

APAS & Co.
CHARTERED ACCOUNTANTS

8 / 14 , BASEMENT
KALKAJI EXTENSION
NEW DELHI - 110019
TEL.: 011-26239079

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF BANDHAV RESORTS PRIVATE LIMITED

Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of **BANDHAV RESORTS PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31 March 2018, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

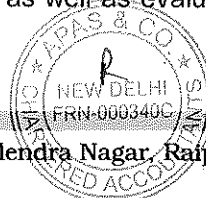
Management's Responsibility for Ind AS Financial Statements

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 Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS 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 Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS 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 Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 including the Ind AS, of the state of affairs (financial position) of the Company as at 31 March, 2018, and its loss (financial performance including other comprehensive income), its cash flows and the changes in equity 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 in terms of Section 143(11) of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in "Annexure I" a statement on the matters specified in paragraphs 3 and 4 of the said Order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss (including the Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) In view of notification of ministry of corporate affairs dated 13th June 2017, read with notification no. GSR 464E) dated 5th June 2015, clause (i) of section 143(3) of the Companies Act in respect of internal financial control is not applicable to the Company during the year.
 - (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 does not have any pending litigations which could impact its financial position.
- ii. According to the information and explanations provided to us, the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to Investor Education and Protection Fund by the company;
- iv. The disclosure requirements relating to holdings as well as dealings in specified bank notes were applicable for the period from 8 November 2016 to 30 December 2016 which are not relevant to these financial statements. Hence, reporting under this clause is not applicable.

For APAS & CO.
CHARTERED ACCOUNTANTS
Firm Regn No. 000340C



Rajeev Ranjan

(RAJEEV RANJAN)
PARTNER
M No. 535395

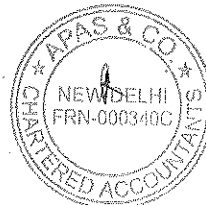
PLACE : NEW DELHI
DATED :

ANNEXURE- I TO THE INDEPENDENT AUDITOR'S REPORT

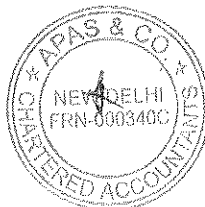
(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

- i) In respect of its fixed assets:
 - a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) As explained to us, fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. As informed to us no material discrepancies were noticed on such physical verification.
 - c) Title deeds In respect of all immovable properties are held in the name of the company.
- ii) As explained to us physical verification has been conducted by the management at reasonable intervals in respect of inventories of finished goods, stores, spare parts and raw materials. We were informed that physical verification of clay was made on the basis of volume and density which is approximately correct. We were explained that no material discrepancies have been noticed on physical verification.
- iii) As informed to us the company has not granted loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
- iv) According to the information and explanations given to us, the company has complied with the provisions of Section 185 and 186, wherever applicable. We are informed that the company has not given any loan, made investment, given guarantee or provided any security during the year.
- v) According to the information and explanations given to us the company has not accepted any deposits, in terms of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under.
- vi) In respect of business activities of the company, maintenance of cost records has not been specified by the Central Government under sub-section (l) of section 148 read with rules framed thereunder of the Companies Act 2013.



