,040**	**4,707,087,274**	**3,525,609,164**	**84,900,891**	**796,552,547**	**140,625,822**	**700,755,070**	**136,778,446**	**16,102,092,491**	**94,446,137**	**94,446,137**
Depreciation													
As at 1st April, 2014	**–**	**19,362,889**	**292,824,526**	**499,095,916**	**1,233,248,615**	**27,250,540**	**444,980,796**	**84,272,639**	**180,062,460**	**77,101,954**	**2,858,200,335**	**61,151,427**	**61,151,427**
Charge for the year	-	2,565,976	32,775,057	73,378,663	693,491,536	35,395,418	87,434,068	26,485,273	31,048,984	9,132,630	991,707,605	10,812,521	10,812,521
Disposals	-	-	–	–	5,948,382	246,837	951,746	1,549,016	–	5,357,492	14,053,473	–	–
As at 31st March, 2015	**-**	**21,928,865**	**325,599,583**	**572,474,579**	**1,920,791,769**	**62,399,121**	**531,463,118**	**109,208,896**	**211,111,444**	**80,877,092**	**3,835,854,467**	**71,963,948**	**71,963,948**
Charge for the year (Refer note e)	-	2,573,007	34,128,895	76,652,885	295,944,786	8,418,986	66,553,891	11,666,596	31,695,827	10,205,049	537,839,922	9,666,272	9,666,272
Disposals	-	-	–	–	32,932,617	4,597,965	1,093,733	906,772	–	5,987,385	45,518,472	77,226	77,226
As at 31 March, 2016	**–**	**24,501,872**	**359,728,478**	**649,127,464**	**2,183,803,938**	**66,220,142**	**596,923,276**	**119,968,720**	**242,807,271**	**85,094,756**	**4,328,175,917**	**81,552,994**	**81,552,994**
Net Block													
As at 31st March, 2016	**3,624,514,843**	**229,698,522**	**1,771,339,562**	**4,057,959,810**	**1,341,805,226**	**18,680,749**	**199,629,271**	**20,657,102**	**457,947,799**	**51,683,690**	**11,773,916,574**	**12,893,143**	**12,893,143**
As at 31st March, 2015	4,067,311,343	232,271,529	1,724,509,541	4,058,451,773	1,529,221,442	21,856,811	233,095,828	23,591,401	489,643,626	53,860,659	12,433,813,953	17,499,782	17,499,782

a. **Revaluations**

The Company has revalued its land and buildings in 2009 and 2010 for Mumbai and Goa respectively, at the fair values determined by an independent external valuer. The valuer determined the fair value by reference to market-based evidence. This means that valuations performed by the valuer were based on active market prices, adjusted for any difference in the nature, location or condition of the specific property. (Also refer note 47 a&b).

b. **Capitalized borrowing costs**

The borrowing cost capitalized during the year ended 31st March, 2016 was Rs. 165,576,290 (net of interest earned Rs. 979,001) (previous year Rs. 192,709,970 (net of interest earned Rs. 5,669,361)). The Company capitalized this borrowing cost to the capital work-in-progress (CWIP). (Refer note 42)

c. **Buildings include those constructed on leasehold land:**

Particulars	31st March, 2016 (Rupees)	31st March, 2015 (Rupees)
Gross block	**4,707,087,274**	4,630,926,352
Accumulated depreciation	**649,127,464**	572,474,579
Depreciation for the year	**76,652,885**	73,378,663
Net book value	**4,057,959,810**	4,058,451,773

d. **Buildings include those given on operating lease:**

Particulars	31st March, 2016 (Rupees)	31st March, 2015 (Rupees)
Gross block	**372,393,190**	363,211,119
Accumulated depreciation	**94,181,600**	88,328,766
Depreciation for the year	**5,852,834**	5,666,844
Net book value	**278,211,590**	274,882,353

e. Depreciation/Amortization charge for the year includes Rs. 2,631,423 (previous year Rs. 2,656,506) transferred to Preoperative expenditure pending allocation under note 42.

12. NON CURRENT INVESTMENTS

		As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Unquoted Trade Investments (valued at cost unless stated otherwise)			
Investment in subsidiaries			
62,998 (Previous year 62,998) equity shares of Rs. 100 each fully paid up in Jyoti Limited (Refer note 51(a))		**310,789,478**	310,789,478
727,832 (Previous year 727,832) equity shares of Rs. 10 each fully paid up in Apollo Zipper India Limited (Refer note 51(b))		**521,308,409**	521,308,409
3,984,000 (Previous year 3,984,000) equity shares of Rs. 100 each fully paid up in Prime Cellular Limited (Refer note 51 (c))		**398,400,000**	398,400,000
3,010,000 (Previous year 3,010,000) equity shares of Rs. 10 each fully paid up in Prima Buildwell Private Limited (Refer note 51 (d))	30,100,000		30,100,000
Less: Provision for diminution in the value of investment (Refer note 51(d))	(30,100,000)	–	–
Non trade investments (valued as cost unless stated otherwise)			
36,000 (Previous year 36,000) equity shares of Rs. 10 each fully paid up in Green Infra Wind Power Generation Limited		**360,000**	360,000
TOTAL		**1,230,857,887**	1,260,957,887

13. LONG TERM LOANS AND ADVANCES

(Unsecured, considered good, unless stated otherwise)		
Capital advances	**158,699,034**	155,672,642
Security deposits	**171,788,083**	171,216,137
Advance rent	**65,495,000**	72,072,099
Income Tax Paid under Protest	**–**	10,738,843
Advance Tax Deposited (Net of provision amounting to Rs.129,578,070 (previous year Rs. 33,755,028))	**365,395,966**	352,263,521
MAT credit entitlement receivable	**281,398,100**	158,588,075
Loans & advances to related parties		
-Loan to Joint Venture of Subsidiary Company (Refer note 39(iii) and 51(c))	**2,797,108,613**	2,245,320,995
-Loans to Subsidiary Companies (Refer note 39(i) and 51(a,b,c,d))		
- Considered Good	**2,835,696,566**	2,469,324,425
- Considered Doubtful	**52,902,278**	14,076,421
	5,685,707,457	4,728,721,841
Provision for Doubtful loans/advances	**(52,902,278)**	(14,076,421)
	5,632,805,179	4,714,645,420
Loan to The Lalit Suri Educational & Charitable Trust (Refer note 39(iv) and 49)		
- Considered Good	**370,510,479**	226,029,349
- Considered Doubtful	**–**	80,000,000
	370,510,479	306,029,349
Provision for Doubtful loans/advances	**–**	(80,000,000)
	370,510,479	226,029,349
TOTAL	**7,046,091,841**	5,861,226,086

14. OTHER NON CURRENT ASSETS

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
(Unsecured, considered good)		
Balance with Banks:		
- Deposits with original maturity of more than 12 months	–	5,297,050
- Margin money with maturity of more that 12 months (given as security)*	**19,104,781**	23,586,222
Interest accrued on deposits with banks and others	**2,245,360**	8,232,554
Ancillary cost of term loans	**322,637,879**	368,856,058
TOTAL	**343,988,020**	405,971,884

*** Margin money deposits given as security**

Margin money deposits with a carrying amount of Rs. 926,250 (previous year Rs. 6,433,213) held as bank guarantee and Rs. 18,178,531 (previous year Rs. 17,153,009) held by ICICI Bank Ltd against external commercial borrowing.

15. INVENTORIES

(valued at lower of cost and net realisable value)

Traded Goods	**10,065,062**	9,962,069
Food and Beverage (excluding liquor and wine)	**27,878,549**	24,444,116
Liquor and Wine	**68,835,025**	58,613,022
Stores, cutlery, crockery, linen, provisions and others (including stock in transit Rs. Nil (previous year Rs. 1,831,243))	**69,667,025**	62,273,287
TOTAL	**176,445,661**	155,292,494

16. TRADE RECEIVABLES

Outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good	**57,422,212**	87,192,156
Unsecured, considered doubtful	**66,436,582**	19,764,225
	123,858,794	106,956,381
Provision for doubtful receivables	**(66,436,582)**	(19,764,225)
	57,422,212	87,192,156
Other Receivables		
Secured, considered good	**3,684,645**	3,241,583
Unsecured, considered good	**333,789,272**	301,126,979
Unsecured, considered doubtful	–	100,048
	337,473,917	304,468,610
Provision for doubtful receivables	–	(100,048)
	337,473,917	304,368,562
TOTAL	**394,896,129**	391,560,718

17. CASH AND BANK BALANCES

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Cash and Cash equivalents		
Cash on hand	**7,953,133**	6,629,748
Cheques on hand	**4,863,888**	4,592,085
Balances with banks in:		
- Current accounts	**53,254,289**	316,497,010
- EEFC accounts	**2,276,398**	6,529,771
- Deposits with original maturity of less than 3 months	**114,614,274**	321,395,451
- Unpaid dividend account	**2,453,786**	2,661,994
	185,415,768	658,306,059
Other bank balances		
Margin money (held as security)*	**4,105,155**	25,154,289
Deposits with original maturity period of more than 3 months but less than 12 months	**48,255,449**	25,834,424
	52,360,604	50,988,713
TOTAL	**237,776,372**	709,294,772

*** Margin money deposits given as security**

Margin money deposits with a carrying amount of Rs. 4,105,515(Previous year Rs. 25,154,289) held as bank guarantee.

18. SHORT TERM LOANS AND ADVANCES

(Unsecured, considered good unless stated otherwise)		
Security deposits	**10,650,212**	14,092,319
Advances recoverable in cash or kind or for value to be received		
- considered good	**60,850,121**	54,995,949
- considered doubtful	**406,053**	406,053
	61,256,174	55,402,002
Provision for doubtful advances	**(406,053)**	(406,053)
	60,850,121	54,995,949
Advance Rent	**6,570,000**	7,360,000
Prepaid Expenses	**73,704,758**	72,003,947
Share application money pending allotment	**10,110,330**	10,110,330
Balances with customs, excise etc	**67,984,902**	79,322,927
VAT credit receivable	**4,708,588**	4,085,141
TOTAL	**234,578,911**	241,970,613

19. OTHER CURRENT ASSETS

(Unsecured, considered good)		
Interest accrued on deposits with banks	**9,021,227**	2,440,579
Assets held for sale	**164,876,848**	3,000,000
Insurance claim receivable	**–**	18,604
Commission receivable	**20,462**	59,020
Accrued revenue	**43,931,553**	22,562,016
Ancillary cost of term loans	**35,904,762**	51,498,369
Subsidy Receivable	**13,316,198**	12,584,863
TOTAL	**267,071,050**	92,163,451

20. REVENUE FROM OPERATIONS

	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
Revenue from Operations		
Sale of products and services		
- Room and apartment	**2,277,743,820**	2,070,897,959
- Food and beverages	**1,739,658,044**	1,565,236,253
- Liquor and Wine	**365,865,718**	270,739,061
- Banquet and equipment rentals	**119,593,214**	117,876,539
- Other Services	**430,644,589**	412,568,460
- Membership programme revenues	**74,587,576**	72,296,294
- Traded goods	**9,170,925**	8,166,558
Other operating revenues		
- Rent and maintenance charges	**54,910,106**	30,250,405
- Aircraft charter hire charges	**45,843,287**	54,638,164
- Consultancy/Management fee	**60,668,757**	54,005,797
Revenue from Operations (Gross)	**5,178,686,036**	4,656,675,490
Less: Excise duty	**2,925,872**	3,076,317
Revenue from Operations (Net)	**5,175,760,164**	4,653,599,173

21.1 OTHER INCOME

Rent and maintenance charges	**94,134,229**	89,595,669
Profit on sale of fixed assets (net) (refer note 50)	**119,123,613**	–
Excess provision/ credit balances written back	**99,230,252**	31,241,783
Miscellaneous income	**50,351,729**	58,212,774
TOTAL	**362,839,823**	179,050,226

21.2 INTEREST INCOME

Interest Income on:		
- Bank deposits (Refer note 31)	**7,102,535**	20,509,762
- loans to Subsidiaries	**220,422,335**	205,559,454
- loan to Joint Venture Companies	**234,817,061**	210,913,795
- Others	**4,873,450**	746,348
TOTAL	**467,215,381**	437,729,359

22. CONSUMPTION OF FOOD AND BEVERAGES

(a) Consumption of food & beverages excluding liquor & wine		
Inventory at the beginning of the year	**24,444,116**	24,340,924
Add: Purchases	**537,568,477**	475,544,116
	562,012,593	499,885,040
Less: Inventory at the end of the year	**27,878,549**	24,444,116
Cost of food and beverage consumed	**534,134,044**	475,440,924
(b) Consumption of liquor & wine		
Inventory at the beginning of the year	**58,613,022**	54,180,003
Add: Purchases	**103,395,196**	75,175,969
	162,008,218	129,355,972
Less: Inventory at the end of the year	**68,835,025**	58,613,022
Cost of liquor and wine consumed	**93,173,193**	70,742,950
Consumption of food and beverages	**627,307,237**	546,183,874

23. (INCREASE)/DECREASE IN INVENTORIES OF TRADED GOODS

	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
Inventory at the beginning of the year	**9,962,069**	8,736,052
Inventory at the end of the year	**10,065,062**	9,962,069
	(102,993)	(1,226,017)

24. EMPLOYEE BENEFIT EXPENSES

Salaries, wages and bonus (Refer note 31)	**829,164,391**	809,187,793
Contribution to provident and other funds (Refer note 31)	**59,237,022**	58,230,375
Staff recruitment and training expenses	**6,070,487**	5,313,702
Gratuity expense (Refer note 32a)	**13,877,770**	24,743,174
Leave compensation expenses	**–**	20,284,559
Workmen and staff welfare expenses	**12,859,949**	13,463,852
TOTAL	**921,209,619**	931,223,455

25. OTHER EXPENSES

	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
Consumption of stores, cutlery, crockery, linen, provisions and others	**169,603,106**	147,055,754
Lease rent*	**173,247,785**	162,205,450
Power and fuel*	**614,824,516**	658,782,170
Aircraft fuel	**5,083,964**	8,871,887
Banquet, music and decoration expenses	**119,894,497**	94,626,685
Membership programme expenses	**30,599,447**	33,216,499
Repair and maintenance		
- Buildings	**76,544,803**	52,728,129
- Plant and machinery*	**173,494,703**	144,474,379
- Aircraft	**19,236,882**	21,762,057
- Others*	**38,718,987**	36,123,787
Rates and taxes*	**106,913,948**	102,769,095
Insurance*	**21,973,042**	23,943,487
Communication costs	**38,327,762**	36,479,078
Printing and stationery*	**31,505,696**	28,473,398
Travelling and conveyance*	**144,181,538**	126,497,888
Advertisement and business promotion	**90,306,733**	79,996,458
Commission -other than sole selling agent	**67,996,552**	50,899,328
Sub contracting expenses*	**142,723,016**	140,196,139
Membership and subscriptions	**23,272,719**	37,134,670
Professional fees*	**61,301,067**	52,301,825
Legal charges	**14,119,467**	23,732,317
Provison for diminution in the value of investment	**30,100,000**	–
Advances / Bad debts written off	**–**	301,375
Freight and cartage*	**8,561,998**	7,870,134
Exchange difference (net)*	**20,673,032**	4,134,851
Donations	**5,516,004**	5,971,524
Provision for doubtful debts	**47,688,427**	4,047,344
Provision for doubtful advances	**38,825,857**	30,946,119
Directors fees	**1,088,516**	1,038,184
Loss on sale of fixed assets (net)	**–**	660,872
Bank charges	**37,362,963**	36,705,587
Payment to Auditors (Refer note below)	**6,347,902**	6,978,333
Miscellaneous expenses*	**15,039,726**	13,001,670
TOTAL	**2,375,074,655**	2,173,926,473

* refer note 31

Payment to Auditor		
As Auditor:		
- Audit fee	**6,272,902**	6,403,333
- Limited Review	**–**	500,000
In Other Capacity:		
- Other services	**75,000**	75,000
TOTAL	**6,347,902**	6,978,333

26. DEPRECIATION & AMORTIZATION EXPENSE

	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
Depreciation on tangible assets (Refer note 31)	**535,208,500**	989,051,096
Amortization of Intangible assets (Refer note 31)	**9,666,273**	10,812,520
Less: Depreciation on fixed assets whose useful life expired before 31st March, 2014.	**–**	371,521,343
TOTAL	**544,874,773**	628,342,273

27. INTEREST AND FINANCE COSTS

Interest		
- on term loans from banks (Refer note 31)	**659,110,685**	493,288,759
- on loans from financial institutions	**219,312,134**	334,330,897
- on debentures	**1,260,275**	29,994,521
- on other credit facilities from banks	**109,874,135**	90,779,731
- on loan from Directors	**2,965,044**	–
- others	**101,995**	–
Amortization of ancillary borrowing costs	**84,405,514**	76,843,930
Bank charges (Refer note 31)	**25,753,798**	2,230,220
TOTAL	**1,102,783,580**	1,027,468,058

28. PRIOR PERIOD ITEMS

Operating and other Income		
Consultancy/ Management income	**(922,000)**	–
Operating and other expenses:		
Power and fuel	**12,209,789**	330,712
Repair and maintenance		
- Buildings	**440,650**	178,750
- Aircraft	**–**	137,573
- Others	**1,260**	–
Travelling and conveyance	**–**	7,337
Advertisement and business promotion	**–**	155,338
Commission -other than sole selling agent	**3,830,542**	–
Security and cleaning expenses (Sub contracting expenses)	**–**	29,957
Membership and subscriptions	**–**	2,549,400
Professional fees	**–**	583,074
Banquet, music and decoration expenses	**1,232,000**	–
Miscellaneous expenses	**–**	37,538
TOTAL	**16,792,241**	4,009,679

29. EXTRA ORDINARY ITEMS

Profit on termination of agreement for sale of Aircraft	**-**	(77,016,875)
TOTAL	**–**	(77,016,875)

30. EARNINGS PER SHARE

Particulars	31st March, 2016 (Rupees)	31st March, 2015 (Rupees)
The following reflects the profit and share data used in the basic and diluted EPS computations:		
Computation of basic & diluted earnings per share		
Profit available for equity shareholders	**314,463,349**	1,023,483
Weighted average number of equity shares in calculating basic and diluted EPS	**75,991,199**	75,991,199
Basic earnings per share in Rupees of face value of Rs. 10	**4.14**	0.01
Computation of basic & diluted earning per share (excluding extra ordinary items)		
Profit /(loss) available for equity shareholders excluding extra ordinary items	**314,463,349**	(75,993,392)
Weighted average number of equity shares in calculating basic and diluted EPS	**75,991,199**	75,991,199
Basic & diluted earnings per share in Rupees of face value of Rs. 10	**4.14**	(1.00)

31. PREOPERATIVE EXPENDITURE PENDING ALLOCATION

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Balance as per last account	**934,480,898**	685,925,163
Additions during the year:		
Personnel expenses		
Salaries, wages and bonus (including Gratuity expense Rs.Nil (Previous year Rs. 956,749)	**24,424,370**	29,447,778
Contribution to provident and other funds	**1,370,333**	1,572,880
Depreciation/ amortization	**2,631,423**	2,656,506
Operating and other expenses		
Consultancy Charges	**5,031,694**	–
Lease rent	**2,079,149**	1,290,500
Power and fuel	**581,145**	1,336,733
Repair and maintenance		
- Plant and machinery	**–**	159,880
Rates and taxes	**–**	546,858
Insurance	**816,645**	3,246,562
Traveling and conveyance	**480,648**	737,802
Sub contracting expenses	**3,477,797**	2,346,128
Professional fees	**3,072,976**	409,459
Exchange difference (net)	**14,249,136**	10,163,161
Miscellaneous expenses	**2,079,499**	1,411,676
Financial expenses		
Interest on term loan	**166,555,291**	198,379,331
Bank charges	**14,798**	519,842
	1,161,345,802	940,150,259
Less : Interest earned	**979,001**	5,669,361
Less : Expenditure transferred relating to assets sold	**8,119,335**	-
Closing balance	**1,152,247,466**	934,480,898

32(A) EMPLOYEE BENEFITS

The Company has an unfunded defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on separation equal to 15 days salary (last drawn salary) for each completed year of continuous service or part thereof in excess of six months.

The following table summaries the components of net benefit expense recognized in the Statement of Profit and Loss.

Net employee benefits expense recognized under Personnel expenses:

Particulars	**31st March, 2016 (Rupees)**	31st March, 2015 (Rupees)
Current service cost	**12,155,264**	11,409,275
Interest cost on benefit obligation	**7,257,666**	7,113,001
Net actuarial(gain) / loss recognized in the year	**(5,535,160)**	7,177,647
Net benefit expense*	**13,877,770**	25,699,923

* Net benefit expense includes Rs. Nil (Previous year Rs. 956,749) transferred to Preoperative expenditure pending allocation. (Refer note 38)

Details of defined benefit gratuity plan:

Particulars	**31st March, 2016 (Rupees)**	31st March, 2015 (Rupees)
Defined benefit obligation	**94,069,469**	87,830,969

Changes in the present value of the defined benefit gratuity plan are as follows:

Opening defined benefit obligation	**87,830,969**	72,242,763
Interest cost	**7,257,666**	7,113,001
Current service cost	**12,155,264**	11,409,275
Benefits paid	**(7,639,270)**	(10,111,717)
Actuarial (gains) / losses on obligation	**(5,535,160)**	7,177,647
Closing defined benefit obligation	**94,069,469**	87,830,969

The principal assumptions used in determining defined benefit gratuity plan obligations are shown below:

Discount rate	**7.80%**	8.00%
Expected rate of return on plan assets	**0.00%**	0.00%
Salary Escalation Rate	**7.50%**	7.50%
Attrition rate:	**As per table below**	

Attrition rate used for the year ended March 31, 2016 and March 31, 2015 are as per the table below:

Age	**31st March, 2016 % Withdrawal**	31st March, 2015 % Withdrawal
Up to 30 years	**30%**	20%
Up to 44 years	**20%**	10%
Above 44 years	**7.50%**	5%

The estimates of future salary increases takes into account the inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Gratuity liability as at the year end is as follows:

Particulars	**March 31, 2016**	March 31, 2015	March 31, 2014	March 31, 2013	March 31, 2012
Defined benefit obligation	**94,069,469**	87,830,969	72,242,763	78,070,179	70,094,875
Experience adjustments on plan liabilities	**(5,662,023)**	5,708	(7,147,558)	(8,213,654)	686,494

32(B) LALIT LOYALTY PROGRAMME

Year	Accrued points	Redeemed points	Redemption percentage	Unexpired points
(i) Points for Lalit Connect				
April 2014 to March 2015	383,932	146,243	38.09%	237,689
April 2015 to March 2016	**560,659**	**329,750**	**58.81%**	**230,909**
(ii) Points for Lalit Plus				
April 2014 to March 2015	238,177	151,312	63.53%	86,865
April 2015 to March 2016	**399,653**	**326,559**	**81.71%**	**73,094**
(iii) Points for Lalit Engage				
April 2014 to March 2015	107,114	97,096	90.65%	10,018
April 2015 to March 2016	**111,303**	**51,488**	**46.26%**	**59,815**

(iv) **Movement in provision**

Particulars	31st March, 2016 (Rupees)	31st March, 2015 (Rupees)
At the beginning of the year	**2,633,982**	1,765,420
Arising during the year	**19,214,131**	10,734,837
Utilised during the year	**17,694,925**	9,866,275
At the end of the year	**4,153,188**	2,633,982

33 SUPPLEMENTARY STATUTORY INFORMATION:

	For the year ended March 31, 2016 (Rs.)	For the year ended March 31, 2015 (Rs.)
(a) Earnings in foreign currency (on accrual basis)		
Hotel earnings*	**940,322,694**	786,316,583
Consultancy fees	**17,115,876**	17,621,681
Interest on bank deposits	**677,160**	589,726
* includes reimbursements to guests		
(b) Expenditure in foreign currency (on accrual basis)		
Finance Cost	**66,338,616**	64,806,244
Legal and professional fees	**–**	12,998,008
Advertisement and business promotion	**8,671,238**	5,176,368
Traveling and conveyance	**3,136,855**	4,205,669
Membership and subscription	**14,715,748**	12,989,123
Repair and maintenance – others	**5,854,875**	11,947,250
Commission and brokerage	**33,660,135**	28,127,131
Staff recruitment and training expenses	**2,435,273**	2,041,825
Banquets, Music and Decoration expenses	**4,779,397**	3,135,668
Total	**139,592,137**	145,427,286

	For the year ended March 31, 2016 (Rs.)	For the year ended March 31, 2015 (Rs.)

(c) **Value of imports calculated on CIF basis**

Provisions, stores and beverages	**85,058**	1,609,012
Component and spare parts	**1,047,434**	1,429,370
Capital goods	**15,517,196**	67,962,012
Total	**16,649,688**	71,000,394

(d) **Net dividend remitted in foreign currency**

Year to which Dividend relates	**2014-15**	2013-14
Number of non-resident share holders	**92**	92
Number of equity shares held on which dividend was due	**9,737,754**	9,737,754
Amount remitted	**4,868,877**	4,868,877

34 ADDITIONAL INFORMATION PURSUANT TO THE PROVISIONS OF SCHEDULE III OF COMPANIES ACT, 2013.

(i) Imported and indigenous raw materials, components and spare parts consumed:

	For the year ended 31st March, 2016	For the year ended 31st March, 2016	For the year ended 31st March, 2015	For the year ended 31st March, 2015
	Values (Rs.)	**Percentage of consumption**	Values (Rs.)	Percentage of consumption
Food and beverage (excluding liquor and wine):				
Imported	**–**	**–**	–	–
Indigenous	**534,134,044**	**100%**	475,440,924	100%
	534,134,044	**100%**	475,440,924	100%
Liquor and Wine:				
Imported	**–**	**–**	1,056,578	1.49%
Indigenous	**93,173,193**	**100%**	69,686,372	98.51%
	93,173,193	**100%**	70,742,950	100%
Components, stores and spares:				
Imported	**552,935**	**0.33%**	1,429,370	0.97%
Indigenous	**169,050,171**	**99.67%**	145,626,384	99.03%
	169,603,106	**100%**	147,055,754	100%

(ii) Details of Traded goods*

Item	**Particulars**	**For the year ended 31 March, 2016**	For the year ended 31 March, 2015
		Value (Rs.)	Value (Rs.)
General Stores (AUM Shop)	Opening stock	**9,962,069**	8,736,052
	Purchases	**5,962,490**	7,029,983
	Sales	**9,170,925**	8,166,558
	Closing stock	**10,065,062**	9,962,069

* In view of the large numbers of various low value items, (individual items not constituting more than 10% of total value), item wise values are not provided.

35. DETAILS OF DUES TO MICRO AND SMALL ENTERPRISES AS DEFINED UNDER THE MSMED ACT, 2006 TO THE EXTENT OF CONFIRMATION RECEIVED:

Particulars	As at 31st March, 2016	As at 31st March, 2015
The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting year	–	–
The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	–	–
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	–	–
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	–	–
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Medium Enterprise Development Act, 2006	–	–

36. DERIVATIVE INSTRUMENTS AND UN-HEDGED FOREIGN CURRENCY EXPOSURE:

Particulars of un-hedged foreign currency exposure as at March 31, 2016 and at March 31, 2015

	Currency	As at 31 March, 2016		As at 31 March, 2015	
		Currency	INR	Currency	INR
Trade Creditor's					
	USD	**14,065**	**932,985**	12,230	765,463
Advances					
	EURO	**-**	**-**	8,747	590,511
	CAD	**9,391**	**479,136**	80,000	3,847,200
	USD	**56,742**	**3,763,892**	90,018	5,607,875
Trade Receivable					
	GBP	**180,000**	**17,115,876**	45,000	4,160,660
FDR					
	USD	**274,050**	**18,178,531**	274,050	17,153,009
EEFC bank balances					
	USD	**34,318**	**2,276,398**	104,325	6,529,772
Unsecured Loans					
	USD	**7,600,000**	**504,130,040**	-	-
Secured loans					
	USD	**18,868,575**	**1,251,607,299**	20,798,400	1,301,788,495

37. LEASES

In case of assets taken on non cancellable lease

Operating Lease :

The Company has entered into Commercial leases for office premises and residences of its employees. The leases have a life of 1 year to 3 years. There is no escalation clause in the lease agreements for the primary lease period. There are no restrictions imposed by the lease arrangement, and there are no sub-leases.

The hotel premises at Bengaluru are on an operating lease. The lease rent is payable at 16.5 % of turnover (previous year: 16.5%) subject to a minimum payment which is increased by 25% after every 5 years. The lease term is for 30 years and renewable for further 30 years at the option of the Company. There are no restrictions imposed by lease arrangements. There are no sub-leases.

The hotel premises at Srinagar are on an operating lease. The lease rent payable is Rs. 5,000,000 p.a. The lease term is up to November 22, 2096. There are no restrictions imposed by lease arrangements. There are no sub-leases.

Particulars	**For the Year ended 31 March, 2016 (Rupees)**	For the Year ended 31 March, 2015 (Rupees)
Lease payments for the year	**128,146,129**	116,689,783
Minimum lease payments :		
Not later than one year	**81,382,836**	79,118,635
Later than one year but not later than five years	**343,155,188**	331,502,879
Later than five years	**1,586,047,211**	1,671,369,478

In case of assets given on lease

Operating Lease :

The Company has given certain office premises on lease. The lease term is for 3 years. There is no escalation clause in the lease agreements. There are no restrictions imposed by lease arrangements.

Particulars	**For the Year ended 31 March, 2016 (Rupees)**	For the Year ended 31 March, 2015 (Rupees)
Lease rental for the year	**38,964,544**	20,187,319
Minimum lease rentals receivable :		
Not later than one year	**58,564,257**	34,612,560
Later than one year and not later than five years	**75,419,880**	2,872,938
Later than five years	**15,531,134**	15,742,072

38. SEGMENT REPORTING

Business segments:

The Company operates primarily in the segment of Hotels operations (representing sale of rooms and apartments, food and beverages, banquet rentals and other services relating to hotel operations including telecommunication, laundry, business centre, health centre, etc.); Aircraft charter operations along with minor segments (representing renting of premises). Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs. All other costs and expenses are reflected in the corporate segment. Segments have been identified and reported based on the nature of the services, the risks and returns, the organization structure and the internal financial reporting system.

(All amounts in Rs.)

Particulars	Hotel operations		Aircraft charter operations		Other activities		Eliminations		Total	
	For the year ended March 31, 2016	For the year ended March 31, 2015	**For the year ended March 31, 2016**	For the year ended March 31, 2015	**For the year ended March 31, 2016**	For the year ended March 31, 2015	**For the year ended March 31, 2016**	For the year ended March 31, 2015	**For the year ended March 31, 2016**	For the year ended March 31, 2015
Revenue										
External sales	**5,080,530,845**	4,572,759,419	**47,149,954**	54,638,164	**143,565,261**	119,315,623	**1,306,667**	-	**5,269,939,393**	4,746,713,206
Other income	**268,660,594**	85,936,200	**-**	-	**-**	-	**-**	-	**268,660,594**	85,936,200
Interest income									**467,215,381**	437,729,360
Total	**5,349,191,439**	4,658,695,619	**47,149,954**	54,638,164	**143,565,261**	119,315,623	**1,306,667**	-	**6,005,815,368**	5,270,378,766
Segment result	**1,414,814,503**	903,069,767	**(46,671,482)**	(42,100,674)	**58,401,475**	45,987,587	**1,306,667**	-	**1,893,759,877**	1,344,686,040
Unallocated corporate expenses	**-**	-	**-**	-	**-**	-	**-**	-	**379,062,531**	363,797,041
Interest expense	**-**	-	**-**	-	**-**	-	**-**	-	**1,102,783,580**	1,027,468,019
Tax expense	**-**	-	**-**	-	**-**	-	**-**	-	**97,450,417**	29,414,372
Profit/(Loss) from ordinary activities	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**314,463,349**	(75,993,392)
Extra ordinary item	**-**	-	**-**	-	**-**	-	**-**	-	**-**	(77,016,875)
Profit for the year after tax	**-**	-	**-**	-	**-**	-	**-**	-	**314,463,349**	1,023,483
Segment assets	**22,059,805,802**	22,127,312,892	**478,534,549**	508,676,683	**950,035,008**	933,011,151	**616,097,983**	605,773,718	**22,872,277,376**	22,963,227,008
Unallocated corporate assets									**1,026,491,695**	555,572,366
Total	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**23,898,769,071**	23,518,799,374
Segment liabilities	**1,944,842,476**	1,684,418,534	**1,894,368**	2,418,524	**646,463,878**	610,642,632	**616,097,983**	605,773,718	**1,977,102,739**	1,691,705,972
Unallocated corporate liabilities	**-**	-	**-**	-	**-**	-	**-**	-	**10,855,053,122**	11,006,347,695
Total	**-**	-	**-**	-	**-**	-	**-**	-	**12,832,155,861**	12698053667
Capital expenditure towards acquisition of fixed assets	**336,297,871**	236,810,663	**-**	26,059,427	**-**	1,947,810	**-**	-	**336,297,871**	264,817,900
Depreciation / amortization	**506,431,584**	590,648,110	**31,695,827**	31,048,984	**6,747,362**	6,645,183	**-**	-	**544,874,773**	628,342,277
Non cash income/ (expenses) other than depreciation and amortization	**(3,548,766)**	(3,501,069)	**-**	-	**-**	-	**-**	-	**(3,548,766)**	(3,501,069)

Geographical Segments:

All the operations of the Company are in India and no foreign operation exists. Accordingly, the figures appearing in these financial statements relate to the Company's single geographical segment, being operations in India.

39 RELATED PARTY DISCLOSURES

a) Name of related parties and their relationship:

Subsidiary companies	Jyoti Limited Apollo Zipper India Limited Prime Cellular Limited Prima Buildwell Private Limited
Key managerial personnel	Dr. Jyotsna Suri, Chairperson & Managing Director Ms. Deeksha Suri, Executive Director Ms. Divya Suri Singh, Executive Director Mr. Keshav Suri, Executive Director
Joint venture of Subsidiaries	Kujjal Builders Private Limited Cavern Hotel and Resort FZCO
Enterprises owned or significantly influenced by key management personnel or their relatives	Deeksha Holding Limited (DHL) Deeksha Human Resource Initiatives Limited (DHRIL) Jyotsna Holding Private Limited Mercantile Capitals & Financial Services Private Limited Prima Telecom Limited Prima Realtors Private Limited Premium Farm Fresh Produce Limited Premium Exports Limited Responsible Builders Private Limited Rohan Motors Limited Special Protection Services Private Limited Subros Limited Premium Holdings Limited FIBCOM India Limited Global Autotech Limited The Lalit Suri Educational and Charitable Trust Grand Hotel & Investments Limited L P Hospitality Private Limited Cargo Hospitality Private Limited

b) Loans made to the subsidiaries/ joint venture of subsidiaries are on mutually agreed terms.

c) Transactions with above parties for sale, purchase of goods and fixed assets, rendering or availing of services are in the ordinary course of business.

d) The short term loans facilities (as discussed in note 8) from bank availed by the Company have been secured by way of guarantee given by Premium Holdings Limited.

e) The guarantees given by the Company for the related parties are given in the ordinary course of business and related parties have provided counter guarantees for such guarantees.

(f) Transactions with the related parties **(All amounts in Rs.)**

Particulars	Subsidiaries		Key Management Personnel		Joint venture of Subsidiaries		Enterprises owned or significantly influenced by key management personnel or their relatives	
	For the year ended March 31, 2016	For the year ended March 31, 2015	**For the year ended March 31, 2016**	For the year ended March 31, 2015	**For the year ended March 31, 2016**	For the year ended March 31, 2015	**For the year ended March 31, 2016**	For the year ended March 31, 2015
Sale of goods / services	**1,254,000**	1,421,728	**1,388,083**	164,795	**1,490,198**	576,781	**18,289,235**	19,030,075
Purchase of goods	**–**	–	**–**	–	**–**	–	**292,704**	358,577
Sale of fixed assets	**–**	–	**–**	–	**126,714**	–	**470,000,000**	–
Lease rent paid	**5,000,000**	5,000,000	**5,816,800**	5,770,800	**–**	–	**16,218,748**	15,626,503
Maintenance charges received	**–**	–	**–**	–	**–**	–	**4,223,336**	2,987,540
Loan Provided	**286,971,975**	294,687,607	**–**	–	**357,359,000**	331,534,000	**64,481,130**	35,349,588
Loans (repaid)	**(98,482,858)**	(39,300,000)	**–**	–	**(33,100,000)**	–	**-**	–
Interest received	**220,422,336**	205,559,454	**–**	–	**234,817,061**	210,913,796	**-**	–
Loans repaid	**–**	–	**717,000,000**	–	**–**	–	**22,000,000**	–
Remuneration	**–**	–	**30,000,000**	24,300,000	**–**	–	**-**	–
Advance paid/(received) for proposed sale of Amritsar land	**–**	–	**–**	–	**–**	–	**-**	30,000,000
Undertaking / Guarantees given/(received)	**–**	–	**(370,510,479)**	–	**–**	–	**(1,108,391,932)**	–
Reimbursement of expenditure paid	**4,668,672**	3,642,842	**–**	–	**3,792,955**	1,610,037	**20,867,397**	27,536,522
Loan received	**–**	–	**(752,000,000)**	–	**–**	–	**(22,000,000)**	–
Interest paid on loans	**–**	–	**2,965,043**	–	**–**	–	**101,261**	–
Consultancy services provided	**27,788,296**	21,813,084	**–**	–	**20,075,868**	19,068,109	**19,735,849**	17,621,681
Services Received	**–**	–	**–**	–	**–**	–	**17,236,786**	14,836,434
Security Deposit (Received)	**(200,000)**	(200,000)	**–**	–	**–**	–	**-**	(600,000)
Security Deposit Refund	**200,000**	200,000	**–**	–	**–**	–	**7,500**	600,000

g. **List of material transactions entered during the year ended 31st March, 2016 and 31st March, 2015**

i) **Subsidiaries**

Name of the Company	For the Year ended 31st March, 2016	For the Year ended 31st March, 2015
Jyoti Limited		
-Lease rent paid	**5,000,000**	5,000,000
-Sale of goods / services	**1,254,000**	1,421,728
-Loan provided	**3,534,000**	7,050,000
-Loan (repaid) by	**–**	(2,000,000)
-Reimbursement of expenses	**–**	65,391
Apollo Zipper India Limited		
-Loan provided	**278,857,975**	285,012,607
-Loan (repaid) by	**(92,582,858)**	(37,300,000)
-Interest received	**188,307,085**	171,073,864
-Consultancy services provided	**27,788,296**	21,813,084
-Reimbursement of expenses	**4,668,672**	3,577,451
-Security deposit (received)	**(100,000)**	200,000
-Security deposit refunded	**100,000**	200,000
Prime Cellular Limited		
-Loan provided	**3,980,000**	2,125,000
-Loan (repaid) by	**(5,400,000)**	–
-Interest received	**25,675,354**	27,556,080
-Security deposit (received)	**(100,000)**	–
-Security deposit refunded	**100,000**	–
Prima Buildwell Private Limited		
-Loan provided	**600,000**	500,000
-Loan (repaid) by	**(500,000)**	–
-Interest received	**6,439,897**	6,929,510

ii) **Key Management Personnel:**

Name	For the Year ended 31st March, 2016	For the Year ended 31st March, 2015
Dr. Jyotsna Suri		
-Remuneration	**8,400,000**	5,700,000
-Lease rent paid	**3,416,800**	3,370,800
-Interest paid on loans	**2,965,043**	–
-Loan (received)	**(752,000,000)**	–
-Loan repaid	**717,000,000**	–
-Guarantee/Undertaking (received)	**(370,510,479)**	–
-Sale of goods / services	**1,388,083**	164,795
Ms. Deeksha Suri		
-Remuneration	**7,200,000**	6,200,000
-Lease rent paid	**1,200,000**	1,200,000
Ms. Divya Suri Singh		
-Remuneration	**7,200,000**	6,200,000
-Lease rent paid	**1,200,000**	1,200,000
Mr. Keshav Suri		
-Remuneration	**7,200,000**	6,200,000

iii) **Joint Venture of subsidiary**

Name of the Company	For the Year ended 31st March, 2016	For the Year ended 31st March, 2015
Kujjal Builders Private Limited		
-Sale of goods / services	**1,490,198**	576,781
-Reimbursement of expenditure	**3,792,955**	1,610,037
-Loan provided/(received)	**357,359,000**	331,534,000
-Interest received	**234,817,061**	210,913,796
-Sales of Fixed Assets	**126,714**	–
-Consultancy services provided	**20,075,868**	19,068,109
-Loan (repaid) by	**(33,100,000)**	–

iv) Enterprises owned or significantly influenced by key management personnel or their relatives:

Name of the Company	**For the Year ended 31st March, 2016**	For the Year ended 31st March, 2015
Deeksha Holding Limited		
-Sale of goods / services	**5,227,625**	3,995,253
-Purchase of goods	**292,704**	358,577
-Lease rent paid	**15,022,216**	14,700,823
-Maintenance charges received	**837,070**	400,169
-Security deposit received	**-**	600,000
-Security deposit refunded	**-**	600,000
-Loan (received)	**(22,000,000)**	-
-Loan repaid	**22,000,000**	-
-Interest paid on loans	**101,261**	-
Deeksha Human Resource Initiatives Limited (DHRIL)		
-Services received	**16,627,577**	16,028,275
-Expenditure incurred by DHRIL and reimbursed by BHL	**15,502,158**	16,918,482
-Maintenance charges received	**791,449**	267,521
Jyotsna Holding Private Limited		
-Lease rent paid	**926,532**	805,680
Mercantile Capitals & Financial Services Private Limited		
-Maintenance charges received	**98,859**	97,524
Grand Hotel & Investments Limited		
-Consultancy Services provided	**17,764,159**	17,621,681
-Reimbursement of expenses paid	**5,365,239**	10,618,040
Prima Telecom Limited		
-Sale of goods / services	**71,460**	-
Premium Farm Fresh Produce Limited		
- Advance paid / (received) against sale of proposed Amritsar land	**-**	30,000,000
-Sale of goods / services	**-**	4,601,142
-Loan (received)	**-**	-
-Loan provided	**-**	-
Responsible Builders Private Limited		
-Maintenance charges received	**473,396**	189,727
Premium Exports Limited		
-Lease rent paid	**270,000**	120,000
-Security Deposit Paid	**7,500**	-
Rohan Motors Limited		
-Sale of goods / services	**639,133**	694,659
-Services received	**609,209**	156,479
-Maintenance charges received	**183,004**	173,686
Subros Limited		
-Sale of goods / services	**12,351,017**	9,739,020
-Maintenance charges received	**1,766,971**	1,729,913
FIBCOM India Limited		
-Maintenance charges received	**72,587**	129,000
L P Hospitality Private Limited		
-Consultancy Service	**1,971,690**	-

Name of the Company	For the Year ended 31st March, 2016	For the Year ended 31st March, 2015
Cargo Hospitality Private Limited		
-Sale of fixed asset	**470,000,000**	-
Premium Holdings Limited		
-Guarantee (received)	**(1,108,391,932)**	-
The Lalit Suri Educational & Charitable Trust		
-Loan provided/(received)	**64,481,130**	35,349,588

(v) Balance Outstanding (Rs.)

Name of the Company	For the Year ended 31 March, 2016		For the Year ended 31 March, 2015	
	Receivables	Payables	Receivables	Payables
Subsidiaries*				
Jyoti Limited	**48,658,590**	**-**	48,392,590	-
Apollo Zipper India Limited	**2,408,089,877**	**-**	2,029,717,270	-
Prime Cellular Limited	**309,922,961**	**-**	289,143,051	-
Prima Buildwell Private Limited	**121,927,416**	**-**	116,147,935	-
Key Management Personnel				
Dr. Jyotsna Suri	**–**	**34,321,815**	–	–
Ms. Divya Suri singh	**–**	**90,000**	–	–
Ms. Deeksha Suri	**–**	**90,000**	–	–
Joint venture of Subsidiaries*				
Kujjal Builders Private Limited	**2,797,108,614**	**-**	2,245,320,994	-
Enterprises owned or significantly influenced by key management personnel or their relatives				
Deeksha Holding Limited	**2,693,575**	**5,310,196**	1,555,985	463,957
Deeksha Human Resource Initiatives Limited	**161,259**	**12,739,333**	92,485	4,928,278
Jyotsna Holding Private Limited	**–**	**489,237**	–	416,726
Mercantile Capitals & Financial Services Private Limited	**–**	**322,736**	–	324,888
Premium Exports Limited	**–**	**20,250**	–	–
Premium Farm Fresh Produce Limited	**–**	**–**	1,951,227	–
Prima Telecom Limited	**12,122**	**–**	–	–
Responsible Builders Private Limited	**64,282**	**–**	–	23,277
Rohan Motors Limited	**151,225**	**1,558,851**	131,012	1,066,967
Subros Limited	**3,639,599**	**9,772,820**	2,070,977	9,807,940
FIBCOM India Limited	**1,073,118**	**150,000**	1,040,464	150,000
The Lalit Suri Education & Charitable Trust	**370,510,479**	**–**	306,029,349	–
Grand Hotel & Investments Limited	**22,481,115**	**–**	10,212,657	–
L P Hospitality Private Limited	**1,971,690**	**–**		

* Balance comprising of loan receivable/ payable to subsidiaries & joint venture of subsidiary and advances given/ taken as at year end.

(vi) Corporate guarantee/undertaking outstanding

Name of the Company	For the Year ended 31st March, 2016		For the Year ended 31st March, 2015	
	Receivables	**Payables**	Receivables	Payables
Subsidiaries				
Apollo Zipper India Limited	**1,737,184,866**	**–**	1,737,184,866	–
Joint venture of Subsidiaries				
Kujjal Builders Private Limited	**1,550,000,000**	**–**	1,550,000,000	–
Dr. Jyotsna Suri	**–**	**370,510,479**	–	–
Premium Holdings Limited	**–**	**1,108,391,932**	–	–

40. CONTINGENT LIABILITIES NOT PROVIDED FOR:

a) Income Tax Matters

i) While passing the income tax assessment orders for the Assessment year 1988-89 and thereafter, the assessing officer has levied taxes on receipt of interest free refundable deposits for World Trade Centre and World Trade Tower by treating them as taxable receipts. This matter has been decided in favour of the Company by CIT (Appeals) and Income Tax Appellate Tribunal (‘ITAT’). Income tax department has filed an appeal against the order in the High Court of Delhi.

Total amount disputed (excluding interest and penalties) in the matter is Rs. 173,133,092 (Previous year Rs. 173,133,092).