- vii) a) As per information and explanations given to us, the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. As informed to us there are no outstanding statutory dues in arrears as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- b) We have been informed that no unpaid disputed demands are outstanding in respect of Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty, VAT or Cess.
- viii) Based on our audit procedures and on the basis of information and explanations given to us by the management, we are of the opinion that there is no default in repayment of loans or borrowings to the financial institutions and banks as at the year end. There are no loans from Government and the company has not issued any debentures.
- ix) As explained to us term loans obtained during the year were applied for the purpose for which the loans were obtained by the company. The company has not raised any money during the year by way initial or further public offer.
- x) Based upon the audit procedures performed and information and explanations given by the management, we report that, no fraud by the Company or on the company by its officers or employees has been noticed or reported during the course of our audit for the year ended 31.03.2018.
- xi) According to information and explanations given to us, the Company has not paid any managerial remuneration during the year.
- xii) The provisions of clause (xii) of the Order are not applicable as the company is not a Nidhi Company as specified in the clause.
- xiii) According to information and explanations given to us, we are of the opinion that all related party transactions are in compliance with section 177 and 188 of the Companies Act, 2013. Necessary disclosures have been made in the financial statements as required by the applicable accounting standards.
- xiv) The company has made preferential allotment of equity shares during the year under review. The company has complied with the requirements section 42 of Companies Act, 2013 and the amounts raised have been used for the purpose for which the funds were raised.
- xv) According to information and explanations given to us the Company has not entered into any non-cash transaction with the director or any person connected with him during the year.



xvi) In our opinion, in view of its business activities, the company is not required to be registered under section 451A of Reserve Bank of India Act 1934.

For APAS & CO.
CHARTERED ACCOUNTANTS
Firm Regn No. 000340C



Rajeev Ranjan

(RAJEEV RANJAN)
PARTNER
M No. 535395

PLACE : NEW DELHI
DATED :

Bandhav Resorts Private Limited
Balance Sheet as at March 31, 2018

	Note	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
ASSETS			
Non-current assets			
(a) Property, plant and equipment	3	1,664.60	360.65
(b) Capital work-in-progress	4	-	169.68
(c) Intangible assets	5	6.48	4.60
(d) Deferred tax assets (net)	6	-	-
(e) Other non-current assets	7	1.47	0.32
		<u>1,672.55</u>	<u>535.25</u>
Current assets			
(a) Inventories	8	1.49	1.24
(b) Financial assets	9		
(i) Trade receivables		1.16	0.24
(ii) Cash and Cash equivalents		11.65	2.36
(iv) Other financial assets		1.88	-
(c) Other current assets	10	4.39	2.55
		<u>20.57</u>	<u>6.39</u>
Total Assets		<u>1,693.12</u>	<u>541.64</u>
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	11	90.11	23.11
(b) Other Equity	12	1,057.12	430.36
Total Equity		<u>1,147.23</u>	<u>453.47</u>
Liabilities			
Non-current liabilities			
(a) Financial liabilities	13		
(i) Borrowings		1.88	25.74
		<u>1.88</u>	<u>25.74</u>
Current liabilities			
(a) Financial liabilities	14		
(i) Borrowings		399.34	-
(ii) Trade payables		4.33	2.07
(iii) Other current financial liabilities		137.10	55.85
(b) Other current liabilities	15	3.24	4.51
		<u>544.01</u>	<u>62.43</u>
Total Liabilities		<u>545.89</u>	<u>88.17</u>
Total Equity and Liabilities		<u>1,693.12</u>	<u>541.64</u>

Summary of significant accounting policies 2.2

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For APAS & Co.
 Firm Registration No. 000340C
 Chartered Accountants

Rajeev Ranjan
 Partner
 Membership No. 535395



For and on behalf of the Board of Directors of
 Bandhav Resorts Private Limited

Sumant Jaidka
 Director
 DIN: 05201572

Prashant Mehrotra
 Director
 DIN: 07333994

Place : New Delhi
 Date : May 24, 2018

Bandhav Resorts Private Limited
Statement of Profit and Loss for the year ended March 31, 2018

	Note	March 31, 2018 Rs in lakhs	March 31, 2017 Rs in lakhs
Revenue from operations	16	59.22	37.62
Total Income		59.22	37.62
Expenses			
Cost of food and beverages consumed	17	12.74	5.95
Employee benefits expense	18	24.92	17.52
Other expenses	19	31.26	47.79
Total expenses		68.92	71.26
Loss before interest, tax, depreciation and amortisation		(9.70)	(33.64)
Finance costs	20	2.99	1.19
Depreciation and amortization expense	21	52.51	16.76
Loss before tax		(65.20)	(51.59)
Tax expense:			
(1) Current tax		-	-
Loss for the year		(65.20)	(51.59)
Other comprehensive income			
Items that will not be reclassified to profit or loss		-	-
Remeasurements of defined benefit plans		-	-
Total Comprehensive loss for the year		(65.20)	(51.59)
Earnings per equity share:			
(1) Basic	22	(163.02)	(223.25)
(2) Diluted	22	(163.02)	(223.25)