(ii) For Assessment Years 1988-89 to 2006-07, the Assessing Officer has disallowed claims made by the Company in tax return relating to depreciation on increase in cost of assets due to exchange fluctuation, depreciation on foreign cars and plumbing and sanitary items, depreciation on commercial building viz. World Trade Centre and World Trade Tower; treated loan received as deemed dividend and disallowance on late deposit of PF/ESI, addition in respect of interest paid on loan, addition on account of expenditure incurred for projects under construction and commission paid on bank guarantees. These matters have been decided in favour of the Company by CIT (Appeals) and the ITAT except the following:-

1. With respect to Assessment year 2002-03 – ITAT has disallowed the commission paid on bank guarantee.
2. With respect to Assessment Years 2003-04 and 2004-05 - ITAT has requested the Assessing Officer to re-assess the matter with respect to commission on bank guarantee.

The Income tax department has filed appeals against the order of ITAT before the High Court of Delhi, New Delhi on the issues mentioned in para (ii) above.

The Company has also filed an appeal against the order of ITAT for the assessment year 2002-03 before the High Court of Delhi, New Delhi on the issue of commission paid on Bank guarantee which has been admitted by the Hon’ble High Court of Delhi.

Total amount disputed (excluding interest and penalties) in the matter is Rs. 617,104,255 (Previous year Rs. 617,104,255).

(iii) For the assessment year 2007-08, the Assessing Officer has disallowed depreciation relating to commercial buildings viz. World Trade Centre and World Trade Tower.

Total amount disputed (excluding interest and penalties) in the matter is Rs. 28,867 (Previous year Rs. 28,867).

(iv) For the assessment year 2008-09, the Assessing Officer has disallowed certain claims i.e. depreciation on commercial buildings viz. World Trade Centre and World Trade Tower, disallowance u/s 14A of the Act and disallowance of consumption of crockery & cutlery.

CIT (Appeals) and ITAT have decided in favour of the Company in relation to depreciation on commercial buildings viz. World Trade Centre and World Trade Tower and disallowance of consumption of crockery & cutlery and referred disallowance under section 14A for re-computation to the assessing officer. Income tax department has filed the appeal before the High Court of Delhi against the order of ITAT.

Total amount disputed (excluding interest and penalties) in the matter is Rs. 22,294,093 (Previous year Rs. 22,294,093).

(v) For the assessment year 2009-10, the Assessing Officer has disallowed certain claims i.e. depreciation on commercial buildings viz. World Trade Centre and World Trade Tower and disallowance u/s 14A of the Act. CIT (Appeals) and ITAT have decided in favour of the Company. Income tax department has not yet intimated whether they would file appeal against the order, though the time limit for filling the appeal has not lapsed.

Total amount disputed (excluding interest and penalties) in the matter is Rs. 12,847,220 (Previous year Rs. 12,847,220)

(vi) For the assessment year 2011-12, the Assessing Officer has disallowed certain claims i.e. depreciation on commercial buildings viz. World Trade Centre and World Trade Tower and disallowance u/s 14A of the Act. Appeal against the additions made in the assessment order had been decided in favour of the Company. The Tax department has filed appeal against the order of CIT (A).

Total amount disputed (excluding interest and penalties) in the matter is Rs. 16,458,292 (Previous year - Nil)

(vii) For the assessment year 2012-13 and 2013-14, the Assessing Officer has disallowed certain claims i.e. depreciation on commercial buildings viz. World Trade Centre and World Trade Tower and disallowance u/s 14A of the Act. Appeal against the additions made in the assessment order had been filed before the CIT (A) on the issues of depreciation on commercial buildings viz. World Trade Centre & World Trade Tower and disallowance u/s 14A of the Act.

Total amount disputed (excluding interest and penalties) in the matter is Rs. 27,368,394 (Previous year - 3,108,607)

The management, based upon expert analysis, believes that the Company has good chances of success in the above cases.

b) Guarantees

	Particulars	**As at 31st March, 2016 (Rs.)**	As at 31st March, 2015 (Rs.)
i.	Corporate guarantee given on behalf of a subsidiary to Customs for obtaining EPCG licenses	**79,684,866**	79,684,866
ii.	Corporate guarantee given on behalf of a subsidiary to bank for obtaining loan for construction of fixed assets	**1,657,500,000**	1,657,500,000
iii.	Corporate guarantee given on behalf of a Joint venture of a subsidiary to bank for obtaining loan for construction of fixed assets.	**1,550,000,000**	1,550,000,000

c) Certain employees have filed cases in the courts/ legal forums against termination/ suspension and have sought relief. The liability, if any, with respect to these claims is not currently ascertainable and in the opinion of the management, would not have material effect on these financial statements.

d) Interest on delayed deposit of security and lease management fees for one of the properties taken on lease, under a lease cum management contract, amounting to Rs. 18,263,000 (Previous year Rs. 18,263,000) is contingent in nature.

e) Interest on delayed payment of the license fees under license arrangement amounting to Rs.118, 180,991 (Previous year Rs. 118,180,991) is contingent in nature.

f) Demand by Custom Authorities against import of aircraft for Rs. 96,805,372 (Previous year Rs. 96,805,372).

g) Demand of service tax by Commissioner, Service Tax amounting to Rs.31,364,642 (Previous year Rs. 31,364,642).

h) A show cause notice has been issued by the Collector of Stamps, Udaipur in respect of stamp duty on transfer of Laxmi Vilas Palace Hotel, the erstwhile unit of India Tourism Development Corporation Limited, based on valuation of Rs. 1,513,824,400 which is being contested by the Company in the High Court of Jodhpur. Management believes, based on expert analysis, that there is no provision required at this stage.

i) Municipal Council of Udaipur had raised demand of urban development tax of Rs. 48,847,551 for the financial years 2007-08, 2008-2009 and 2009-2010 which was subsequently revised to Rs. 2,804,917. The revised demand has been challenged in the High Court of Jodhpur and as per the interim order passed by the court, the Company has paid Rs. 500,000 during FY 2011-12 and FY 2012-13. During current year, demand has been raised for Rs. 18,020,991 (including the balance demand of earlier years for which interim order of court was passed and matter is sub-judice).The Company has paid Rs. 2,000,000 for the said period. Management, based upon expert analysis, believes that no further provision is necessary at this stage.

j) The payment of Bonus (amendment) Act, 2015 enhanced the eligibility limit for payment of bonus of employees from Rs. 10,000 a month to Rs. 21,000 from the Financial Year 2014-15. The Company has estimated liability of Rs. 19,528,444 for the financial year 2014-15. The above amendment has been stayed by various High Courts and the management, based on this, has not provided for enhanced bonus for Financial Year 2014-15 in the books of accounts.

k) The Company has received additional property tax demand amounting to Rs. 45,148,188 from Municipal Corporation Mumbai relating to Financial Years 2010-11 to 2014-15. Management has filed an objection against the levy of tax with Municipal Corporation. Further a Public Interest Litigation has been filed against levy in the Mumbai High Court, against which Honorable High Court has requested the management to deposit 50% of demand till the conclusion of the case. Management has estimated likely increase to be capped at 50% i.e. Rs. 22,574,094 and has paid this amount to Municipal Corporation. Management based on expert advice believes that no further provision is considered necessary at this stage.

l) Claim received from a contractor not accepted by the Company Rs. 170,000,000 (Previous year Nil).

m) Other Claims not acknowledged as debts – Rs. 27,808,119 (Previous year Rs. 27,778,862).

41. Capital Commitments:

Estimated amount of contracts remaining to be executed and not provided for aggregates to Rs. 696,082,456 (Previous year Rs.713,156,934).

42. a) The Company has taken land on license of 99 years from New Delhi Municipal Corporation (NDMC) with effect from March 11, 1981. The Company has constructed a Hotel and Commercial Towers on the above mentioned land. The Company is paying an annual license fee of Rs 14,500,000 to the NDMC which is subject to revision after every 33 years provided that increase in license fees at each such time shall not exceed 100% of immediate previous license fees before the enhancement. The Company has not received any intimation for increase and has recorded license fees as per the old rates. The Company shall record the increased license fees as and when the intimation is received.

The Company has further sub-licensed the Commercial Towers and taken interest free security deposits (shown as deferred payment liabilities) from the occupants of space in World Trade Centre and World Trade Tower at New Delhi. These deposits amounting to Rs 486,119,022 (Previous Year Rs 486,119,022) are refundable at the end of the license period which coincides with the end of the License period of Company's agreement with New Delhi Municipal Corporation and are due to be paid on March 10, 2080.

Security deposits repayable within one year Rs. Nil (Previous year Rs. Nil).

b) Lease rent payable amounting to Rs. 7,068,936 (Previous year Rs.7,337,446) includes liability for extended moratorium period granted to Company in respect of lease of land for Bekal unit.

Lease rental with respect to moratorium period payable within a year amounts to Rs.431,614 (Previous year Rs. 431,614).

43. a) The Company in 2009 appointed a Government Registered Estate Valuer to assess the fair market value of the land and building of its Mumbai unit and revalued the book value of Land and building based on the valuer's report to Rs. 2,338,256,110 and Rs. 1,632,130,500 compared to original value of Rs. 307,820,000 and Rs. 1,194,299,191 respectively as at March 31, 2009. This had resulted in creation of revaluation reserve aggregating Rs. 2,468,267,419. The balance revaluation reserve standing as on 31st March, 2016 is Rs. 2,411,500,349(Previous year Rs. 2,419,097,277).

b) The Company in 2012 appointed a Government Registered Estate Valuer (Valuer) to assess the fair market value of the leasehold building of its Goa unit and revalued the book value of leasehold building based on the valuer's report to Rs. 1,327,205,000 compared to original value of Rs. 524,824,025 as at November 30, 2009. This had resulted in creation of revaluation reserve aggregating Rs. 802,380,975. The balance revaluation reserve standing as on 31st March, 2016 is Rs. 707,784,890 (Previous Year Rs. 721,634,547).

44. The Company had in earlier years provided rental space to a tenant. The Company has a recoverable balance of rent amounting to Rs 40,470,359 as at March 31, 2016. The contract for tenancy expired in November, 2011 and the tenant vacated premises in 2014. Management is in discussion with the tenant to recover the balance outstanding and has filed suits under Section 138(3) of the Negotiable Instrument Act. The management has, considering the delay in the recovery of the balance, created a provision of the Rs. 40,470,359 in the current year.

45. According to the transfer pricing norms under the Income-tax Act, 1961, the Company is required to compute arm's length prices and maintain adequate documentation in respect of transactions with associated enterprises. The Company is in the process of completing a study to ascertain whether such transactions with associated enterprises are in compliance with the transfer pricing norms referred to above. The management is confident that after the completion of analysis, no adjustments are likely.

46. In accordance with the provisions of section 197(3) and Schedule V of the Companies Act 2013, the Company had sought necessary approval from the Central Government for the payment of managerial remuneration to Directors of Rs. 47,464,000. However, during the year, Company has paid an amount of Rs. 30,000,000 (including reimbursements for LTA & Medical) as managerial remuneration and no further amount is payable to Directors on account of Managerial Remuneration.

47. The Company in earlier years had obtained approval for change in land use and consent to establish from State Pollution Department for construction of the property in Mangar (Haryana) which have expired. During the current year, the Company has filed applications for occupancy certificate and consent to operate with Pollution Department. The management does not anticipate any problem in obtaining relevant approval from the State Government of Haryana for completion of the project.

48. As per the terms of the land allocation agreement of Ahmedabad property, the Company was required to complete the construction within two years from the date of allotment i.e.by March 23, 2010. During the current year, the Company has applied to the State Government of Gujarat for an extension of the construction period up to June 19, 2018. The management does not anticipate any problem in obtaining extension of the completion deadline for the project.

49. The Company has given an interest free loan of Rs. 370,510,479 (including Rs. 64,481,130 given during the year) to The Lalit Suri Educational and Charitable Trust (Trust) for construction of the Hospitality Management Institute for a period of 15 years. The Hospitality Management Institute is of strategic importance to the Company as the Company will get a pool of resources trained in hospitality industry. Also, the students passing out of the Institute are reqiured to work for the Company for a minumum period of one year. The Company has, during the year, obtained an undertaking from one of the Trustees of the Trust agreeing to repay the loan in case the Trust is not able to repay the outstanding loan to the Company. Basis the above, the management believes that the amount is recoverable in due course and accordingly, no adjustment is required there against. Also, basis the undertaking received from the trustee of the Trust, the Company has reversed the provision of Rs. 80,000,000 in the books of accounts created in the earlier years.

50. During the current year, the Company has entered into an Agreement to Sell the Pune Property and received the entire consideration of Rs. 470,000,000 from the buyer. The Company has also handed over the possession of the property to the buyer and has accordingly transferred the risk and reward of the property. Basis the above, the Company has recognized the profit amounting to Rs. 125,389,562 on the sale of property.

51. a) The Company has an investment of Rs. 310,789,478 (Previous year Rs. 310,789,478) in the share capital of its wholly owned subsidiary, Jyoti Limited. The audited financial statements of Jyoti Limited show an accumulated loss of Rs. 43,176,182 as on March 31, 2016 (Previous year Rs. 44,193,355), which is more than the paid-up share capital of Rs. 6,300,400 (Previous year Rs. 6,300,400), resulting in complete erosion of net worth. The Company also has an outstanding loan recoverable of Rs. 48,658,590 (Previous year Rs. 48,392,590) from the subsidiary. Considering the long term nature of the investment of Rs. 310,789,478 (Previous year Rs. 310,789,478), and the value of assets held by Jyoti Limited (Hotel at Srinagar), the Board of Directors of the Company are of the view that there is no diminution, other than temporary, in the value of investment and loans are recoverable from the subsidiary. Accordingly, no provision has been made there against in these financial statements.

b) The Company holds 90% of the equity capital of Apollo Zipper India Ltd ('AZIL') at Rs. 521,308,409 (Previous year Rs. 521,308,409) and has also provided a loan of Rs. 2,408,089,875 (Previous year Rs. 2,029,717,270) to AZIL. The Company has further provied a loan of Rs. 121,927,416 (Previous year Rs. 116,147,935) to Prima Buildwell Private Limited, a 99.9% subsidary, who in turn has given a loan of Rs. 62,823,889 (Previous year Rs. 56,685,123) to AZIl. AZIL has been vested with the assets of The Lalit Great Eastern Hotel in Kolkata. As at March 31, 2016, AZIL has accumulated losses of Rs.893,628,049 (Previous year Rs. 513,891,318) which is more than the paid-up share capital of Rs. 8,087,100 (Previous year Rs. 8,087,100).

AZIL had commenced its operations from February, 2014 and is currently engaged in the process of complete renovation / re-construction of Heritage block of the property in Kolkata. Considering the long term prospects and value of assets held by the Subsidiary, the Board of Directors of the Company are of the view that there is no diminution, other than temporary, in the value of investment. Also, based on future projections, the management believes that the loan amount is fully recoverable. Further, the management plans to seek approval from the Government of West Bengal to convert the loan amount given to AZIL into preference shares. Accordingly, no provision has been made there against in these financial statements.

c) The Company has an investment of Rs. 398,400,000 (Previous year Rs. 398,400,000) and has also provided a loan of Rs 309,922,961 (Previous year Rs.289,143,051) to Prime Cellular Limited (PCL) a 99.60% subsidiary as at March 31, 2016. The Company has also provided loan of Rs. 2,797,108,613 to the Kujjal Builders Private Limited (KBPL) which is a Joint Venture of the PCL with 50% shareholding. PCL has entered in to a Joint Venture for the hotel property at Chandigarh. The audited financial statements of the PCL and KBPL show accumulated losses of Rs. 25,972,655 (Previous year Rs. 29,739,750) and Rs. 1,117,455,498 (Previous year Rs. 424,141,470) respectively as at 31st March 2016.

Considering the long term prospects and value of assets held by the Subsidiary, the Board of Directors of the Company are of the view that there is no diminution, other than temporary, in the value of investment. Also, based on future projections, the management believes that the loan amount is fully recoverable. Further, the Company plans to convert the loan given to KBPL into preference shares. Accordingly, no provision has been made there against in these financial statements.

d) The Company had an investment of Rs. 30,100,000 and had given a loan of Rs. 52,902,278 (provision made in earlier years amounting to Rs. 14,076,420) to Prima Buildwell Private Limited ("PBPL") a 99.9% subsidiary as at March 31, 2015 for execution of Dubai project. PBPL had entered into a Joint Venture for setting up a Hotel property at Al-Furjan, Dubai with Lost City L.L.C and another related entity. The Joint Venture had paid an advance for purchase of Land to Al- Furjan LLC (associate of Lost City). Subsequent to this, due to the precarious financial situation in Dubai, Al- Furjan LLC has not developed the Land at Al- Furjan. Considering the area at Al-Furjan has not been developed as per the Land purchase agreement, the Company and the related joint venture partner has communicated its intention to exit from the Joint Venture. Al- Furjan LLC has initiated legal proceedings against the Joint Venture Company. The management has, considering the legal case, created a provision of Rs. 30,100,000 as provision for diminution against investment and provision of Rs. 38,825,858 against the loan balance during the year.

52. Capitalization of exchange differences

The Ministry of Corporate Affairs (MCA) has issued the amendment dated 29 December 2011 to AS 11 *the Effects of Changes in Foreign Exchange Rates*, to allow companies deferral/ capitalization of exchange differences arising on long-term foreign currency monetary items.

In accordance with the earlier amendment to AS 11, the Company has capitalized exchange loss, arising on long-term foreign currency loan, amounting to Rs. 47,301,505 (Previous Year Rs. 33,705,320) to the cost of leasehold building.

53. Disclosure required under Sec 186(4) of the Companies Act 2013

Included in loans and advance are certain intercorporate deposits the particulars of which are disclosed below as required by Sec 186(4) of Companies Act 2013:

Name of the loanee	Rate of Interest	Due date	Secured/ unsecured	31 March 2016	31 March 2015
				Rs.	Rs.
Kujjal Builders Private Limited	12%	25/10/2028	Unsecured	2,797,108,614	2,245,320,994
Jyoti Limited	0%	02/04/2019	Unsecured	48,658,590	48,658,590
Apollo Zipper India Limited	12%	31/03/2027	Unsecured	2,408,089,877	2,029,717,270
Prime Cellular Limited	12%	29/05/2021	Unsecured	309,922,961	289,143,051
Prima Buildwell Private Limited	12%	29/05/2021	Unsecured	69,025,137	63,245,656
	0%	29/05/2021	Unsecured	52,902,279	52,902,279
The Lalit Suri Educational & Charitable Trust	0%	28/03/2020	Unsecured	370,510,479	306,029,349

The loans have been utilized for meeting their requirement for construction of the fixed assets and working capital requirements.

For details of Guarantee refer note 41 (b)

54. Previous year figures have been regrouped/reclassified, where necessary, to conform to this year's classification.

The accompanying notes are an integral part of the financial statements.
As per our report of even date.

For S. R. Batliboi & Co. LLP
Firm Registration Number: 301003E/ E300005
Chartered Accountants

Sd/-
per Raj Agrawal
Partner
Membership No. 82028

Place : Gurgaon
Date : May 20, 2016

For and on behalf of the Board of Directors of
Bharat Hotels Limited

Sd/-
Dr. Jyotsna Suri
Chairperson and Managing Director
(DIN: 00004603)

Sd/-
Keshav Suri
Executive Director
(DIN: 00005370)

Sd/-
Hanuwant Singh (DIN:00131026)
Lalit Bhasin (DIN:00001607)
Dr. M.Y. Khan (DIN:00751929)
Directors

Place : New Delhi
Date : May 20, 2016

Sd/-
Madhav Sikka
Chief Financial Officer

Sd/-
Himanshu Pandey
Company Secretary
(M. No. ACS 13531)

STATEMENT CONTAINING SALIENT FEATURES OF THE FINANCIAL STATEMENT OF SUBSIDIARIES/ASSOCIATE COMPANIES / JOINT VENTURES
FORM AOC-1

(Pursuant to first provisio to sub-section(3)of Section 129 read with rule 5 of Companies(Accounts)Rules 2014)

PART "A" : SUBSIDIARIES

Sl. No.	Particulars	Name of Subsidiary			
		Apollo Zipper India Limited	**Jyoti Limited**	**Prime Buidwell Pvt. Limited**	**Prime Cellular Limited**
1.	Reporting period	01-04-2015 - 31-03-2016	01-04-2015 - 31-03-2016	01-04-2015 - 31-03-2016	01-04-2015 - 31-03-2016
2.	Reporting Currency	INR	INR	INR	INR
3.	Share Capital	80,87,100	63,00,400	3,01,00,000	40,00,00,000
4.	Reserves & Surplus	(33,15,08,380)	(4,31,67,378)	(8,26,31,335)	(3,41,46,836)
5.	Total Assets	4,19,14,61,990	1,22,31,929	7,07,66,439	67,99,08,074
6.	Total Liabilities	4,19,14,61,990	1,22,31,929	7,07,66,439	67,99,08,074
7.	Investments	----	----	--	400,000,000
8.	Turnover	42,06,57,141	50,00,000	72,18,992	2,30,53,410
9.	Profit / (Loss) before Taxation	(41,46,54,781)	26,67,849	(5,47,61,485)	(43,93,124)
10.	Provision for Taxation	----	16,41,872	----	13,962
11.	Profit / (Loss) after Taxation	(41,46,54,781)	10,25,977	(5,47,61,485)	(44,07,086)
12.	Proposed Dividend	----	----	----	----
13.	% of Shareholding	90.00	99.99	99.99	99.60

PART "B" : ASSOCIATES AND JOINT VENTURES

Sl. No.	Particulars	Name of Joint Ventures	
		Kujjal Builders Private Limited *	**Cavern Hotels & Resorts FZCo. ****
1.	Latest Audited Balance sheet date	01-04-2015 - 31-03-2016	01-04-2015 - 31-03-2016
2.	Shares held by the company on the year end		
	Number	----	----
	Amount of Investment	----	----
	Extent of Holding %	----	----
3.	Description of how there is significant influence	JV of Prime Cellular Ltd.	JV of Prima Buildwell Pvt. Ltd.
4.	Reason why not consolidated	N.A.	N.A.
5.	Net worth attributable to shareholding	(25,31,06,898)	(13,60,90,233)
6.	Profit / Loss for the year		
i.	Considered in Consolidation	(31,44,82,714)	(4,241)
ii.	Not Considered in Consolidation	(31,44,82,714)	(21,200)

For and on behalf of the Board of Directors of
Bharat Hotels Limited

Sd/-
Dr. Jyotsna Suri
Chairperson and Managing Director
(DIN: 00004603)

Sd/-
Keshav Suri
Executive Director
(DIN: 00005370)

Sd/-
Hanuwant Singh (DIN:00131026)
Lalit Bhasin (DIN:00001607)
Dr. M.Y. Khan (DIN:00751929)
Directors

Place : New Delhi
Date : May 20, 2016

Sd/-
Madhav Sikka
Chief Financial Officer

Sd/-
Himanshu Pandey
Company Secretary
(M. No. ACS 13531)

S.R. BATLIBOI & CO. LLP
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of Bharat Hotels Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Bharat Hotels Limited (hereinafter referred to as "the Holding Company"), its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and joint controlled entities, comprising of the consolidated Balance Sheet as at March 31, 2016, the consolidated Statement of Profit and Loss and consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as 'the consolidated financial statements').

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms with the requirement of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies included in the Group and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the 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, issued by the Institute of Chartered Accountants of India, as 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 consolidated financial statements.The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated 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 accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in paragraph (a) of the Other Matters below,is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the consolidated 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 consolidated state of affairs of the Group and jointly controlled entities as at March 31, 2016, their consolidated loss, and their consolidated cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by section 143 (3) of the Act, we report, to the extent applicable, that:

(a) We /the other auditors whose reports we have relied upon 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 of the aforesaid consolidated financial statements;

(b) In our opinion proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and reports of the other auditors;

(c) The consolidated Balance Sheet, consolidated Statement of Profit and Loss, and consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements;

(d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

(e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2016 and taken on record by the Board of Directors of the Holding Company and the reports of the auditors who are appointed under Section 139 of the Act, of its subsidiary companies and jointly controlled companies incorporated in India, none of the directors of the Group's companies and jointly controlled companies incorporated in India is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy and the operating effectiveness of the internal financial controls over financial reporting of the Holding Company and its subsidiary companies and jointly controlled companies incorporated in India, refer to our separate report in "Annexure 1" to this report;

(g) With respect to the 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 consolidated financial statements disclose the impact of pending litigations on its consolidated financial position of the Group and jointly controlled entities – Refer Note 39 to the consolidated financial statements;

   ii. The Group and jointly controlled entities did not have any material foreseeable losses in long-term contracts including derivative contracts.

   iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, its subsidiaries and jointly controlled companies incorporated in India.

Other Matter

(a) The accompanying consolidated financial statements include total assets of Rs. 1,953,510,240 as at March 31, 2016, and total revenues and net cash outflows of Rs. 117,743,861 and Rs.67,175,465 for the year ended on that date, in respect of three subsidiaries, and one jointly controlled entity, which have been audited by other auditors, whose financial statements, other financial information and auditor's reports have been furnished to us by the management. Our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and jointly controlled entity, and our report in terms of sub-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries and jointly controlled entity is based solely on the reports of such other auditors.

(b) The accompanying consolidated financial statements include total assets of Rs 119,619,815 as at March 31, 2016, and total revenues and net cash outflows of Rs. Nil and Rs. 664 for the year ended on that date, in respect of one jointly controlled entity, which has not been audited, whose unaudited financial statements and other unaudited financial information has been furnished to us. Our opinion, in so far as it relates amounts and disclosures included in respect of this jointly controlled entity, and our report in terms of sub-sections (3) of Section 143 of the Act in so far as it relates to the aforesaid jointly controlled entity, is based solely on such unaudited financial statements and other unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements and other financial information are not material to the Group.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements above, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements and other financial information certified by the Management

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

Sd/-
per Raj Agrawal
Partner
Membership Number: 82028

Place : Gurgaon
Date : July 21, 2016

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF BHARAT HOTELS LIMTED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of Bharat Hotels Limited as of and for the year ended March 31, 2016, we have audited the internal financial controls over financial reporting of Bharat Hotels Limited (hereinafter referred to as the "Holding Company") and its subsidiary companies and jointly controlled companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company, its subsidiary companies and jointly controlled companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding 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 Accountants of India. These responsibilities include 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 the respective 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, both, issued by Institute of Chartered Accountants of India, and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. 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 judgement, 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 and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control 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 expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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, the Holding Company, its subsidiary companies and jointly controlled companies, which are companies incorporated in India, have, maintained in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Holding 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 Accountants of India.

Other Matters

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting of the Holding Company, in so far as it relates to the three subsidiary companies, and one jointly controlled company, which are companies incorporated in India, is based on the corresponding reports of the auditors of such subsidiary and jointly controlled company

For **S.R. Batliboi & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

Sd/-
per Raj Agrawal
Partner
Membership Number: 82028

Place : Gurgaon
Date : July 21, 2016

CONSOLIDATED BALANCE SHEET as at March 31, 2016

Particulars	Note No.	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
I EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	2	**759,911,990**	759,911,990
(b) Reserves and surplus	3	**9,137,748,639**	9,612,137,816
		9,897,660,629	10,372,049,806
Minority Interest		**61,195,225**	61,212,853
		9,958,855,854	10,433,262,659
2 Non-current liabilities			
(a) Long-term borrowings	4	**10,521,270,320**	10,178,821,889
(b) Deferred tax liabilities (Net)	5	**821,131,570**	698,005,132
(c) Other Long term liabilities	6	**612,519,057**	593,866,380
(d) Long-term provisions	7	**72,589,010**	72,886,396
		12,027,509,957	11,543,579,797
3 Current liabilities			
(a) Short-term borrowings	8	**1,807,746,277**	1,163,772,616
(b) Trade payables			
*Total outstanding dues to micro enterprises and small enterprises			
*Total outstanding dues to creditors other than micro enterprises and small enterprises		**369,690,649**	365,963,671
(c) Other current liabilities	9	**1,494,553,676**	2,470,527,953
(d) Short-term provisions	10	**144,081,598**	140,973,758
		3,816,072,200	4,141,237,998
TOTAL		**25,802,438,011**	26,118,080,454
II ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	11	**17,276,077,523**	18,143,520,308
(ii) Intangible assets	11	**859,544,670**	866,979,822
(iii) Capital work-in-progress (Refer note 31 for preoperative expenditure pending allocation)		**2,735,288,892**	2,355,915,870
(b) Non-current investments	12	**360,000**	360,000
(c) Long-term loans and advances	13	**2,993,715,416**	2,509,208,923
(d) Other non-current assets	14	**459,517,821**	522,975,656
		24,324,504,322	24,398,960,579
2 Current assets			
(a) Inventories	15	**194,289,054**	170,760,214
(b) Trade receivables	16	**423,892,544**	416,818,449
(c) Cash and bank balances	17	**301,458,146**	755,273,489
(d) Short-term loans and advances	18	**281,368,717**	276,503,345
(e) Other current assets	19	**276,925,228**	99,764,378
		1,477,933,689	1,719,119,875
TOTAL		**25,802,438,011**	26,118,080,454
Summary of significant accounting policies	1		

The accompanying notes are an integral part of the financial statements.
As per our report of even date.

For S. R. Batliboi & Co. LLP
Firm Registration Number: 301003E/ E300005
Chartered Accountants

For and on behalf of the Board of Directors of Bharat Hotels Limited

Sd/-
per Raj Agrawal
Partner
Membership No. 82028

Sd/-
Dr. Jyotsna Suri
Chairperson and Managing Director
(DIN: 00004603)

Sd/-
Hanuwant Singh
Director
(DIN:00131026)

Place : Gurgaon
Date : July 21, 2016

Place : New Delhi
Date : July 21, 2016

Sd/-
Madhav Sikka
Chief Financial Officer

Sd/-
Himanshu Pandey
Company Secretary
(M. No. ACS 13531)

CONSOLIDATED STATEMENT OF PROFIT AND LOSS for the year ended March 31, 2016

	Particulars	Note No.	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
I	**Income**			
	a Revenue from operations (gross)	20	**5,727,416,476**	5,030,140,207
	Less: Excise Duty	20	**2,925,872**	3,076,317
	Revenue from operations (net)		**5,724,490,604**	5,027,063,890
	b Other Income	21.1	**370,562,726**	183,163,287
	Total revenue		**6,095,053,330**	5,210,227,177
II	**Expenses**			
	Consumption of food and beverages	22	**711,503,055**	615,011,204
	Purchase of traded goods		**6,449,521**	7,029,983
	(Increase)/ Decrease in inventories of traded goods	23	**(518,502)**	(1,226,017)
	Employee benefit expense	24	**1,038,608,008**	1,037,657,548
	Other expenses	25	**2,630,219,561**	2,354,775,834
	Total expenses		**4,386,261,643**	4,013,248,552
III	**Earnings before interest, tax, depreciation and amortisation (EBITDA) (I-II)**		**1,708,791,687**	1,196,978,625
	Depreciation and amortization expense	26	**773,322,693**	809,900,711
	Interest Income	21.2	**(147,555,579)**	(145,607,569)
	Interest and Finance costs	27	**1,370,999,178**	1,145,188,642
IV	**Profit/(loss) before tax, prior period items and extra ordinary items**		**(287,974,605)**	(612,503,159)
V	**Prior Period items**	28	**17,358,906**	4,009,679
VI	**Extra Ordinary Items**	29	**–**	(77,016,875)
VII	**Profit before tax and after prior period items & extra ordinary items**		**(305,333,511)**	(539,495,963)
VIII	**Tax expense**			
	Current tax (after adjusting credit of Rs.25,676,024 (previous year Rs. 38,469,216) for earlier years)		**98,789,835**	(30,104,052)
	Less: MAT Credit Entitlement		**122,810,025**	7,283,664
			(24,020,190)	(37,387,716)
	Deferred tax charge / (credit)		**123,126,441**	67,883,588
	Total tax expense		**99,106,251**	30,495,872
	Profit for the year before adjustment of profit for minority interest		**(404,439,762)**	(569,991,835)
	Profit/(loss) attributable to minority interest		**(17,628)**	(18,863)
IX	**Net profit/(loss) for the year**		**(404,422,134)**	(569,972,972)
X	**Earnings per share [nominal value of shares Rs. 10 (previous year Rs. 10)]**	30		
	Before extra ordinary items			
	Basic and Diluted		**(5.32)**	(8.51)
	After extra ordinary items			
	Basic and Diluted		**(5.32)**	(7.50)
	Summary of significant accounting policies	1		

The accompanying notes are an integral part of the financial statements.
As per our report of even date.

For S. R. Batliboi & Co. LLP
Firm Registration Number: 301003E/ E300005
Chartered Accountants

For and on behalf of the Board of Directors of Bharat Hotels Limited

Sd/-
per Raj Agrawal
Partner
Membership No. 82028

Sd/-
Dr. Jyotsna Suri
Chairperson and Managing Director
(DIN: 00004603)

Sd/-
Hanuwant Singh
Director
(DIN:00131026)

Place : Gurgaon
Date : July 21, 2016

Place : New Delhi
Date : July 21, 2016

Sd/-
Madhav Sikka
Chief Financial Officer

Sd/-
Himanshu Pandey
Company Secretary
(M. No. ACS 13531)

CONSOLIDATED CASH FLOW STATEMENT for the year ended March 31, 2016

	Particulars	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
A	**CASH FLOW FROM OPERATING ACTIVITIES**		
	Profit before tax	**(305,333,511)**	(539,495,963)
	Non-cash adjustments to reconcile profit before tax to net cash flows:		
	Depreciation and amortisation expenses	**773,322,692**	809,900,711
	Advance written off	**-**	301,375
	Provision for doubtful debts	**47,688,427**	4,047,344
	Provision for doubtful advances	**70,980,210**	30,946,119
	Excess provision/ credit balances written back	**(100,892,712)**	(33,578,426)
	Loss/ (Profit) on sale of fixed assets (net)	**(119,123,613)**	660,872
	Interest Income	**(147,555,578)**	(145,607,569)
	Amortization of ancillary cost of term loans	**89,974,600**	76,843,930
	Interest expense	**1,254,890,969**	1,068,240,470
	Unrealized foreign exchange loss / (gain)	**(19,633,752)**	5,359,037
	Operating profit before working capital changes:	**1,544,317,732**	1,277,617,900
	Movements in working capital:		
	-Trade receivables	**(54,762,521)**	(66,159,244)
	-Loans and advances and other current assets	**(620,457,761)**	(193,504,598)
	-Inventories	**(23,528,840)**	(18,919,937)
	-Liabilities and provisions	**230,701,301**	148,938,737
	Cash Generated from Operations	**1,076,269,911**	1,147,972,858
	Tax Paid/ (Refund)	**4,366,247**	(88,761,895)
	Net cash flow from /(used in) operating activities (a)	**1,080,636,158**	1,059,210,963
B	**CASH FLOWS FROM INVESTING ACTIVITIES**		
	Purchase of fixed assets*	**(477,750,170)**	(872,131,288)
	Proceeds from sale of fixed assets	**572,419,309**	20,101,137
	Purchase of Investments	**-**	(360,000)
	Loan to joint venture of subsidiaries	**(158,485,279)**	(165,721,916)
	Loan to other related party	**(64,481,130)**	(35,349,588)
	Interest received	**121,057,746**	459,550,502
	Movement in investment in long term fixed deposits with banks	**(17,123,975)**	197,504,151
	Movement in margin money held as security	**25,530,575**	24,210,151
	Net Cash flow from/(used in) investing activities (b)	**1,167,076**	(372,196,851)
C	**CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES**		
	Proceeds from long term borrowings	**3,571,039,135**	4,529,379,238
	Proceeds from short term borrowings	**800,403,274**	953,317,343
	Repayment of long term borrowings	**(4,285,356,716)**	(3,202,948,588)

CONSOLIDATED CASH FLOW STATEMENT for the year ended March 31, 2016

Particulars	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
Repayment of short term borrowings	**(156,429,614)**	(852,384,881)
Interest paid	**(1,395,275,310)**	(1,474,325,542)
Deferred payment liabilities	**446,885**	(1,396,248)
Dividends paid	**(37,995,600)**	(37,995,600)
Tax on dividend paid	**(7,735,011)**	(7,735,011)
Ancillary cost of Term loan	**(28,162,814)**	(366,421,841)
Net Cash flow from/ (used in) financing activities (c)	**(1,539,065,771)**	(460,511,130)
NET (DECREASE)/ INCREASE IN CASH & CASH EQUIVALENTS (a+b+c)	**(457,262,537)**	226,502,982
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	**702,419,361**	475,916,379
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	**245,156,824**	702,419,361
COMPONENTS OF CASH AND CASH EQUIVALENTS		
Cash on Hand	**8,155,840**	7,388,168
Cheques on hand	**4,863,888**	4,592,085
Balances with Scheduled Banks in		
- Current accounts	**116,295,410**	361,279,361
- EEFC accounts	**2,276,398**	6,529,771
- Unpaid dividend account **	**2,453,786**	2,661,994
- Deposit accounts	**114,614,274**	321,395,451
Add: Unrealized loss/ (gain) on foreign currency cash and cash equivalents	**(3,502,772)**	(1,427,469)
	245,156,824	702,419,361

Notes:

* 1. Additions to Fixed Assets are stated inclusive of movements of Capital work-in-progress (including capital advances) and Preoperative expenditure pending allocation and the same has been treated as part of Investing Activities.

** 2. Amounts under dividend account are held by the Company for the payment of dividend only.

3. The cash flow statement has been prepared under the indirect method as set out in the Accounting Standard 3 "Cash Flow Statement" issued by the Institute of Chartered Accountants of India.

The accompanying notes are an integral part of the financial statements.
As per our report of even date.

For S. R. Batliboi & Co. LLP
Firm Registration Number: 301003E/ E300005
Chartered Accountants

For and on behalf of the Board of Directors of Bharat Hotels Limited

Sd/-
per Raj Agrawal
Partner
Membership No. 82028

Sd/-
Dr. Jyotsna Suri
Chairperson and Managing Director
(DIN: 00004603)

Sd/-
Hanuwant Singh
Director
(DIN:00131026)

Place : Gurgaon
Date : July 21, 2016

Place : New Delhi
Date : July 21, 2016

Sd/-
Madhav Sikka
Chief Financial Officer

Sd/-
Himanshu Pandey
Company Secretary
(M. No. ACS 13531)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

1. Corporate Information

Bharat Hotels Limited (hereinafter referred as the “Holding Company“ or “Company”) and its subsidiaries (the Holding Comapny and its subsidiaries together referred to as “the Group”) and joint controlled entities are engaged in the business of operating hotels. The Group and joint controlled entities have properties in eleven locations (including three under construction).

1.1 Description of Group and joint controlled entities

Group and joint controlled entities comprise of the following entities:

Name of the Company	Country of Incorporation	Shareholding (%age)	
		March 31, 2016	March 31, 2015
Subsidiaries:			
Jyoti Limited	India	99.99	99.99
Apollo Zipper India Limited	India	90.00	90.00
Prime Cellular Limited	India	99.60	99.60
Prima Buildwell Private Limited	India	99.99	99.99
Joint Venture:			
Kujjal Builders Private Limited	India	50.00	50.00
Cavern Hotel & Resorts FZ Co	United Arab Emirates	16.67	16.67

1.2 Basis of Preparation

The Consolidated Financial Statements (‘CFS’) of the Group and joint controlled entities have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention except for land and building of Mumbai and Goa carried at revalued amount.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained in section 1.4 below.

1.3 Principles of Consolidation

The Consolidated Financial Statements are prepared on the following basis:

In the preparation of these Consolidated Financial Statements, investment in Subsidiaries and Joint Ventures have been accounted for in accordance with Accounting Standard(AS) 21 Consolidated Financial Statements and Accounting Standard (AS) 27 Financial Reporting of Interests in Joint Ventures. The Consolidated Financial Statements have been prepared on the following basis:

i. Subsidiaries have been consolidated on a line-by-line basis by adding together the book values of the like items of assets, liabilities, income and expenses, after eliminating all significant intra-group balances and intra-group transactions and also unrealized profits or losses, except where cost cannot be recovered.

ii. Interest in the assets, liabilities, income and expenses of the joint ventures are consolidated using proportionate consolidation method. Intra group balances, transactions and unrealized profits / losses are eliminated to the extent of Company’s proportionate share.

iii. The difference of the cost to the Company of its investment in subsidiaries and joint venture over its proportionate share in the equity of the investee company as at the date of acquisition of stake is recognized in the financial statements as Goodwill or Capital Reserve, as the case may be.

iv. Minority interest in net profit of consolidated subsidiaries for the year is identified and adjusted against the income in order to arrive at the net income attributable to the shareholders of the Company. Their share of net assets is identified and presented in the Consolidated Balance Sheet separately. Where accumulated losses attributable to the minorities are in excess of their equity, in the absence of the contractual obligation on the minorities, the same is accounted for by the Holding Company.

v. The Consolidated Financial Statements have been prepared using uniform accounting policies unless otherwise stated for like transactions and other events in similar circumstances and are presented in the same manner as the Holding Company's standalone financial statements.

vi. The accounts of all the entities in the Group and joint controlled entities are drawn up to the same reporting date as the parent entity (i.e. financial year ended March 31, 2016).

vii. As per Accounting Standard Interpretation (ASI) -15 on Notes to the Consolidated Financial Statements, only the notes having items which are material need to be disclosed. Materiality for this purpose is assessed in relation to the information contained in the consolidated financial statements. Further, additional information disclosed in separate financial statements of the Subsidiary/parent or a joint venture having no bearing on the true and fair view of the Consolidated Financial Statements have not been disclosed in the Consolidated Financial Statements.

1.4 Summary of Significant Accounting Policies

Change in accounting policy

Component Accounting

The Group and joint controlled entities have adopted component accounting as required under Schedule II to the Companies Act, 2013 from 1 April 2015. The Group and joint controlled entities were previously not identifying components of fixed assets separately for depreciation purposes; rather, a single useful life/ depreciation rate was used to depreciate each item of fixed asset.

Due to application of Schedule II to the Companies Act, 2013, the Group and joint controlled entities have changed the manner of depreciation for its fixed assets. Now, the Group and joint controlled entities identify and determine cost of each component/ part of the asset separately, if the component/ part has a cost which is significant to the total cost of the asset having useful life that is materially different from that of the remaining asset. These components are depreciated over their useful lives; the remaining asset is depreciated over the life of the principal asset.

The Group and joint controlled entities have also changed its policy on recognition of cost of major inspection/ overhaul. Earlier, the Group and joint controlled entities used to charge such cost directly to statement of profit and loss. On application of component accounting, the major inspection/ overhaul is identified as a separate component of the asset at the time of purchase of new asset and subsequently. The cost of such major inspection/ overhaul is depreciated separately over the period till next major inspection/ overhaul. Upon next major inspection/ overhaul, the costs of new major inspection/ overhaul are added to the asset's cost and any amount remaining from the previous inspection/ overhaul is derecognized.

The change in accounting for depreciation due to component accounting did not have any material impact on consolidated financial statements for the current year.

a) Use of estimates

The preparation of financial statements are in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

b) Tangible Fixed Assets

Fixed assets are stated at cost (or revalued amounts, as the case may be), net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises the purchase price, borrowing cost if capitalization criteria are met and any direct attributable costs of bringing the asset to its working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the consolidated statement of profit and loss for the period during which such expenses are incurred.

The Group and joint controlled entities adjust exchange differences arising on translation/ settlement of long-term foreign currency monetary items pertaining to the acquisition of a depreciable asset to the cost of the asset and depreciates the same over the remaining life of the asset. In accordance with MCA circular dated 09 August 2012, exchange differences adjusted to the cost of fixed assets are total differences, arising on long-term foreign currency monetary items pertaining to the acquisition of a depreciable asset, for the period. In other words, the Group and joint controlled entities do not differentiate between exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other exchange difference.

Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the consolidated statement of profit and loss when the asset is derecognized.

The Group and joint controlled entities identify and determine cost of asset significant to the total cost of the asset having useful life that is materially different from that of the remaining life.

c) Depreciation on fixed assets

Depreciation on fixed assets is calculated on a straight-line basis using the rates arrived on the basis of the useful life which coincides with the useful life prescribed under Schedule II of the Companies Act, 2013. The identified components are depreciated over their useful lives; the remaining asset is depreciated over the life of the principal asset.

Leasehold land and buildings are amortized on a straight line basis over the period of lease or useful life, whichever is lower.

Non RCC structures for conference halls are depreciated over the period of eight years or their useful life, whichever is lower

d) Impairment

The Group and joint controlled entities assess at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group and joint controlled entities estimate the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the Group and joint controlled entities estimate the asset's or cash-generating unit's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the consolidated statement of profit and loss unless the asset is carried at a revalued amount, in which case the reversal is treated as a revaluation increase.

e) Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

The Group and joint controlled entities have capitalized computer software in the nature of software licenses as intangible assets, and the same is amortized over the license period or three years, being their expected useful economic life, whichever is lower.

Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

f) Goodwill on Consolidation

Goodwill represents the difference between the Group's and joint controlled entity's share in the net worth of the investee companies and the cost of acquisition at each point of time of making the investment. For this purpose, the Group's and joint controlled entity's share of equity in the investee companies are determined on the basis of the latest financial statements of the respective companies available as on the date of acquisition, after making necessary adjustments for material events between the date of such financial statements and the date of respective acquisition. Goodwill is not amortized but tested for impairment almost annually.If impairment is indicated, a write-down to fair value (normally measured by discounting estimated future cash flows) is recorded.

g) Leases

Where the Group and joint controlled entities are the lessee

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

Where the Group and joint controlled entities are the lessor

Leases in which the Group and joint controlled entities do not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating lease are included in fixed assets. Lease income is recognized in the consolidated statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation are recognized as an expense in the consolidated statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the consolidated statement of profit and loss.

h) Government grants and subsidies

Grants and subsidies from the government are recognized when there is reasonable assurance that (i) the Group and joint controlled entities will comply with the conditions attached to them, and (ii) the grant/subsidy will be received. When the grant or subsidy relates to revenue, it is recognized as income on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs, which they are intended to compensate.

i) Investments

Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

j) Inventories

Stores and spares inventory comprises cutlery, crockery, linen, other store items food and beverage, liquor and wine items in hand, which are valued at lower of cost and net realizable value. Cost is determined on First in first out basis. Circulating stock of crockery and cutlery issued for more than 2 months is charged to the consolidated statement of profit and loss as consumption.

Traded goods are valued at lower of cost and net realizable value. Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on a first in first out basis.

Unserviceable / damaged / discarded stocks and shortages observed at the time of physical verification are charged off to consolidated statement of profit and loss. Net realizable value is the estimated selling price in the ordinary course of the business, less estimated costs necessary to make the sale.