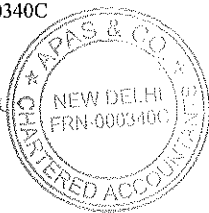
Summary of significant accounting policies 2.2

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For APAS & Co.
 Firm Registration No. 000340C
 Chartered Accountants

Rajeev Ranjan
Rajeev Ranjan
 Partner
 Membership No. 535395



For and on behalf of the Board of Directors of
Bandhav Resorts Private Limited

Suman Jaiska
Suman Jaiska
 Director
 DIN: 05201572

Prashant Mehrotra
Prashant Mehrotra
 Director
 DIN: 07333994

Place : New Delhi
 Date : May 24, 2018

Bandhav Resorts Private Limited
Cash flow statement for the year ended March 31, 2018

	For the year ended March 31, 2018 (Rs in lakhs)	For the year ended March 31, 2017 (Rs in lakhs)
A. Cash flow from operating activities		
Loss before tax	(65.20)	(51.59)
Non-cash adjustments to reconcile profit/(loss) before tax to net cash flows:		
Depreciation and amortisation expenses	52.51	16.76
Finance costs (including fair value change in financial instruments)	2.42	0.81
Operating profit before working capital changes:	(10.27)	(34.02)
Movements in working capital:		
Change in trade receivables	(0.92)	0.25
Change in loans and advances and other current assets	(3.70)	15.69
Change in inventories	(0.25)	(1.24)
Change in liabilities and provisions	81.91	41.45
Cash Generated from Operations	66.77	22.12
Direct taxes paid (net of refunds)	-	-
Net cash flow from operating activities (A)	66.77	22.12
B. Cash flows used in investing activities		
Purchase of Property, plant and equipment & Capital work in progress	(1,189.81)	(241.31)
Net Cash flow used in investing activities (B)	(1,189.81)	(241.31)
C. Cash flows from financing activities		
Proceeds from issuance of share capital	1,313.78	-
Proceeds/(repayment) from short term borrowings	399.34	(356.25)
Proceeds/(repayment) of long term borrowings	(580.21)	575.92
Interest paid	(0.58)	(0.81)
Net Cash from financing activities (C)	1,132.33	218.86
Net increase/(decrease) in cash and cash equivalents (A + B + C)	9.29	(0.33)
Cash and cash equivalents at the beginning of the year	2.36	2.69
Cash and cash equivalents at the end of the year	11.65	2.36
Components of cash and cash equivalents		
Cash on Hand	2.82	1.12
Balances with Scheduled Banks in - Current accounts	8.83	1.24
Total cash and cash equivalents	11.65	2.36

Summary of significant accounting policies

2.2

As per our report of even date

For APAS & Co.
Firm Registration No. 000340C
Chartered Accountants

Rajeev Ranjan
Partner
Membership No. 535395



For and on behalf of the Board of Directors of
Bandhav Resorts Private Limited

Sumant Jindka
Director
DIN: 05201572

Prashant Mehrotra
Director
DIN: 07333994

Place : New Delhi
Date : May 24, 2018

Bandhav Resorts Private Limited
Special Purpose Statement of Changes in Equity

A. Equity Share Capital

Equity shares of INR 100 each issued, subscribed and fully paid

	No. of shares	Amount (Rs in lakhs)
At 1 April 2016	23,110	23.11
Issue of share capital	-	-
At 31 March 2017	23,110	23.11
Issue of share capital	67,000	67.00
At 31 March 2018