Inventory of food and beverage items in hand includes items used for staff cafeteria and is charged to consumption, net of recoveries, when issued.

k) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Group and joint controlled entities and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Revenue from hotel operations:

Revenue from hotel operations comprise sale of rooms and apartments, food and beverages, liquor and wine, banquet rentals and other services relating to hotel operations including telecommunication, laundry, business centre, health centre, etc. Revenue is recognized as and when the services are rendered and is disclosed net of allowances. The Group and joint controlled entities collect taxes such as value added tax, luxury tax, entertainment tax and service tax on behalf of the Government and, therefore, these are not economic benefits flowing to the Group and joint controlled entities. Hence, they are excluded from revenue. Excise duty deducted from revenue (gross) is the amount that is included in the revenue (gross) and not the entire amount of liability arising during the year.

Aircraft charter:

Revenue from hiring of the aircraft is recognized as and when services are rendered.

Rent:

Income from rent is recognized over the period of the contract on straight line basis. Initial direct cost is expensed off when incurred.

Maintenance charges:

Amounts collectible as maintenance charges are recognized over the period of the contract, on an accrual basis. Corresponding costs are recorded as incurred.

Membership programme revenue:

Membership revenue is recognized pro rata over the period of the membership term. Joining fee is recorded as income on sale of membership card.

Sale of goods (Traded goods)

Revenue is recognized when all significant risks and rewards of ownership of the goods have passed to the buyer. Taxes such as Sales Tax and VAT are deducted from turnover.

Interest:

Revenue is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable. Interest income is included under the head "other income" in the statement of profit and loss.

Commission Income:

Income is recognized when right to receive payment is established by the terms of the contract.

Consultancy / Management fee:

Consultancy/Management fee is recognized on accrual basis when right to receive payment is established by the terms of the contract.

l) Expenditure during construction period

Expenditure directly relating to construction activity is capitalized. Administrative and other general overhead expenses are usually excluded from the cost of fixed assets because they do not relate to a specific fixed asset. Indirect expenditure incurred during construction period is recognized as part of the indirect construction cost to the extent to which the expenditure is related to construction or is incidental thereto and is charged to expenditure during construction period. Other indirect expenditure (including borrowing costs) incurred during the construction period which is not related to the construction activity nor is incidental thereto is charged to the statement of profit and loss. Income earned during construction period is deducted from the total of the indirect expenditure during construction period.

m) Borrowing Costs

Borrowing costs include interest and commitment charges on borrowings, amortization of costs incurred in connection with the arrangement of borrowings and finance charges under leases.

Borrowing costs directly attributable to development projects, that take a substantial period of time to get ready for its intended use, are capitalized as part of cost of the respective asset. All other borrowing costs are recognized in the statement of profit and loss in the period in which they are incurred.

n) Foreign currency translation

(i) Initial Recognition:

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Conversion:

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items which are measured in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

(iii) Exchange differences:

From accounting period commencing on or after April 1, 2012, the Group and joint controlled entities account for exchange differences arising on translation/ settlement of foreign currency monetary items as below:

1. Exchange differences arising on long-term foreign currency monetary items related to acquisition of a fixed asset are capitalized and depreciated over the remaining useful life of the asset. For this purpose, the Group and joint controlled entities treat a foreign currency monetary item as "long-term foreign currency monetary item", if it has a term of 12 months or more at the date of its origination.
2. All other exchange differences are recognized as income or as expenses in the period in which they arise.

In accordance with MCA circular dated 09 August 2012, exchange differences for this purpose, are total differences arising on long-term foreign currency monetary items for the period. In other words, the Group and joint controlled entities do not differentiate between exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other exchange difference.

(iv) Foreign operations:

In translating the financial statements of non-integral foreign operations for incorporation in financial statements, the assets and liabilities, both monetary and non-monetary, of the non-integral foreign operations are translated at the closing rate, income and expense items of the non-integral foreign operations are translated at average exchange rates prevailing during the year, and all resulting exchange differences are accumulated as a 'Foreign Currency Translation Reserve' until the disposal of the net investment.

On the disposal of a non-integral foreign operation, the cumulative amount of the exchange differences which have been deferred and which relate to that operation are recognized as income or as expenses in the same period in which the gain or loss on disposal is recognized.

When there is a change in the classification of a foreign operation, the translation procedures applicable to the revised classification are applied from the date of the change in the classification.

o) Employee benefits

i. Retirement benefit in the form of provident fund is a defined contribution scheme. The Group and joint controlled entities have no obligation, other than the contribution payable to the provident fund. The Group and joint controlled entities recognize contribution payable to the provident fund scheme as expenditure when an employee renders the related service. The Group and joint controlled entities have no obligations other than the contribution payable to the Provident Fund.

ii. Gratuity liability is a defined benefit plan. The cost of providing benefits under the plan is determined on the basis of actuarial valuation at each year-end. Actuarial valuation is carried out by using the projected unit credit method. Actuarial gains and losses for defined benefit plan is recognized in full in the period in which they occur in the consolidated statement of profit and loss.

iii. The Group and joint controlled entities treat accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the consolidated statement of profit and loss and are not deferred. The Group and joint controlled entities present the entire leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for 12 months after the reporting date.

iv. Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Group and joint controlled entities measure the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

p) Provision for Loyalty Programes:

Loyalty Programme reward points are provided for based on actuarial valuation at each year end. A provision is recognized for such programmes based upon expected usage of reward points by the members, as estimated by actuarial valuation.

q) Income Taxes

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Group and joint controlled entities have unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

At each Balance Sheet date, the Group and joint controlled entities re-assess unrecognized deferred tax assets. It recognizes deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized..

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Group and joint controlled entities write-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the same taxable entity and the same taxation authority.

MAT credit is recognized as an asset only when and to the extent there is convincing evidence that the Group and joint controlled entities will pay normal income tax during the specified period. In the year in which the Minimum Alternative tax (MAT) credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the profit and loss account and shown as MAT Credit Entitlement. The Group and joint controlled entities review the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Group and joint controlled entities will pay normal Income Tax during the specified period.

r) Segment Reporting Policies

Identification of the segments:

The Group's and joint controlled entity's operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets.

Inter-segment transfers:

The Group and joint controlled entities accounts for inter -segment sales and transfers as if the sales or transfers were to third parties at current market prices.

Allocation of common costs:

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs.

Unallocated items:

Unallocated items include general corporate income and expense items which are not allocated to any business segment.

Segment accounting policies:

The Group and joint controlled entities prepare its segment information in conformity with the accounting policies adopted for preparing and presenting the consolidated financial statements of the Company as a whole.

s) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for events of bonus issue; bonus element in a rights issue to existing shareholders; share split; and reverse share split (consolidation of shares), if any.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares, if any.

t) Provisions

A provision is recognized when the Group and joint controlled entities have a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

u) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group and joint controlled entities or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Group and joint controlled entities do not recognize a contingent liability but discloses its existence in the financial statements.

v) Cash and cash equivalents

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

w) Measurement of EBIDTA

The Group and joint controlled entities have elected to present earnings before interest, tax, depreciation, amortization and interest income (EBITDA) as a separate line item on the face of the statement of profit and loss. The Group and joint controlled entities measure EBITDA on the basis of profit/ (loss) from continuing operations.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

2. SHARE CAPITAL

	As at 31st March, 2016	As at 31st March, 2015
Authorized Shares		
100,000,000 (previous year 100,000,000) equity shares of Rs. 10 each	**1,000,000,000**	1,000,000,000
Issued, Subscribed and fully paid-up shares		
75,991,199 (previous year 75,991,199) equity shares of Rs. 10 each fully paid	**759,911,990**	759,911,990

(A) RECONCILIATION OF THE EQUITY SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE YEAR

	31st March, 2016		31st March, 2015	
	No. of shares	Amount (Rupees)	No. of shares	Amount (Rupees)
Shares outstanding at the beginning of the year*	**75,991,199**	**759,911,990**	75,991,199	759,911,990
Shares Issued during the year	**-**	**-**	-	-
Shares outstanding at the end of the year*	**75,991,199**	**759,911,990**	75,991,199	759,911,990
*Of the above, equity shares of Rs. 10 each were issued by way of Global Depository Receipts (GDR) through an international offering	**-**	**-**	10,399,998	103,999,980

(B) TERMS/RIGHTS ATTACHED TO EQUITY SHARES

The Company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

During the year ended 31st March 2016, the amount of per share dividend recognized as distributions to equity shareholders is Rs. 0.75 (Previous year Rs. 0.50).

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(C) DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% SHARES IN THE COMPANY

	31st March, 2016		31st March, 2015	
	No. of shares	% holding	No. of shares	% holding
Equity shares of Rs. 10 each fully paid up				
Deeksha Holding Limited	**30,710,301**	**40.41**	30,710,301	40.41
Mr. Jayant Nanda	**10,399,998**	**13.69**	-	-
Deutsche Bank Trust Company (held on behalf of GDR holders)	**-**	**-**	10,399,998	13.69
Dr. Jyotsna Suri	**7,247,935**	**9.54**	7,247,535	9.54
Responsible Builders Pvt. Ltd.	**7,106,400**	**9.35**	7,106,400	9.35
Richmonds Enterprises S.A.	**5,491,200**	**7.23**	5,491,200	7.23
Dubai Ventures Limited*	**4,100,000**	**5.40**	4,100,000	5.40
Mr. Keshav Suri	**3,880,596**	**5.11**	3,880,596	5.11

As per the records of the Company, including its register of shareholders/members and other declaration received from the shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares except for those which were issued on behalf of GDR holders.

*Subsequent to the year end, Company has terminated share purchase agreement with Dubai Ventures Limited and shares have been transferred to Groves Universal Group S.A.

3. RESERVES & SURPLUS

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Capital Reserve		
Balance as per last financial statements	**1,128,504,839**	1,128,504,839
Closing Balance	**1,128,504,839**	1,128,504,839
Securities Premium Account	**2,903,473,154**	2,903,473,154
General Reserve		
Balance as per last financial statements	**810,360,986**	991,872,967
Add: Amount transferred from Debenture Redemption Reserve on account of redemption of debentures	**40,000,000**	40,000,000
Add: Amount transferred from revaluation reserve	**21,446,583**	21,425,826
Less: Depreciation on fixed assets whose useful life expired before 31st March, 2014 (net of deferred tax Rs. 128,583,536)	**-**	(242,937,807)
Closing Balance	**871,807,569**	810,360,986
Debenture Redemption Reserve		
Balance as per last financial statements	**40,000,000**	80,000,000
Less: Amount transferred to general reserve on account of redemption of debentures	**40,000,000**	40,000,000
Closing Balance	**-**	40,000,000
Revaluation Reserve		
Balance as per last financial statements	**3,678,065,770**	3,699,491,596
Less: amount transferred to general reserve	**21,446,583**	21,425,826
Closing Balance	**3,656,619,187**	3,678,065,770
Foreign Currency Translation Reserve	**(5,402,874)**	(4,031,749)
Surplus in the statement of profit and loss		
Balance as per last financial statements	**1,055,764,815**	1,671,468,399
Profit/(Loss) for the year	**(404,422,134)**	(569,972,972)
Less: Appropriations		
Proposed final equity dividend (amount per share Rs. 0.75 (Previous year Rs. 0.50))	**56,993,400**	37,995,600
Tax on proposed equity dividend	**11,602,517**	7,735,011
Net surplus in the statement of profit and loss	**582,746,764**	1,055,764,815
TOTAL	**9,137,748,639**	9,612,137,816

4. LONG TERM BORROWINGS

	Non-current portion		Current maturities	
	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Secured:				
Debentures (Refer note 1 below) Nil (Previous Year: 400) 11.50 % Redeemable Non-Convertible Debentures of Rs. Nil (Previous year Rs 400,000 each)	**–**	–	**-**	160,000,000
Term Loans				
Rupee loans from Banks (Refer note 2 to 19 below)	**9,215,328,342**	6,801,779,219	**313,856,256**	1,213,808,628
Rupee term loans from Financial Institutions (Refer note 20 & 21 below)	**41,698,006**	1,960,577,411	**18,750,000**	118,750,000
Foreign currency loans from banks (Refer note 22 & 23 below)	**1,016,976,221**	1,105,779,120	**154,912,197**	111,450,904
Unsecured:				
Term Loans				
From Banks (Refer note 24 below)	**-**	220,000,000	-	-
Loan from Joint Ventures	**247,267,751**	90,686,139		
TOTAL	**10,521,270,320**	10,178,821,889	**487,518,453***	1,604,009,532*

*Shown in note no. 9

1. 11.50% Non Convertible Debentures (NCD's) from J&K Bank aggregating to Rs. Nil (previous year Rs. 160,000,000). The Company had got the entire amount of Rs. 160,000,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. Debentures were secured by the land at Mouje Maharajapura, Kadi Taluka, Gujarat and mortgage of immovable assets at Mumbai and Goa units and hypothecation of movable assets of Mumbai and Goa units on pari-passu basis. NCD's were listed on the Bombay Stock Exchange.

2. Term Loan from J&K Bank aggregating to Rs. Nil (previous year Rs. 187,500,000) carried interest @ 13.25% per annum. The Company had got the entire loan of Rs. 187,500,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan was secured by extension of exclusive charge over Ahmedabad Hotel (under construction) and by charge over movable and immovable fixed assets of Mumbai & Goa Hotels on pari-passu basis.

3 Term Loan from J&K Bank aggregating to Rs. Nil (previous year Rs. 500,000,000) carried interest @ 13.25% per annum. The Company had got the entire loan of Rs. 500,000,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan is secured by extension of exclusive charge over Ahmedabad Hotel (under construction) and by charge over movable and immovable fixed assets of Mumbai & Goa Hotels on pari-passu basis.

4 Term Loan from Yes Bank aggregating to Rs. Nil (previous year Rs. 70,769,385) carried interest @ 13.50% per annum. The Company had prepaid 2 installments of Rs. 12,019,231 each which were due in FY 2016-17. The loan is secured by exclusive charge on 109S Grand Helicopter.

5 Term Loan from Yes Bank aggregating to Rs. Nil (previous year Rs. 85,714,286) carried interest @ 13.75% per annum. The Company had got the entire amount of Rs. 85,714,286 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan is secured by equitable mortgage of land and building of Mumbai and Goa Hotels and hypothecation of plant and machinery and all other movable fixed assets of Mumbai and Goa hotels on pari-passu basis.

6 Term Loan from Yes Bank aggregating to Rs. Nil (previous year Rs. 360,000,000) carried interest @ 12.50% per annum. The Company had got the entire amount of Rs. 360,000,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan is secured by equitable mortgage on movable fixed assets of Mumbai and Goa Hotels both present and future and charge on land & building of Mumbai & Goa Hotels on pari-passu basis.

7 Term Loan from Yes Bank aggregating to Rs. Nil (previous year Rs. 235,000,000) carried interest @ 12.50% per annum. The Company had got the entire amount of Rs. 235,000,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan is secured by equitable mortgage on movable fixed assets of Mumbai and Goa Hotels both present and future and charge on land & building of Mumbai & Goa Hotels on pari-passu basis.

8 Term Loan from State Bank of India aggregating to Rs. 21,406,256 (previous year Rs. 43,597,043) carried interest @ 14.00% per annum. The balance loan is repayable in 12 monthly installments starting from April 2016. The loan is secured by equitable mortgage of land situated at Udma Village, Hosdurg Taluk in the District of Kasaragod and property landed at Kalnad Village, Hosdurg Taluk in District of Kasaragod by way of mortgage of lease deed and pari-passu 1st charge over all existing and future plant and machinery, fixtures and fittings and other movable fixed assets of the Bekal Hotel.

9 Term Loan from IDBI Bank aggregating to Rs. Nil (previous year Rs. 250,000,000) carries interest @ 13.25%. The Company had got the entire amount of Rs. 250,000,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan is secured by hypothecation of all movable fixed assets of the hotel at New Delhi and exclusive charge on movable and immovable fixed assets of the Company lying and situated at hotel, The Lalit Grand Palace, Srinagar and exclusive charge/mortgage on the ownership rights of Sh. NK Batra on the land.

10 Term Loan from Axis Bank aggregating to Rs. 1,290,000,000 (previous year Rs. 1,274,000,000) carries interest @ 12.00% per annum. The loan is repayable in 44 structured quarterly installments starting from November 2015 after a moratorium of 1 year from the date of first disbursement. The loan is secured by first pari-passu charge by way of hypothecation of movable fixed assets of Mumbai, Goa, Ahmedabad, Bangalore, Delhi and Udaipur hotels owned by Company (both present and future) and first pari-passu charge by way of mortgage over immovable fixed assets of Mumbai, Goa and Ahmedabad hotels.

11 Term Loan from Yes Bank aggregating to Rs. 5,692,500,000 (previous year Rs. 2,731,665,138) carries

interest @ 12.00% per annum. The loan is repayable in 44 structured quarterly installments starting from February 2016 after a moratorium of 1 year from the date of first disbursement. The loan is secured by first pari-passu charge on land and building of Mumbai, Goa and Ahmedabad hotels and first pari-passu charge on movable fixed assets of Mumbai, Goa, Ahmedabad, Bangalore, Delhi and Udaipur hotels owned by the Company.

12 Term Loan from ICICI Bank aggregating to Rs. 120,000,000 (previous year Rs. Nil), (sanctioned amount Rs. 360,000,000) carries interest @ 12.45% per annum. The loan is repayable in 40 quarterly installments after a moratorium of 8 quarters from the date of first disbursement. The loan is secured by first pari-passu charge on Jaipur and Khajuraho property and routing of Cash Flows of Jaipur, Srinagar and Khajuraho property through the designated accounts.

13 Term Loan from Tamilnadu Mercantile Bank (TMB) aggregating to Rs. 247,448,100 (previous year Rs. Nil), (sanctioned amount Rs. 250,000,000) carries interest @ 12.00 % per annum. The loan is repayable in 44 structured quarterly installments starting from February 2016 after a moratorium of 1 year from the date of first disbursement. The loan is secured by first pari-passu charge on land and building of Mumbai, Goa and Ahmedabad hotels and first pari-passu charge on movable fixed assets of Mumbai, Goa, Ahmedabad, Bangalore, Delhi and Udaipur hotels owned by the Company.

Apollo Zipper India Limited, a subsidiary of the Group (Notes 14 & 15)

14 Term Loan from Axis Bank aggregating to Rs. 1,237,600,000 (previous year Rs. 1,312,600,000), carries interest @ base rate plus 2.5% . The balance loan is repayable in 26 structured quarterly installments comprising of 4 installments of Rs. 30,000,000 each, 4 installments of Rs. 40,000,000 each, 8 installments of Rs. 50,000,000 each, 8 installments of Rs. 55,000,000 each and 2 installments of Rs. 60,000,000 each. The loan is secured by first pari-passu charge by way of mortgage over Kolkata Hotel land and construction thereon, present and future, first pari-passu charge by way of hypothecation of all the movables, including movable machinery, machinery spares, tools and accessories, both present and future,first pari-passu charge on current assets, cash flow, receivables, book debts, both present and future, and bank guarantee given by the Company.

15 Term Loan from Axis Bank aggregating to Rs. 242,500,000 (previous year Rs. 247,500,000), carries interest @ base rate plus 2.5%. The balance loan is repayable in 30 structured quarterly installments comprising of 4 installments of Rs. 2,800,000, 4 installments of Rs. 4,450,000, 4 installments of Rs. 5,950,000, 8 installments of Rs. 7,400,000, 8 installments of Rs. 8,150,000 and 2 installments of Rs. 33,900,000 each. The loan is secured by first pari-passu charge by way of mortgage over Kolkata Hotel land and construction thereon, present and future, first pari-passu charge by way of hypothecation of all the movables, including movable machinery, machinery spares, tools and accessories, both present and future, first pari-passu charge on current assets, cash flow, receivables, book debts, both present and future, and bank guarantee given by the Company.

Kujjal Builders Private Limited, a joint venture of subsidiary of the Group (Notes 16 to 19)*

16 Term Loan from J&K Bank aggregating to Rs. 184,340,641, 50% of loan of Rs. 368,681,282 (previous year Rs. 196,741,996, 50% of loan of Rs 393,483,992), sanctioned amount of Rs. 400,000,000, carries interest @ 12.25 % per annum. The balance loan is repayable in 30 structured quarterly installments. The loan is secured by pari-passu charge by way of equitable mortgage on land and building and pari-passu charge on all the moveable fixed and current assets (both present and future).

17 Term Loan from Vijaya Bank aggregating to Rs. 185,889,600, 50% of loan of Rs. 371,779,200 (previous year Rs. 198,000,000, 50% of loan of Rs. 396,000,000), sanctioned amount of Rs. 400,000,000, carries interest @ 12.45 % per annum. The balance loan is repayable in 30 structured quarterly installments. The loan is secured by pari-passu charge by way of equitable mortgage on land and building and pari-passu charge on all the moveable fixed and current assets (both present and future).

18 Term Loan from Yes Bank aggregating to Rs. 232,500,000, 50% of loan of Rs. 465,000,000 (previous year Rs. 247,500,000, 50% of loan of Rs. 495,000,000), sanctioned amount of Rs. 500,000,000, carries interest @ 13.46% per annum. The balance loan is repayable in 30 structured quarterly installments. The loan is secured by pari-passu charge by way of equitable mortgage on land and building and pari-passu charge on all the moveable fixed and current assets (both present and future).

19 Term Loan from Yes Bank aggregating to Rs. 75,000,000, 50% of loan of Rs. 150,000,000 (previous year

Rs. 75,000,000, 50% of loan of Rs.150,000,000), sanctioned amount of Rs. 150,000,000, carries interest @ 13.46 % per annum. The balance loan is repayable in 30 structured quarterly installments. The loan is secured by pari-passu charge by way of equitable mortgage on land and building and pari-passu charge on all the moveable fixed and current assets (both present and future).

*The above loans are secured by the bank guarantee of Rs. 155 crores given by the Company.

20. Term Loan from Kerala State Industrial Development Corporation ('KSIDC') aggregating to Rs. 60,448,732 (previous year Rs. 79,327,411) carries interest @ 9% per annum. The balance loan is repayable in 13 quarterly installments of Rs. 4,687,500 each starting from June 2016. The loan is secured by equitable mortgage of land situated at Udma Village, Hosdurg Taluk in the District of Kasaragod and landed property at Kalnad Village, Kasaragod Taluk by way of mortgage of lease deed and pari-passu 1st charge over all existing and future plant and machinery, fixtures and fittings and other movable fixed assets of the Bekal Hotel.

21 Term Loan from Industrial Finance Corporation of India ('IFCI') aggregating to Rs. Nil (previous year Rs. 2,000,000,000) carried interest @ 12.65 % per annum. The Company had got the entire loan of Rs. 2,000,000,000 refinanced by taking a loan from Yes Bank of Rs. 6,000,000,000. The loan is secured by equitable mortgage of land and building of Mumbai and Goa Hotels on pari-passu basis and hypothecation of movable assets of Mumbai and Goa hotels on pari-passu basis and collateral security of Ahmedabad hotel.

22. External Commercial Borrowing from ICICI Bank Ltd., Bahrain aggregating to Rs. 1,008,908,483 (equivalent to USD 15,209,775 converted at an exchange rate of INR 66.3329 per USD) (previous year Rs. 1,052,052,882 (equivalent to USD 16,808,400 converted at an exchange rate of INR 62.5909 per USD)), carried interest at 5% margin on USD 6-months LIBOR. The balance loan is repayable in 23 quarterly installments. The loan is secured by equitable mortgage on the movable and immovable fixed and current assets and the cash flows, both present and future of Jaipur and also secured by exclusive charge on movable and immovable fixed assets of Khajuraho Hotel, both present and future.

Apollo Zipper India Limited, a subsidiary of the Group (Note 23)

23. External Commercial Borrowing from ICICI Bank Ltd, Bahrain, aggregating to Rs. 162,979,935 (equivalent to USD 2,457,000 converted at an exchange rate of INR 66.3329) (previous year Rs. 165,177,142 (equivalent to USD 2,639,000 converted at an exchange rate of INR 62.5908 per USD)) carried interest at 5% margin on USD 6-months LIBOR. The balance loan is repayable in 25 quarterly installments. The loan is secured by first pari-passu charge on Kolkata property and bank guarantee given by the Company.

24. Term loan from HSBC bank aggregating to Rs. Nil (Previous year Rs. 220,000,000) carried interest @ 10.50% per annum.

5. DEFERRED TAX LIABILITY (NET)

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Deferred tax liability		
Impact of difference between tax depreciation and depreciation/ amortization charged for financial reporting purpose	**1,229,045,074**	1,253,425,737
Difference in Exchange rates	**366,493**	366,493
Gross deferred tax liability	**1,229,411,567**	1,253,792,230
Deferred tax asset		
Unabsorbed depreciation and business loss	**306,759,857**	431,211,811
Provision for doubtful debts and advances	**41,443,714**	39,575,409
Provision for gratuity	**32,557,444**	30,398,298
Provision for leave compensation	**14,111,933**	20,791,166
Effect of expenditure debited to statement of profit and loss in the current year but allowed for tax purposes in following years	**13,407,049**	33,810,414
Gross deferred tax assets	**408,279,997**	555,787,098
Deferred tax liability (net)	**821,131,570**	698,005,132

6. OTHER LONG TERM LIABILITIES

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Security deposits (Refer note 41(a))	**495,369,055**	494,922,170
Lease rent payable (Refer note 41(b))	**30,160,428**	34,662,450
Payable for purchase of fixed assets	**52,816,872**	54,352,180
Sundry deposits	**34,172,702**	9,929,580
TOTAL	**612,519,057**	593,866,380

7. LONG TERM PROVISIONS

Provision for employee benefits		
Provision for gratuity (Refer note 32a)	**72,589,010**	72,886,396
TOTAL	**72,589,010**	72,886,396

8. SHORT-TERM BORROWINGS

Secured		
Cash credit facilities (Refer note 1-3 below)	**418,362,706**	417,737,709
Short term loan from Banks (Refer note 4 below)	**242,698,815**	249,737,292
Loan against fixed deposits (Refer note 5 below)	**29,525,984**	-
	690,587,505	667,475,001
Unsecured		
Cash credit facilities (Refer note 6 below)	**577,728,732**	348,188,000
Short term loan from bank (Refer note 7 below)	**504,130,040**	-
Buyer's credit (on account of invoice financing facilities availed) (Refer note 8 below)	**-**	147,809,615
Unsecured loans and advances from Director (Refer note 9 below)	**35,300,000**	300,000
	1,117,158,772	496,297,615
TOTAL	**1,807,746,277**	1,163,772,616

1 Cash Credit facilities from Yes Bank amounting to Rs. 348,821,945 (previous year Rs. 345,091,456), (sanctioned amount of Rs. 350,000,000) carries interest @ 12.50% per annum. The loan is secured by first pari-passu charge on current assets (including receivables) of all the hotels of the Company (both present and future), except those of Jaipur hotel of the Company.

Apollo Zipper India Limited, a subsidiary of the Group (Note 2)

2 Cash Credit facilities from Axis Bank amounting to Rs. 44,637,980 (previous year Rs. 46,161,950) carries interest @ 13.00 % and is secured by first pari-passu charge by way of mortgage over Kolkata Hotel land and construction thereon, present and future, first pari-passu charge by way of hypothecation of all the movables, including movable machinery, machinery spares, tools and accessories, both present and future, first pari-passu charge on current assets, cash flow, receivables, book debts, both present and future, and bank guarantee given by the Company.

Kujjal Builders Private Limited, a joint venture of subsidiary of the Group (Note 3)

3 Cash Credit facilities from Yes Bank amounting to Rs. 24,902,781, 50% of cash credit of Rs.49,805,562 (previous year Rs. 26,484,302 50% of cash credit of Rs. 52,968,605) carries interest @ 13.46%. The loan is secured by pari-passu charge by way of equitable mortgage on land and building and pari-passu charge on all the moveable fixed and current assets (both present and future).

4 Packing Credit in Foreign Currency ('PCFC') Loan from Yes Bank amounting to Rs. 242,698,815 (equivalent to USD 3,658,800 at an exchange rate of 66.3329 per USD) (previous year Rs. 249,737,292 (equivalent to USD 3,990,000 at an exchange rate of 62.5908 per USD)), (sanctioned amount of Rs. 250,000,000) carries interest @ LIBOR+400 basis points. The loan is secured by first pari-passu charge on current assets (including receivables) of all the hotels of the Company (both present and future), except those of Jaipur hotel of the Company.

5 Loan against fixed deposits taken from J&K Bank Limited is secured by fixed deposits. The loan carries interest @ 1.49% higher than the interest received by the Company on the fixed deposits made with the bank.

6 Short term facilities from Deutsche Bank aggregating to Rs. 577,728,732 (previous year Rs. 348,188,000) (sanctioned amount Rs. 58,00,00,000) carries interest @ 12.70 % per annum. These short term facilities are guaranteed by Premium Holdings Limited (Refer note 38).

7 Short term facilities from Barclays Bank aggregating to Rs. 504,130,040 (equivalent to USD 7,600,000 at an exchange rate of 66.3329 per USD) (previous year Rs. Nil) carries interest @ 4.37% per annum. These facilities are guaranteed by Premium Holdings Limited (Refer note 38).

8 Invoice Financing Facility from Deutsche Bank aggregating to Rs. Nil (previous year Rs. 147,809,615) carried interest @ 12.50% per annum.These facilities were guaranteed by Premium Holdings Limited (Refer note 38).

9 Unsecured loans from Directors carry interest @ 8% p.a. (Refer note 38).

9. OTHER CURRENT LIABILITIES

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Trade Payables		
-total outstanding dues of micro enterprises and small enterprises -total outstanding dues of creditors other than micro enterprises and small enterprises	**369,690,649**	365,963,671
Other liabilities		
Advance received against sale of property	**20,000,000**	-
Book overdraft from banks	**116,150,144**	68,123,699
Current maturities of long term borrowings (Refer note 4 for securities of loans)	**487,518,453**	1,604,009,532
Interest accrued but not due on long term Loans- from Banks	**93,558,916**	103,285,888
Interest accrued but not due on long term Loan- from Joint Venture	**-**	22,318
Payables for purchase of fixed assets	**197,597,510**	194,972,054
Deferred income	**39,464,351**	31,557,524
Advances from customers	**136,052,413**	101,163,586
Outstanding dues of other creditors	**143,511,906**	103,469,376
Retention Payable	**26,279,914**	38,648,992
Accrued Salaries and Employees Benefits	**43,575,070**	79,144,473
Investor Education and Protection Fund will be credited by following amounts (as and when due)		
- Unpaid Dividend	**2,453,786**	2,661,994
Sundry deposits	**7,278,298**	14,763,729
Statutory dues		
TDS payable	**71,741,852**	51,465,804
VAT payable	**28,387,913**	22,875,825
Luxury tax payable	**35,511,420**	24,061,143
Service tax payable	**20,148,504**	3,494,236
Other Statutory dues	**25,323,226**	26,807,780
TOTAL	**1,494,553,676**	2,470,527,953

10. SHORT TERM PROVISIONS

Provision for employee benefits		
Provision for gratuity (Refer note 32a)	**26,342,356**	19,145,261
Provision for leave compensation	**44,219,818**	65,667,110
	70,562,174	84,812,371
Others		
Provision for wealth tax	**770,319**	7,796,794
Provision for loyalty programme (Refer note 32b)	**4,153,188**	2,633,982
Proposed dividend	**56,993,400**	37,995,600
Tax on proposed dividend	**11,602,517**	7,735,011
	73,519,424	56,161,387
TOTAL	**144,081,598**	140,973,758

11. TANGIBLE ASSETS AND INTANGIBLE ASSETS

(All amounts in Rupees)

Particulars	Tangible Assets											Intangible Assets		
	Freehold land	Leasehold Land	Freehold Building	Leasehold Building	Plant and Machinery	Office Equipments	Furniture and Fixtures	Computers	Aircrafts	Vehicles	Total (Tangible Assets)	Software	Goodwill on Consolidation	Total (Intangible Assets)
Cost or valuation														
As at 1st April, 2014	4,668,041,343	652,201,571	3,382,479,849	5,070,091,779	4,278,059,982	96,405,683	865,100,842	151,886,092	674,695,643	140,495,683	19,979,458,467	83,473,595	842,547,645	926,021,240
Additions/ Adjustments	–	-	894,985,726	827,553,603	440,292,550	5,208,546	19,507,498	16,891,881	26,059,427	6,484,147	2,236,983,378	16,580,218	-	16,580,218
Disposals	–	-	-	11,651,991	12,618,464	257,316	1,217,114	1,626,513	-	7,444,085	34,815,483	-	-	-
Other adjustments	–													-
- Exchange Differences	–	-	-	33,705,320	-	-	-	-	-	-	33,705,320	-	-	-
As at 31st March, 2015	**4,668,041,343**	**652,201,571**	**4,277,465,575**	**5,919,698,711**	**4,705,734,068**	**101,356,913**	**883,391,226**	**167,151,460**	**700,755,070**	**139,535,745**	**22,215,331,682**	**100,053,813**	**842,547,645**	**942,601,458**
Additions	–	-	80,958,916	32,522,225	119,764,046	6,845,108	33,921,282	9,732,205	-	9,784,305	293,528,087	5,801,764	-	5,801,764
Disposals	442,796,500	-	-	183,859	40,296,766	5,924,364	1,188,090	943,080	-	7,661,303	498,993,962	81,291	-	81,291
Other adjustments														-
- Exchange Differences	–	-	7,924,249	47,301,505	-	-	-	-	-	-	55,225,754	-	-	-
As at 31st March, 2016	**4,225,244,843**	**652,201,571**	**4,366,348,740**	**5,999,338,582**	**4,785,201,348**	**102,277,657**	**916,124,418**	**175,940,585**	**700,755,070**	**141,658,747**	**22,065,091,561**	**105,774,286**	**842,547,645**	**948,321,931**
Depreciation														
As at 1st April, 2014	–	47,911,915	300,991,342	501,067,421	1,245,022,672	28,114,708	447,813,817	86,233,302	180,062,460	78,496,690	2,915,714,327	61,693,606	-	61,693,606
Charge for the year	–	6,626,012	62,170,908	81,615,543	802,271,164	38,661,975	100,922,145	37,080,448	31,048,984	9,753,355	1,170,150,534	13,928,030	-	13,928,030
Disposals	–	-	-	-	5,948,382	246,837	951,746	1,549,016	-	5,357,506	14,053,487	-	-	-
As at 31st March, 2015	–	**54,537,927**	**363,162,250**	**582,682,964**	**2,041,345,454**	**66,529,846**	**547,784,216**	**121,764,734**	**211,111,444**	**82,892,539**	**4,071,811,374**	**75,621,636**	**-**	**75,621,636**
Charge for the year (Refer note e)	–	6,644,167	69,372,501	97,148,014	432,366,328	11,652,681	80,725,423	22,511,404	31,695,827	10,604,919	762,721,264	13,232,851	-	13,232,851
Disposals	–	-	-	128	32,932,617	4,597,965	1,093,733	906,772	-	5,987,385	45,518,600	77,226	-	77,226
As at 31st March, 2016	–	**61,182,094**	**432,534,751**	**679,830,850**	**2,440,779,165**	**73,584,562**	**627,415,906**	**143,369,366**	**242,807,271**	**87,510,073**	**4,789,014,038**	**88,777,261**	**-**	**88,777,261**
Net Block														
As at 31st March, 2016	**4,225,244,843**	**591,019,477**	**3,933,813,989**	**5,319,507,732**	**2,344,422,183**	**28,693,095**	**288,708,512**	**32,571,219**	**457,947,799**	**54,148,674**	**17,276,077,523**	**16,997,025**	**842,547,645**	**859,544,670**
As at 31st March, 2015	4,668,041,343	597,663,644	3,914,303,325	5,337,015,747	2,664,388,614	34,827,067	335,607,010	45,386,726	489,643,626	56,643,206	18,143,520,308	24,432,177	842,547,645	866,979,822

a. Revaluations

The Company has revalued its land and buildings in 2009 and 2010 for Mumbai and Goa respectively, at the fair values determined by an independent external valuer. The valuer determined the fair value by reference to market-based evidence. This means that valuations performed by the valuer were based on active market prices, adjusted for any difference in the nature, location or condition of the specific property. (Also refer note 43 a&b).

b. Capitalized borrowing costs

The borrowing cost capitalized during the year ended 31st March, 2016 was Rs. 212,544,000 (net of interest earned Rs. 979,001) (previous year Rs. 405,907,900 (net of interest earned Rs. 5,669,361)). The Company capitalized this borrowing cost to the capital work-in-progress (CWIP). (Refer note 31)

c. Buildings include those constructed on leasehold land:

Particulars	31st March,2016 (Rupees)	31st March, 2015 (Rupees)
Gross block	**5,999,338,582**	5,919,698,711
Accumulated depreciation	**679,830,850**	582,682,964
Depreciation for the year	**97,148,014**	81,615,543
Net book value	**5,319,507,732**	5,337,015,747

d. Buildings include those given on operating lease:

Particulars	31st March,2016 (Rupees)	31st March, 2015 (Rupees)
Gross block	**372,393,190**	363,211,119
Accumulated depreciation	**94,181,600**	88,328,766
Depreciation for the year	**5,852,834**	5,666,844
Net book value	**278,211,590**	274,882,353

e. Depreciation/Amortization charge for the year includes Rs. 2,631,423 (previous year Rs. 2,656,506) transferred to Preoperative expenditure pending allocation under note 31.

12. NON CURRENT INVESTMENTS

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Non trade investments (valued as cost unless stated otherwise)		
36,000 (Previous year 36,000) equity shares of Rs. 10 each fully paid up in Green Infra Wind Power Generation Limited	**360,000**	360,000
TOTAL	**360,000**	360,000

13. LONG TERM LOANS AND ADVANCES

(Unsecured, considered good, unless stated otherwise)		
Capital advances	**180,113,567**	182,270,570
Security deposits	**173,833,258**	173,066,166
Advance rent	**65,495,000**	72,072,099
Income Tax Paid under Protest	**-**	10,738,843
Advance Tax Deposited (Net of provision amounting to Rs.136,364,998 (previous year Rs. 34,402,358))	**382,230,427**	366,064,380
MAT credit entitlement receivable	**281,398,100**	158,588,075
Loans & advances to related parties		
Loan to Joint Venture of Subsidiary Company -(Refer note 38 & 50)		
- Considered Good	**1,537,434,585**	1,317,679,441
- Considered Doubtful	**82,710,091**	11,729,882
	1,620,144,676	1,329,409,323
Provision for Doubtful loans/advances	**(82,710,091)**	(11,729,882)
	1,537,434,585	1,317,679,441
Loan to The Lalit Suri Educational & Charitable Trust (Refer note 38 & 48)		
- Considered Good	**373,210,479**	228,729,349
- Considered Doubtful	**-**	80,000,000
	373,210,479	308,729,349
Provision for Doubtful loans/advances	**-**	(80,000,000)
	373,210,479	228,729,349
TOTAL	**2,993,715,416**	2,509,208,923

14. OTHER NON CURRENT ASSETS

(Unsecured, considered good)		
Balances with Banks:		
- Deposits with original maturity of more than 12 months	**-**	5,297,050
- Margin money with maturity of more than 12 months (given as security)*	**78,892,485**	83,204,355
Interest accrued on deposits with banks and others	**19,618,466**	20,280,705
Ancillary cost of term loans	**361,006,870**	414,193,546
TOTAL	**459,517,821**	522,975,656

*** Margin money deposits given as security**

Margin money deposits with a carrying amount of Rs. 57,927,972 (previous year Rs. 63,422,532) held as bank guarantee and Rs. 20,964,513 (previous year Rs. 19,781,823) held by ICICI Bank Ltd against external commercial borrowing.

15. INVENTORIES

(valued at lower of cost and net realizable value)

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Traded Goods	**10,480,571**	9,962,069
Food and Beverages (excluding liquor and wine)	**32,160,182**	30,203,768
Liquor and Wine	**76,076,306**	66,217,295
Stores, cutlery, crockery, linen, provisions and others (including stock in transit Rs. Nil (previous year Rs. 1,831,243))	**75,571,995**	64,377,082
TOTAL	**194,289,054**	170,760,214

16. TRADE RECEIVABLES

Outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good	**58,147,769**	87,192,156
Unsecured, considered doubtful	**66,436,582**	19,764,225
	124,584,351	106,956,381
Provision for doubtful receivables	**(66,436,582)**	(19,764,225)
	58,147,769	87,192,156
Other Receivables		
Secured, considered good	**3,684,645**	3,241,583
Unsecured, considered good	**362,060,130**	326,384,710
Unsecured, considered doubtful	**-**	100,048
	365,744,775	329,726,341
Provision for doubtful receivables	**-**	(100,048)
	365,744,775	329,626,293
TOTAL	**423,892,544**	416,818,449

17. CASH AND BANK BALANCES

Cash and cash equivalents		
Cash on hand	**8,155,840**	7,388,168
Cheques on hand	**4,863,888**	4,592,085
Balances with banks in:		
- current accounts	**116,295,410**	361,279,361
- EEFC accounts	**2,276,398**	6,529,771
- deposits with original maturity of less than 3 months	**114,614,274**	321,395,451
- unpaid dividend account	**2,453,786**	2,661,994
	248,659,596	703,846,830
Other bank balances		
Margin money (held as security)*	**4,543,101**	25,592,235
Deposits with original maturity period of more than 3 months but less than 12 months	**48,255,449**	25,834,424
	52,798,550	51,426,659
TOTAL	**301,458,146**	755,273,489

*** Margin money deposits given as security**

Margin money deposits with a carrying amount of Rs. 4,543,101 (Previous year Rs. 25,592,235) held as bank guarantee.

18. SHORT TERM LOANS AND ADVANCES

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
(Unsecured, considered good unless stated otherwise)		
Security deposits	**11,300,712**	14,575,319
Advances recoverable in cash or kind or for value to be received		
- considered good	**66,042,350**	56,986,962
- considered doubtful	**406,053**	406,053
	66,448,403	57,393,015
Provision for doubtful advances	**(406,053)**	(406,053)
	66,042,350	56,986,962
Advance Rent	**7,537,727**	8,339,727
Prepaid Expenses	**80,637,313**	75,657,910
Share application money pending allotment	**10,110,330**	10,110,330
Balances with customs, excise etc	**96,737,833**	105,022,896
VAT credit receivable	**9,002,452**	5,810,201
TOTAL	**281,368,717**	276,503,345

19. OTHER CURRENT ASSETS

(Unsecured, considered good)		
Interest accrued on deposits with banks	**9,627,604**	2,800,226
Assets held for sale	**164,876,848**	3,000,000
Insurance claim receivable	**-**	18,604
Commission receivable	**20,462**	59,020
Accrued revenue	**46,210,857**	22,834,799
Ancillary cost of term loans	**42,873,259**	58,466,866
Subsidy Receivable	**13,316,198**	12,584,863
TOTAL	**276,925,228**	99,764,378

20. REVENUE FROM OPERATIONS

	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
Revenue from Operations		
Sale of products and services		
- Room and apartment	**2,526,860,310**	2,233,871,174
- Food and beverages	**1,971,052,855**	1,742,642,202
- Liquor and Wine	**408,601,278**	292,311,651
- Banquet and equipment rentals	**130,915,578**	123,166,025
- Other Services	**473,607,099**	446,325,166
- Membership programme revenues	**80,411,862**	73,975,731
- Traded goods	**9,170,925**	8,166,558
Other operating revenues		
- Rent and maintenance charges	**55,243,940**	30,458,581
- Aircraft charter hire charges	**44,083,287**	53,116,164
- Consultancy/ Management fee	**27,469,342**	26,106,955
Revenue from Operations (Gross)	**5,727,416,476**	5,030,140,207
Less: Excise duty	**2,925,872**	3,076,317
Revenue from Operations (Net)	**5,724,490,604**	5,027,063,890

21.1 OTHER INCOME

	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
Rent and maintenance charges	**94,134,229**	89,595,669
Profit on sale of fixed assets (net) (refer note 49)	**119,123,613**	-
Excess provision/ credit balances written back	**103,592,712**	34,170,752
Miscellaneous income	**53,712,172**	59,396,866
TOTAL	**370,562,726**	183,163,287

21.2 INTEREST INCOME

Interest Income on		
- Bank deposits (Refer note 31)	**13,257,064**	27,094,147
- loan to Joint Venture Companies	**128,843,546**	117,767,074
- Others	**5,454,969**	746,348
TOTAL	**147,555,579**	145,607,569

22. CONSUMPTION OF FOOD AND BEVERAGES

(a) Consumption of food & beverages excluding liquor & wine		
Inventory at the beginning of the year	**30,203,768**	26,466,946
Add: Purchases	**610,722,229**	540,667,488
	640,925,997	567,134,434
Less: Inventory at the end of the year	**32,160,182**	30,203,768
Cost of food and beverage consumed	**608,765,815**	536,930,666
(b) Consumption of liquor & wine		
Inventory at the beginning of the year	**66,217,294**	54,909,082
Add: Purchases	**112,596,252**	89,388,750
	178,813,546	144,297,832
Less: Inventory at the end of the year	**76,076,306**	66,217,294
Cost of liquor and wine consumed	**102,737,240**	78,080,538
Consumption of food and beverages	**711,503,055**	615,011,204

23. (INCREASE)/DECREASE IN INVENTORIES OF TRADED GOODS

Inventory at the beginning of the year	**9,962,069**	8,736,052
Inventory at the end of the year	**10,480,571**	9,962,069
	(518,502)	(1,226,017)

24. EMPLOYEE BENEFIT EXPENSES

Salaries, wages and bonus (Refer note 31)	**933,453,847**	901,484,038
Contribution to provident and other funds (Refer note 31)	**67,389,368**	65,250,726
Staff recruitment and training expense	**6,678,335**	6,369,885
Gratuity expense (Refer note 32a)	**14,600,169**	26,368,774
Leave compensation expense	**357,129**	22,492,225
Workmen and staff welfare expenses	**16,129,160**	15,691,900
TOTAL	**1,038,608,008**	1,037,657,548

25. OTHER EXPENSES

	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
Consumption of stores, cutlery, crockery, linen, provisions and others	**192,369,546**	168,595,706
Lease rent*	**177,980,311**	161,794,787
Power and fuel*	**685,628,472**	719,981,144
Aircraft fuel	**5,083,964**	8,871,887
Banquet, music and decoration expenses	**130,234,275**	100,729,509
Membership programme expenses	**36,114,877**	34,834,906
Repair and maintenance:		
- Buildings	**79,484,666**	54,950,427
- Plant and machinery*	**181,628,029**	148,840,531
- Aircraft	**19,236,882**	21,762,057
- Others*	**43,943,196**	41,731,723
Rates and taxes*	**135,067,122**	109,810,496
Insurance*	**23,964,445**	25,911,199
Communication costs	**41,977,884**	39,582,630
Printing and stationery*	**37,623,836**	32,709,600
Travelling and conveyance*	**157,197,908**	135,979,328
Advertisement and business promotion	**103,594,194**	86,061,801
Commission -other than sole selling agent	**75,451,648**	54,432,651
Sub contracting expenses*	**175,050,079**	167,933,208
Membership and subscriptions	**24,594,811**	39,714,884
Professional fees*	**70,719,136**	55,741,220
Legal charges	**17,395,665**	28,853,328
Advances / Bad debts written off	**-**	301,375
Freight and cartage*	**9,874,626**	8,938,071
Exchange difference (net)*	**14,611,214**	600,444
Donations	**5,516,004**	6,971,524
Provision for doubtful debts	**47,688,427**	4,047,344
Provision for doubtful advances	**70,980,210**	30,946,119
Directors fees	**1,413,862**	1,254,140
Loss on sale of fixed assets (net)	**-**	660,872
Bank charges	**42,485,501**	40,265,938
Payment to Auditors	**7,121,989**	7,627,390
Miscellaneous expenses*	**16,186,782**	14,339,595
TOTAL	**2,630,219,561**	2,354,775,834

* refer note 31

26. DEPRECIATION & AMORTIZATION EXPENSE

Depreciation on tangible assets (Refer note 31)	**760,089,841**	1,167,494,024
Amortization of Intangible assets (Refer note 31)	**13,232,852**	13,928,030
Less: Depreciation on fixed assets whose useful life expired before 31st March, 2014	**-**	371,521,343
TOTAL	**773,322,693**	809,900,711

27. INTEREST AND FINANCE COSTS

	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
Interest		
- on term loans from banks (Refer note 31)	**912,253,357**	603,127,143
- on loans from financial institutions	**219,312,134**	334,330,897
- on debentures	**1,260,275**	29,994,521
- on other credit facilities from banks	**113,145,593**	92,752,286
- on loan from Directors	**2,965,044**	-
- on loan from Joint Venture co.	**5,852,572**	292,404
- others	**101,995**	-
Amortization of ancillary borrowing costs	**89,974,600**	82,356,931
Bank charges (Refer note 31)	**26,133,608**	2,334,460
TOTAL	**1,370,999,178**	1,145,188,642

28. PRIOR PERIOD ITEMS

Operating and other Income		
Consultancy/ Management income	**(1,363,477)**	-
Operating and other expenses:		
Power and fuel	**12,209,789**	330,712
Repair and maintenance:		
- Buildings	**440,650**	178,750
- Aircraft	**-**	137,573
- Others	**1,260**	-
Rates and taxes	**-**	-
Travelling and conveyance	**-**	7,337
Advertisement and business promotion	**-**	155,338
Commission -other than sole selling agent	**4,130,492**	-
Security and cleaning expenses (Sub contracting expenses)	**118,344**	29,957
Membership and subscriptions	**-**	2,549,400
Professional fees	**-**	583,074
Legal charges	**544,848**	-
Banquet, music and decoration expenses	**1,232,000**	-
Miscellaneous expenses	**-**	37,538
TOTAL	**17,313,906**	4,009,679

29. EXTRA ORDINARY ITEMS

Profit on termination of agreement for sale of Aircraft	**-**	(77,016,875)
TOTAL	**-**	(77,016,875)

30. EARNINGS PER SHARE

The following reflects the profit and share data used in the basic and diluted EPS computations:

	For the year ended 31st March, 2016 (Rupees)	For the year ended 31st March, 2015 (Rupees)
Computation of basic & diluted earnings per share		
Profit available for equity shareholders	**(404,422,134)**	(569,972,972)
Weighted average number of equity shares in calculating basic and diluted EPS	**75,991,199**	75,991,199
Basic earnings per share in Rupees of face value of Rs. 10	**(5.32)**	(7.50)
Computation of basic & diluted earning per share (excluding extra ordinary items)		
Profit /(loss) available for equity shareholders excluding extra ordinary items	**(404,422,134)**	(646,989,847)
Weighted average number of equity shares in calculating basic and diluted EPS	**75,991,199**	75,991,199
Basic & diluted earnings per share in Rupees of face value of Rs. 10	**(5.32)**	(8.51)

31. PREOPERATIVE EXPENDITURE PENDING ALLOCATION

	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
Balance as per last account	**1,181,299,051**	1,840,306,592
Additions during the year:		
Personnel expenses		
Salaries, wages and bonus (including Gratuity expense Rs.Nil (Previous year Rs. 956,749)	**28,677,686**	37,945,864
Contribution to provident and other funds	**1,370,333**	1,572,880
Workmen and staff welfare expenses	**88,111**	-
Depreciation/ amortization	**2,631,423**	2,656,506
Operating and other expenses		
Consultancy Charges	**5,639,035**	1,067,604
Lease rent	**2,177,587**	7,861,298
Power and fuel	**4,196,841**	3,888,071
Repair and maintenance		
- Buildings	**50,000**	15,280
- Plant and machinery	**-**	159,880
Rates and taxes	**-**	2,228,974
Insurance	**816,645**	3,336,516
Communication costs	**428**	-
Printing and stationery	**39,078**	258,259
Traveling and conveyance	**528,975**	2,774,147
Advertisement and business promotion	**-**	29,248
Sub contracting expenses	**3,477,797**	7,133,893
Legal fees	**1,865,440**	1,140,264
Professional fees	**7,639,180**	10,779,811
Exchange difference (net)	**14,249,136**	10,163,161
Miscellaneous expenses	**3,159,532**	11,139,635
Boarding & Lodging	**-**	35,541
Financial expenses		
Interest on term loan	**213,523,001**	411,577,261
Bank charges	**1,486,292**	2,462,256
	1,472,915,571	2,358,532,941
Less : Interest earned	**979,001**	5,669,361
Less : Expenditure transferred to fixed assets	**-**	1,171,564,529
Less : Expenditure transferred relating to assets sold	**8,119,335**	-
Closing balance	**1,463,817,235**	1,181,299,051

32(A) EMPLOYEE BENEFITS

The Company has an unfunded defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on separation equal to 15 days salary (last drawn salary) for each completed year of continuous service or part thereof in excess of six months.

The following table summaries the components of net benefit expense recognized in the Statement of Profit and Loss.

Net employee benefits expense recognized under Personnel expenses:

Particulars	31st March, 2016 (Rupees)	31st March, 2015 (Rupees)
Current service cost	**13,386,345**	12,491,762
Interest cost on benefit obligation	**7,662,175**	7,459,591
Net actuarial(gain) / loss recognized in the year	**(6,466,637)**	7,197,007
Net benefit expense*	**14,581,883**	27,148,360

* Net benefit expense includes Rs. Nil (Previous year Rs. 956,749) transferred to Preoperative expenditure pending allocation. (Refer note 31)

Details of defined benefit gratuity plan:

Defined benefit obligation	**98,223,921**	91,885,368

Changes in the present value of the defined benefit gratuity plan are as follows:

Particulars	31st March, 2016 (Rupees)	31st March, 2015 (Rupees)
Opening defined benefit obligation	**91,885,368**	75,026,319
Interest cost	**7,662,175**	7,459,591
Current service cost	**13,386,345**	12,491,762
Benefits paid	**(8,243,330)**	(10,289,311)
Actuarial (gains) / losses on obligation	**(6,466,637)**	7,197,007
Closing defined benefit obligation	**98,223,921**	91,885,368

The principal assumptions used in determining defined benefit gratuity plan obligations are shown below:

Discount rate	**7.80%**	8.00%
Expected rate of return on plan assets	**0.00%**	0.00%
Salary Escalation Rate	**7.50%**	7.50%
Attrition rate:	**As per table below**	

Attrition rate used for the year ended March 31, 2016 and March 31, 2015 are as per the table below:

Age	31st March, 2016 % Withdrawal	31st March, 2015 % Withdrawal
Up to 30 years	**30%**	20%
Up to 44 years	**20%**	10%
Above 44 years	**7.50%**	5%

The estimates of future salary increases take into account the inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Gratuity liability as at the year end is as follows:

	March 31, 2016	March 31, 2015	March 31, 2014	March 31, 2013	March 31, 2012
Defined benefit obligation	**98,223,921**	91,885,368	75,026,319	80,524,321	72,254,448
Experience adjustments on plan liabilities	**(6,404,768)**	(398,315)	(6,713,608)	(8,421,652)	1,294,593

32(B)LALIT LOYALTY PROGRAMME

(i) Points for Lalit Connect

Year	Accrued points	Redeemed points	Redemption percentage	Unexpired points
April 2014 to March 2015	383,932	146,243	38.09%	237,689
April 2015 to March 2016	**560,659**	**329,750**	**58.81%**	**230,909**

(ii) Points for Lalit Plus

Year	Accrued points	Redeemed points	Redemption percentage	Unexpired points
April 2014 to March 2015	238,177	151,312	63.53%	86,865
April 2015 to March 2016	**399,653**	**326,559**	**81.71%**	**73,094**

(iii) Points for Lalit Engage

Year	Accrued points	Redeemed points	Redemption percentage	Unexpired points
April 2014 to March 2015	107,114	97,096	90.65%	10,018
April 2015 to March 2016	**111,303**	**51,488**	**46.26%**	**59,815**

(iv) Movement in provision

	31st March 2016	31st March 2015
At the beginning of the year	**2,633,982**	1,765,420
Arising during the year	**19,214,131**	10,734,837
Utilised during the year	**17,694,925**	9,866,275
At the end of the year	**4,153,188**	2,633,982

33. FOREIGN OPERATION TRANSLATION:

For translating the financials statements of a non-integral operation for incorporation in consolidated financials statements, following rates are used:

Particulars	for 1 AED = INR
Income, expense and cashflow items except cash and equivalents, during the year ended March 31, 2016.	**18.0516**
Income, expense and cashflow items except cash and equivalents, during the year ended March 31, 2015	**16.9646**
Assets and Liabilities at the year end March 31, 2016.	**18.0516**
Assets and Liabilities at the year end March 31, 2015	**16.9646**

34. INTEREST IN JOINT VENTURE

The following amounts are included in the financial statements in respect of Jointly Controlled Entities based on the proportionate consolidation method as per Accounting Standard 27 "Financials Reporting of Interest in Joint Ventures " issued by Institute of Chartered Accountants of India :

Particulars	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
Non-current liabilities		
Long-term borrowings	**2,319,432,045**	2,049,140,108
Other Long term liabilities	**14,077,000**	22,270,920
Long-term provisions	**1,149,554**	622,115
Current liabilities		
Short-term borrowings	**24,902,781**	26,484,303
Trade payables	**58,542,267**	49,836,398
Other current liabilities	**97,742,142**	124,431,136
Short-term provisions	**296,281**	692,289
Non-current assets		
Tangible assets (Net)	**2,178,354,501**	2,267,185,670
Intangible assets (Net)	**1,626,992**	2,456,538
Capital work-in-progress	**82,773,676**	77,770,013
Long-term loans and advances	**8,388,013**	9,944,827
Other non-current assets	**3,453,722**	3,441,319
Current assets		
Inventories	**5,492,115**	5,138,879
Trade receivables	**9,812,234**	7,763,886
Cash and bank balances	**43,745,827**	38,112,718
Short-term loans and advances	**31,536,091**	27,649,381
Other current assets	**1,719,208**	632,430
Income		
Other Income	**177,018,837**	107,166,345
Expenses		
Operating and Other expenses	**165,131,204**	110,316,746
Depreciation	**98,871,774**	57,177,516
Financial expenses	**227,481,003**	105,104,040
Prior Period expenses	**21,817**	-

In case of Joint Venture with Cavern Hotel & Resorts FZ Co, unaudited financials statements, as certified by the management, have been considered in the consolidated financials statements.

35. BUSINESS SEGMENTS:

The Company operates primarily in the segment of Hotels operations (representing sale of rooms and apartments, food and beverages, banquet rentals and other services relating to hotel operations including telecommunication, laundry, business centre, health centre, etc.); Aircraft charter operations along with minor segments (representing renting of premises). Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs. All other costs and expenses are reflected in the corporate segment. Segments have been identified and reported based on the nature of the services, the risks and returns, the organization structure and the internal financial reporting system.

(All amounts in Rs.)

Particulars	Hotel operations		Aircraft charter operations		Other activities		Eliminations		Total	
	For the year ended March 31, 2016	For the year ended March 31, 2015	**For the year ended March 31, 2016**	For the year ended March 31, 2015	**For the year ended March 31, 2016**	For the year ended March 31, 2015	**For the year ended March 31, 2016**	For the year ended March 31, 2015	**For the year ended March 31, 2016**	For the year ended March 31, 2015
Revenue										
External sales	**5,630,687,451**	4,947,537,957	**47,149,954**	54,638,164	**143,899,095**	119,523,799	**3,066,667**	1,522,000	**5,818,669,833**	5,120,177,920
Other income	**276,383,497**	90,049,257	**-**	-	**-**	-	**-**	-	**276,383,497**	90,049,257
Interest income									**147,555,579**	145,607,569
Total	**5,907,070,948**	5,037,587,214	**47,149,954**	54,638,164	**143,899,095**	119,523,799	**3,066,667.0**	1,522,000.0	**6,242,608,909**	5,355,834,746
Segment result	**1,286,868,792**	744,292,101	**(48,431,482)**	(43,622,674)	**58,735,309**	46,195,763	**1,306,667**	-	**1,444,728,198**	892,472,759
Unallocated corporate expenses	**-**	-	**-**	-	**-**	-	**-**	-	**379,062,531**	363,797,041
Interest expense	**-**	-	**-**	-	**-**	-	**-**	-	**1,370,999,178**	1,145,188,557
Tax expense	**-**	-	**-**	-	**-**	-	**-**	-	**99,106,251**	30,495,872
Profit/(Loss) from ordinary activities	**-**	-	**-**	-	**-**	-	**-**	-	**(404,439,762)**	(647,008,711)
Extra ordinary item	**-**	-	**-**	-	**-**	-	**-**	-	**-**	(77,016,875)
Profit for the year after tax	**-**	-	**-**	-	**-**	-	**-**	-	**(404,439,762)**	(569,991,836)
Segment assets	**23,890,460,411**	24,268,950,905	**478,534,549**	508,676,683	**950,035,008**	933,011,151	**616,097,983**	605,773,718	**24,702,931,985**	25,104,865,021
Unallocated corporate assets									**1,099,506,111**	1,013,215,517
Total	**-**	-	**-**	-	**-**	-	**-**	-	**25,802,438,096**	26,118,080,538
Segment liabilities	**2,299,725,235**	2,039,210,111	**1,894,368**	2,418,524	**646,463,878**	610,642,632	**616,097,983**	605,773,718	**2,331,985,498**	2,046,497,551
Unallocated corporate liabilities	**-**	-	**-**	-	**-**	-	**-**	-	**13,511,596,659**	13,638,320,244
Total	**-**	-	**-**	-	**-**	-	**-**	-	**15,843,582,157**	15,684,817,795
Capital expenditure towards acquisition of fixed assets	**354,555,605**	2,259,261,721	**-**	26,059,427	**-**	1,947,810	**-**	-	**354,555,605**	2,287,268,958
Depreciation / amortization	**734,879,504**	772,206,544	**31,695,827**	31,048,984	**6,747,362**	6,645,183	**-**	-	**773,322,693**	809,900,711
Non cash income/ (expenses) other than depreciation and amortization	**(7,191,384)**	(3,944,090)	**-**	-	**-**	-	**-**	-	**(7,191,384)**	(3,944,090)

Geographical Segments:

All the operations of the Company are in India and no foreign operation exists. Accordingly, the figures appearing in these financial statements relate to the Company's single geographical segment, being operations in India.

36. DERIVATIVE INSTRUMENTS AND UN-HEDGED FOREIGN CURRENCY EXPOSURE:

Particulars of un-hedged foreign currency exposure as at March 31, 2016 and at March 31, 2015

	Currency	As at 31 March, 2016		As at 31 March, 2015	
		Currency	**INR**	Currency	INR
Trade Creditors					
	USD	**14,065**	**932,985**	15,500	970,135
Advances					
	Euro	**845**	**63,441**	12,936	873,312
	CAD	**9,391**	**479,136**	80,000	3,847,200
	USD	**57,446**	**3,810,530**	93,556	5,808,688
Trade Receivable					
	GBP	**180,000**	**17,115,876**	45,000	4,160,660
FDR					
	USD	**316,050**	**20,964,513**	316,050	19,781,822
EEFC bank balances					
	USD	**34,318**	**2,276,398**	104,325	6,529,772
Unsecured Loans					
	USD	**7,600,000**	**504,130,040**	-	-
Secured loans					
	USD	**21,325,575**	**1,414,587,234**	23,437,400	1,466,965,637

37. LEASES

In case of assets taken on non cancellable lease

Operating Lease :

The Company has entered into Commercial leases for office premises and residences of its employees. The leases have a life of 1 year to 3 years. There is no escalation clause in the lease agreements for the primary lease period. There are no restrictions imposed by the lease arrangement, and there are no sub-leases.

The hotel premises at Bengaluru are on an operating lease. The lease rent is payable at 16.5 % of turnover (previous year: 16.5%) subject to a minimum payment which is increased by 25% after every 5 years. The lease term is for 30 years and renewable for further 30 years at the option of the Company. There are no restrictions imposed by lease arrangements. There are no subleases.

The hotel premises at Srinagar are on an operating lease. The lease rent payable is Rs. 5,000,000 p.a. The lease term is up to November 22, 2096. There are no restrictions imposed by lease arrangements. There are no subleases.

Particulars	For the Year ended 31 March, 2016 (Rupees)	For the Year ended 31 March, 2015 (Rupees)
Lease payments for the year	**128,329,489**	117,794,902
Minimum lease payments :		
Not later than one year	**81,382,836**	79,300,008
Later than one year but not later than five years	**343,155,188**	331,839,959
Later than five years	**1,586,047,211**	1,671,369,478

In case of assets given on lease

Operating Lease :

The Company has given certain office premises on lease. The lease term is for 3 years. There is no escalation clause in the lease agreements. There are no restrictions imposed by lease arrangements.

Particulars	For the Year ended 31 March, 2016 (Rupees)	For the Year ended 31 March, 2015 (Rupees)
Lease rental income for the year	**38,964,544**	20,187,319
Minimum lease rentals receivable :		
Not later than one year	**58,564,257**	34,612,560
Later than one year and not later than five years	**75,419,880**	2,872,938
Later than five years	**15,531,134**	15,742,072

38 RELATED PARTY DISCLOSURES

a. Name of related parties and their relationship:

Key managerial personnel	Dr. Jyotsna Suri, Chairperson & Managing Director of Bharat Hotels Limited and Managing Director of Apollo Zipper India Limited.
	Ms. Deeksha Suri, Executive Director of Bharat Hotels Limiited.
	Ms. Divya Suri Singh, Executive Director of Bharat Hotels Limited.
	Mr Ramesh Suri, Chairman of Apollo Zipper India Limited.
	Mr Hanuwant Singh- Managing Director of Prime Cellular Limited.
	Mr. Keshav Suri, Director of Prime Cellular Limited and Apollo Zipper India Limited and Executive Director of Bharat Hotels Limited.
Joint venture of Subsidiaries	Kujjal Builders Private Limited
	Cavern Hotel and Resort FZCO
Enterprises owned or significantly influenced by key management personnel or their relatives	Deeksha Holding Limited (DHL)
	Deeksha Human Resource Initiatives Limited (DHRIL)
	Jyotsna Holding Private Limited
	Mercantile Capitals & Financial Services Private Limited
	Prima Telecom Limited
	Prima Realtors Private Limited
	Premium Farm Fresh Produce Limited
	Premium Exports Limited
	Responsible Builders Private Limited
	Rohan Motors Limited
	Special Protection Services Private Limited
	Subros Limited
	Premium Holdings Limited
	FIBCOM India Limited
	Global Autotech Limited
	The Lalit Suri Educational and Charitable Trust
	Grand Hotel & Investments Limited
	L P Hospitality Private Limited
	Cargo Hospitality Private Limited

b. Loans made to joint venture of subsidiaries are on mutually agreed terms.

c. Transaction with above parties for sale, purchase of goods and fixed assets, rendering or availing of services are in ordinary course of business.

d. The short term loans facilities (as discussed in note 8) from bank availed by the Company have been secured by way of guarantee given by Premium Holdings Limited.

e. Guarantee given by the Company for the related party is given in the ordinary course of business and related party has provided counter guarantee for such guarantee.

f. List of material transactions entered during the year ended 31st March, 2016 and 31st March, 2015

i) Key Management Personnel: (All amounts in Rs.)

Name	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
Dr. Jyotsna Suri		
-Remuneration	**8,400,000**	5,700,000
-Lease rent paid	**3,416,800**	3,370,800
-Interest paid on loans	**2,965,043**	-
-Loan (received)	**(752,000,000)**	-
-Loan repaid	**717,022,044**	-
-Undertaking (received)	**(370,510,479)**	-
-Sale of goods / services	**1,388,083**	164,795
-Directors Fees	**40,000**	40,000
Mr. Ramesh Suri		
-Directors Fees	**30,000**	40,000
Ms. Deeksha Suri		
-Remuneration	**7,200,000**	6,200,000
-Lease rent paid	**1,200,000**	1,200,000
Ms. Divya Suri Singh		
-Remuneration	**7,200,000**	6,200,000
-Lease rent paid	**1,200,000**	1,200,000
Mr. Keshav Suri		
-Remuneration	**7,200,000**	6,200,000
-Directors Fees	**60,000**	40,000

ii) Joint Venture of subsidiary

Name of the Company	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
Kujjal Builders Private Limited		
-Sale of goods / services	**745,099**	288,391
-Reimbursement of expenditure	**1,896,478**	805,018
-Loan provided/(received)	**178,679,500**	165,767,000
-Interest received	**124,756,456**	117,766,613
-Sales of Fixed Assets	**63,357**	-
-Consultancy services provided	**10,037,934**	9,534,055
-Loan (repaid) by	**(16,550,000)**	-

iii) Enterprises owned or significantly influenced by key management personnel or their relatives:

Name of the Company	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
Deeksha Holiday Limited		
-Sale of goods / services	**5,227,625**	3,995,253
-Purchase of goods	**292,704**	358,577
-Lease rent paid	**15,022,216**	14,872,613
-Maintenance charges received	**837,070**	400,169
-Security deposit received	**-**	600,000
-Security deposit refunded	**-**	600,000
-Loan (received)	**(166,250,000)**	-
-Loan repaid	**22,000,000**	-
-Interest paid on loans	**5,511,507**	-
Deeksha Human Resource Initiatives Limited (DHRIL)		
-Services received	**18,183,083**	16,679,380
-Expenditure incurred by DHRIL and reimbursed by BHL	**18,790,551**	17,843,640
-Maintenance charges received	**791,449**	267,521
Jyotsna Holding Private Limited		

Name of the Company	For the Year ended 31 March, 2016	For the Year ended 31 March, 2015
-Lease rent paid	**926,532**	805,680
Mercantile Capitals & Financial Services Private Limited		
-Maintenance charges received	**98,859**	97,524
Grand Hotel & Investments Limited		
-Consultancy Services provided	**17,764,159**	17,621,681
-Reimbursement of expenses paid	**5,365,239**	10,618,040
Prima Telecom Limited		
-Sale of goods / services	**71,460**	-
Premium Farm Fresh Produce Limited		
-Advance paid / (received) against sale of proposed Amritsar land	**-**	30,000,000
-Sale of goods / services	**-**	4,601,142
-Loan (received)	**(3,750,000)**	-
-Loan provided	**2,975,000**	-
Interest Paid	**236,699**	-
Responsible Builders Private Limited		
-Maintenance charges received	**473,396**	189,727
Premium Exports Limited		
-Lease rent paid	**270,000**	120,000
-Security Deposit Paid	**7,500**	-
Rohan Motors Limited		
-Sale of goods / services	**639,133**	694,659
-Services received	**609,209**	156,479
-Maintenance charges received	**183,004**	173,686
Subros Limited		
-Sale of goods / services	**12,351,017**	9,739,020
-Maintenance charges received	**1,766,971**	1,729,913
FIBCOM India Limited		
-Maintenance charges received	**72,587**	129,000
L P Hospitality Private Limited		
-Consultancy Service	**1,971,690**	-
Cargo Hospitality Private Limited		
-Sale of fixed asset	**470,000,000**	-
Premium Holdings Limited		
-Guarantee (received)	**(1,108,391,932)**	-
The Lalit Suri Educational & Charitable Trust		
-Loan provided/(received)	**64,481,130**	35,349,588

(iv) Balance Outstanding (Rs.)

Name of the Company	For the year ended 31st March, 2016		For the year ended 31st March, 2015	
	Receivables	**Payables**	Receivables	Payables
Key Management Personnel				
Dr. Jyotsna Suri	**-**	**34,321,815**	-	-
Ms. Divya Suri singh	**-**	**90,000**	-	-
Ms. Deeksha Suri	**-**	**90,000**	-	-
Joint venture of Subsidiaries*				
Kujjal Builders Private Limited	**1,537,434,585**	**-**	1,251,657,970	-

Enterprises owned or significantly influenced by key management personnel or their relatives				
Deeksha Holding Limited	**2,693,575**	**154,429,418**	1,555,985	621,202
Deeksha Human Resource Initiatives Limited	**161,259**	**15,750,519**	92,485	6,532,574
Jyotsna Holding Private Limited	**-**	**489,237**	-	416,726
Mercantile Capitals & Financial Services Private Limited	**-**	**322,736**	-	324,888
Premium Exports Limited	**-**	**20,250**	-	-
Premium Farm Fresh Produce Limited	**-**	**988,030**	1,951,227	-
Prima Telecom Limited	**12,122**	**-**	-	-
Responsible Builders Private Limited	**64,282**	**-**	-	23,277
Rohan Motors Limited	**151,225**	**1,558,851**	131,012	1,066,967
Subros Limited	**3,639,599**	**9,772,820**	2,070,977	9,807,940
FIBCOM India Limited	**1,073,118**	**150,000**	1,040,464	150,000
The Lalit Suri Educational & Charitable Trust	**373,210,479**	**-**	308,729,349	-
Grand Hotel & Investments Limited	**22,481,115**	**-**	10,212,657	-
L P Hospitality Private Limited	**1,971,690**	**-**		

* Balance comprises of loan receivable/ payable and advances given/ taken as at year end.

(v) Corporate guarantee outstanding

Name of the Company	**For the year ended 31st March, 2016**		For the year ended 31st March, 2015	
	Receivables	**Payables**	Receivables	Payables
Joint venture of Subsidiaries				
Kujjal Builders Private Limited	**775,000,000**	**-**	775,000,000	-
Dr. Jyotsna Suri	**-**	**370,510,479**	-	-
Premium Holdings Limited	**-**	**1,108,391,932**	-	-

39. CONTINGENT LIABILITIES NOT PROVIDED FOR:

a) **Income Tax Matters**

Holding Company

(i) While passing the income tax assessment orders for the Assessment year 1988-89 and thereafter, the assessing officer has levied taxes on receipt of interest free refundable deposits for World Trade Centre and World Trade Tower by treating them as taxable receipts. This matter has been decided in favor of the Company by CIT (Appeals) and Income Tax Appellate Tribunal ('ITAT'). Income tax department has filed an appeal against the order in the High Court of Delhi.

Total amount disputed (excluding interest and penalties) in the matter is Rs. 173,133,092 (Previous year Rs. 173,133,092).

(ii) For Assessment Years 1988-89 to 2006-07, the Assessing Officer has disallowed claims made by the Company in tax return relating to depreciation on increase in cost of assets due to exchange fluctuation, depreciation on foreign cars and plumbing and sanitary items, depreciation on commercial building viz. World Trade Centre and World Trade Tower; treated loan received as deemed dividend and disallowance on late deposit of PF/ESI, addition in respect of interest paid on loan, addition on account of expenditure incurred for projects under construction and commission paid on bank guarantees. These matters have been decided in favour of the Company by CIT (Appeals) and the ITAT except the following:-

1. With respect to Assessment year 2002-03 – ITAT has disallowed the commission paid on bank guarantee.
2. With respect to Assessment Years 2003-04 and 2004-05 - ITAT has requested the Assessing Officer to re-assess the matter with respect to commission on bank guarantee.

The Income tax department has filed appeals against the orders of ITAT before the High Court of Delhi, New Delhi on the issues mentioned in para (ii) above.

The Company has also filed an appeal against the order of ITAT for the assessment year 2002-03 before the High Court of Delhi, New Delhi on an issue of commission paid on Bank guarantee which has been admitted by the Hon'ble High Court of Delhi.

Total amount disputed (excluding interest and penalties) in the matter is Rs. 617,104,255 (Previous year Rs. 617,104,255).

(iii) For the assessment year 2007-08, the Assessing Officer has disallowed depreciation relating to commercial buildings viz. World Trade Centre and World Trade Tower.

Total amount disputed (excluding interest and penalties) in the matter is Rs. 28,867 (Previous year Rs. 28,867).

(iv) For the assessment year 2008-09, the Assessing Officer has disallowed certain claims i.e. depreciation on commercial buildings viz. World Trade Centre and World Trade Tower, disallowance u/s 14A of the Act and disallowance of consumption of crockery & cutlery.

CIT (Appeals) and ITAT have decided in favour of the Company in relation to depreciation on commercial buildings viz. World Trade Centre and World Trade Tower and disallowance of consumption of crockery & cutlery and referred disallowance under section 14 A for re-computation to the assessing officer. Income tax department has filed the appeal before the High Court of Delhi against the order of ITAT.

Total amount disputed (excluding interest and penalties) in the matter is Rs. 22,294,093 (Previous year Rs. 22,294,093).

(v) For the assessment year 2009-10, the Assessing Officer has disallowed certain claims i.e. depreciation on commercial buildings viz. World Trade Centre and World Trade Tower and disallowance u/s 14A of the Act. CIT (Appeals) and ITAT have decided in favour of the Company. Income tax department has not yet intimated whether they would file appeal against the order, though the time limit for filling the appeal has not lapsed.

Total amount disputed (excluding interest and penalties) in the matter is Rs. 12,847,220 (Previous year Rs. 12,847,220).

(vi) For the assessment year 2011-12, the Assessing Officer has disallowed certain claims i.e. depreciation on commercial buildings viz. World Trade Centre and World Trade Tower and disallowance u/s 14A of the Act. Appeal against the additions made in the assessment order had been decided in favour of the Company. The Tax department has filed appeal against the order of CIT (A).

Total amount disputed (excluding interest and penalties) in the matter is Rs. 16,458,292 (Previous year - Nil).

(vii) For the assessment year 2012-13 and 2013-14, the Assessing Officer has disallowed certain claims i.e. depreciation on commercial buildings viz. World Trade Centre and World Trade Tower and disallowance u/s 14A of the Act. Appeal against the additions made in the assessment order had been filed before the CIT (A) on the issues of depreciation on commercial buildings viz. World Trade Centre & World Trade Tower and disallowance u/s 14A of the Act.

Total amount disputed (excluding interest and penalties) in the matter is Rs. 27,368,394 (Previous year – Rs. 3,108,607)

Subsidiary Company

Jyoti Limited

For the financial years relevant to the assessment years 2005-06 to 2013-14, the Deputy Commissioner of Income Tax passed orders under relevant sections of the Income Tax Act, 1961 towards actual market rent of the property against the license fee received by the Company. The Deputy Commissioner of Income Tax had raised total demand of Rs. 174,375,632(Previous Year Rs. 159,648,511).Appeals were filed before Commissioner of Income Tax (Appeals) against the orders of Deputy Commissioner of Income Tax. The Commissioner of Income Tax (Appeals), Jammu has given partial relief to the Company for various assessment years. Appeals against the orders of Commissioner of Income Tax (Appeals) have been filed before the Income tax appellate tribunal. Orders giving appeal effect to the order of Commissioner of Income Tax (Appeals), Jammu have been passed by the Deputy Commissioner of Income Tax for respective assessment years, as a result of which demand has been reduced to Rs. 20,107,720.

The management, based upon expert analysis, believes that the Company has good chances of success in the above cases.

b) **Guarantees**

Holding Company

	Particulars	As at 31st March, 2016 (Rupees)	As at 31st March, 2015 (Rupees)
a.	Corporate guarantee given on behalf of a subsidiary to Customs for obtaining EPCG licenses	**79,684,866**	79,684,866
b.	Corporate guarantee given on behalf of a subsidiary to bank for obtaining loan for construction of fixed assets	**1,657,500,000**	1,657,500,000
c.	Corporate guarantee given on behalf of a Joint venture of Subsidiary to bank for obtaining loan for construction of fixed assets	**1,550,000,000**	1,550,000,000

c) Certain employees have filed cases in the courts/ legal forums against termination/ suspension and have sought relief. The liability, if any, with respect to these claims is not currently ascertainable and in the opinion of the management, would not have material effect on these financial statements.

d) Interest on delayed deposit of security and lease management fees for one of the properties taken on lease, under a lease cum management contract, amounting to Rs. 18,263,000 (Previous year Rs. 18,263,000) is contingent in nature.

e) Interest on delayed payment of the license fees under license arrangement amounting to Rs.118, 180,991 (Previous year Rs. 118,180,991) is contingent in nature.

f) Demand by Custom Authorities against import of aircraft for Rs. 96,805,372 (Previous year Rs. 96,805,372).

g) Demand of service tax by Commissioner, Service Tax amounting to Rs.31,364,642 (Previous year Rs. 31,364,642).

h) A show cause notice has been issued by the Collector of Stamps, Udaipur in respect of stamp duty on transfer of Laxmi Vilas Palace Hotel, the erstwhile unit of India Tourism Development Corporation Limited, based on valuation of Rs. 1,513,824,400 which is being contested by the Company in the High Court of Jodhpur. Management believes, based on expert analysis, that there is no provision required at this stage.

i) Municipal Council of Udaipur had raised demand of urban development tax of Rs. 48,847,551 for the financial years 2007-08, 2008-2009 and 2009-2010 which was subsequently revised to Rs. 2,804,917. The revised demand has been challenged in the High Court of Jodhpur and as per the interim order passed by the court, the Company has paid Rs. 500,000 during FY 2011-12 and FY 2012-13. During current year, demand has been raised for Rs. 18,020,991 (including the balance demand of earlier years for which interim order of court was passed and matter is sub-judice).The Company has paid Rs. 2,000,000 for the said period. Management, based upon expert analysis, believes that no further provision is necessary at this stage.

j) The payment of Bonus (amendment) Act, 2015 enhanced the eligibility limit for payment of bonus of employees from Rs. 10,000 a month to Rs. 21,000 from the Financial Year 2014-15. The Company has estimated liability of Rs. 19,528,444 for the financial year 2014-15. The above amendment has been stayed by various High Courts and the management, based on this, has not provided for enhanced bonus for Financial Year 2014-15 in the books of accounts.

k) The Company has received additional property tax demand amounting to Rs. 45,148,188 from Municipal Corporation Mumbai relating to Financial Years 2010-11 to 2014-15. Management has filed an objection against the levy of tax with Municipal Corporation. Further a Public Interest Litigation has been filed against levy in the Mumbai High Court, against which Honorable High Court has requested the management to deposit 50% of demand till the conclusion of the case. Management has estimated likely increase to be capped at 50% i.e. Rs. 22,574,094 and has paid this amount to Municipal Corporation. Management based on expert advice believes that no further provision is considered necessary at this stage.

l) Claim received from a contractor not accepted by the Company Rs. 170,000,000 (Previous year Nil)

m) Other Claims not acknowledged as debts – Rs. 27,808,119 (Previous year Rs. 27,778,862).

Subsidiary Company

Apollo Zipper India Limited

(i) Contingent Liabilities not provided for:

Particulars	March 31, 2016 Rs.	March 31, 2015 Rs.
Export commitment against EPCG licenses obtained	731,894,280	731,894,280
Duty payable if export commitment not met	96,026,369	96,026,369

(ii) During earlier years, the Company had given certain portion of the premises to various entities and individuals on rent. After acquisition by Bharat Hotels Limited, the renovation of the property was initiated, for which it was necessary to have the afore-mentioned rented out portions vacated. As at the end of current year, two tenants were yet to vacate the premises.The Kolkata High Court has passed eviction order against one of the two tenants, who has filed appeal before the division bench. The Company is also negotiating the settlement with them and at this stage, it is not feasible to quantify the amount of settlement required, if any, and therefore, no amount has been accrued in this regard in these financial statements.

Joint Venture Company

Kujjal Builders Private Limited

(i) Contingent Liabilities not provided for:

Particulars	March 31, 2016 Rs.	March 31, 2015 Rs.
Export commitment against EPCG licenses obtained	648,203,874	653,971,130
Duty payable if export commitment not met	84,478,745	84,478,757

(ii) The Estate Officer, Chandigarh has raised a demand of Rs. 14,192,574 against the Company on account of service tax on lease rents paid/payable after April 1, 2010 to the Estate Office, Chandigarh. The Company has filed a writ petition in the High Court of Punjab &Haryana against the said demand which was disposed by the Hon'ble High Court of Punjab and Haryana. The Hon'ble court ordered that since the Estate Office is itself contesting the applicability of service tax on ground rent, the Estate Office should keep their demand of service tax and interest thereon from the Company in abeyance till the matter between the Estate Office and Department of Service Tax is finally decided. In the meantime, the Company shall submit an irrevocable bank guarantee equivalent to the principal amount of service tax to the Estate Office. Till date, the Company has not received any information regarding adjudication of the ongoing dispute between the Estate Office and Service Tax department.

(iii) During the year 2013-2014, the Company had received a demand notice for Rs. 187,500,000 on account of delay in commencement of operations from Estate Office, Chandigarh which was later reduced to Rs. 140,300,000 by the Finance Secretary. As per the orders of the Finance Secretary, the Company paid Rs. 45,000,000 under protest (shown under Long Term Loans & Advances) and the remaining has to be deposited within a year from the date of Partial Occupation Certificate. The Company has now filed writ petition with Hon'ble High Court of Punjab& Haryana against the same demand. The Hon'ble Court has passed an order stating that the further amount shall remain stayed till the final decision. Management believes that no provision is required at this stage.

(iv) **Guarantees**

Bank guarantees issued in favour of:

Particulars	March 31, 2016 Rs.	March 31, 2015 Rs.
Customs Department for Export obligation	86,219,661	86,219,661
Estate Office, Chandigarh	33,003,452	33,003,452
Service Tax Department	50,000	50,000

40. Capital and Other Commitments:

Estimated amount of contracts remaining to be executed and not provided for aggregates to Rs.869,792,723(Previous year Rs.897,616,415).

41. a) The Company has taken land on license of 99 years from New Delhi Municipal Corporation (NDMC) with effect from March 11, 1981. The Company has constructed a Hotel and Commercial Towers on the above mentioned land. The Company is paying an annual license fee of Rs 14,500,000 to the NDMC which is subject to revision after every 33 years provided that increase in license fees at each such time shall not exceed 100% of immediate previous license fees before the enhancement. The Company has not received any intimation for increase and has recorded license fees as per the old rates. The Company shall record the increased license fees as and when the intimation is received.

The Company has further sub-licensed the Commercial Towers and taken interest free security deposits (shown as deferred payment liabilities) from the occupants of space in World Trade Centre and World Trade Tower at New Delhi. These deposits amounting to Rs 486,119,022 (Previous Year Rs 486,119,022) are refundable at the end of the license period which coincides with the end of the License period of Company's agreement with New Delhi Municipal Corporation and are due to be paid on March 10,2080. Security deposits repayable within one year Rs. Nil (previous year Rs. Nil)

(b) Lease rent payable amounting to Rs. 7,068,936 (Previous year Rs.7,337,446) includes liability for extended moratorium period granted to Company in respect of lease of land for Bekal unit.
Lease rental with respect to moratorium period payable within a year amounts to Rs.431,614 (Previous year Rs. 431,614).

42. a) The Company in 2009 appointed a Government Registered Estate Valuer to assess the fair market value of the land and building of its Mumbai unit and revalued the book value of Land and building based on the valuer's report to Rs. 2,338,256,110 and Rs. 1,632,130,500 compared to original value of Rs. 307,820,000 and Rs. 1,194,299,191 respectively as at March 31, 2009. This had resulted in creation of revaluation reserve aggregating Rs. 2,468,267,419. The balance revaluation reserve standing as on 31st March, 2016 is Rs. 2,411,500,349(Previous year Rs. 2,419,097,277).

(b) The Company in 2012 appointed a Government Registered Estate Valuer (Valuer) to assess the fair market value of the leasehold building of its Goa unit and revalued the book value of leasehold building based on the valuer's report to Rs. 1,327,205,000 compared to original value of Rs. 524,824,025 as at November 30, 2009. This had resulted in creation of revaluation reserve aggregating Rs. 802,380,975. The balance revaluation reserve standing as on 31st March, 2016 is Rs. 707,784,890 (Previous Year Rs. 721,634,547)

43. The Company had in earlier years provided rental space to a tenant. The Company has a recoverable balance of rent amounting to Rs 40,470,359 as at March 31, 2016. The contract for tenancy expired in November, 2011 and the tenant vacated premises in 2014. Management is in discussion with the tenant to recover the balance outstanding and has filed suits under Section 138(3) of the Negotiable Instrument Act. The management has, considering the delay in the recovery of the balance, created a provision of the Rs. 40,470,359 in the current year.

44. According to the transfer pricing norms under the Income-tax Act, 1961, the Group and joint controlled entities are required to compute arm's length prices and maintain adequate documentation in respect of transactions with associated enterprises. The Group and joint controlled entities are in the process of completing a study to ascertain whether such transactions with associated enterprises are in compliance with the transfer pricing norms referred to above. The management is confident that after the completion of analysis, no adjustments are likely.

45. In accordance with the provisions of section 197(3) and Schedule V of the Companies Act 2013, the Company had sought necessary approval from the Central Government for the payment of managerial remuneration to Directors of Rs. 47,464,000. However, during the year, Company has paid an amount of Rs. 30,000,000 (including reimbursements for LTA & Medical) as managerial remuneration and no further amount is payable to Directors on account of Managerial Remuneration.

46. The Company in earlier years had obtained approval for change in land use and consent to establish from Pollution Department for construction of the property in Mangar which have expired. During the current year, the Company has filed applications for occupancy certificate and consent to operate with Pollution Department. The management does not anticipate any problem in obtaining relevant approval from the State Government of Haryana for completion of the project.

47. As per the terms of the land allocation agreement of Ahmedabad property, the Company was required to complete the construction within two years from the date of allotment i.e.by March 23, 2010. During the current year, the Company has applied to the State Government of Gujarat for an extension of the construction period up to June 19, 2018. The management does not anticipate any problem in obtaining extension of the completion deadline for the project.

48. The Company has given an interest free loan of Rs. 370,510,479 to The Lalit Suri Educational and Charitable Trust (Trust) for construction of the Hospitality Management Institute including Rs. 64,481,130 given during the year. The hospitality management institute is of strategic importance to the Company as students of the Institute are required to work for the Company for a minimum period of one year. The Company has, during the year, obtained an undertaking from one of the Trustees of the Trust agreeing to repay the loan in case the Trust is not able to repay the outstanding loan to the Company. Basis on above, the management believes that the amount is recoverable in due course and accordingly, no adjustment is required there against. Also, basis the undertaking received from the trustee of the Trust, the Company has reversed the provision of Rs. 80,000,000 in the books of accounts created in the earlier years.

49. During the current year, the Company has entered into an Agreement to Sell the Pune Property and received the entire consideration of Rs. 470,000,000 from the buyer. The Company has also handed over the possession of the property to the buyer and has accordingly transferred the risk and reward of the property. Basis the above,the Company has recognized the profit amounting to Rs. 125,389,562 on the sale of property

50. Prima Buildwell Private Limited (a subsidiary company of the group) had given a loan of AED 55,00,000 to Cavern Hotel and Resort FZCO, a joint venture company in which the Group and joint controlled entities have 16.67% interest, for setting up a hotel property at AL-Furjan Dubai with Lost City LLC and another related entity. The joint venture had paid an advance for purchase of land to AL-Furjan LLC (associate of Lost City). Subsequently, due to precarious financial situation in Dubai, AL-Furjan LLC has not developed the land as per the land purchase agreement and the Joint Venture company has communicated its intention to exit from the Joint Venture. AL-Furjan LLC has initiated legal proceeding against the Joint Venture Company. The management has, considering the legal case, created a provision of Rs. 82,710,091 against the loan balance.

51. Capitalization of exchange differences

The Ministry of Corporate Affairs (MCA) has issued the amendment dated 29 December 2011 to AS 11 the Effects of Changes in Foreign Exchange Rates, to allow companies deferral/ capitalization of exchange differences arising on long-term foreign currency monetary items.

In accordance with the earlier amendment to AS 11, the Company has capitalized exchange loss, arising on long-term foreign currency loan, amounting to Rs. 47,301,505 (Previous Year Rs. 33,705,320) to the cost of leasehold building.

52. Additional information as required under Schedule III to the Companies Act, 2013 of enterprises consolidated as subsidiary / joint ventures:

Name of the entity	Net Assets, ie total assets minus total liabilities.		Share of profit or loss	
	Rupees	As % of Consolidated net assets	Rupees	As % of Consolidated net assets
Parent				
Bharat Hotels Limited	**11,066,613,204**	**111%**	**314,463,349**	**78%**
Subsidiaries				
Apollo Zipper India Limited	**(323,421,276)**	**-3%**	**(414,654,779)**	**(103)%**
Jyoti Limited	**(38,866,978)**	**0%**	**1,025,977**	**0%**
Prima Buildwell Private Limited	**(52,531,334)**	**-1%**	**(54,761,484)**	**(14)%**
Prime Cellular Limited	**365,853,164**	**4%**	**(4,407,086)**	**(1)%**
Joint Ventures				
Kujjal Builders Private Limited	**(126,553,455)**	**-1%**	**(314,482,720)**	**(78)%**
Cavern Hotel and Resort FZCO	**(22,686,242)**	**0%**	**(4,241)**	**0%**
Minority Interest	**(61,195,225)**	**(1)%**	**(17,628)**	**0%**
Consolidation Adjustment/ Elimination	**(850,356,003)**	**(9)%**	**68,381,222**	**18%**
TOTAL	**9,958,855,855**	**100%**	**(404,422,134)**	**(100)%**

53. Previous year comparatives

Previous year figures have been regrouped / reclassified, where necessary, to conform to this year's classification.

The accompanying notes are an integral part of the financial statements.
As per our report of even date.

For S. R. Batliboi & Co. LLP
Firm Registration Number: 301003E/ E300005
Chartered Accountants

Sd/-
per Raj Agrawal
Partner
Membership No. 82028

Place : Gurgaon
Date : July 21, 2016

For and on behalf of the Board of Directors of Bharat Hotels Limited

Sd/-
Dr. Jyotsna Suri
Chairperson and Managing Director
(DIN: 00004603)

Sd/-
Hanuwant Singh
Director
(DIN:00131026)

Place : New Delhi
Date : July 21, 2016

Sd/-
Madhav Sikka
Chief Financial Officer

Sd/-
Himanshu Pandey
Company Secretary
(M. No. ACS 13531)

Notes: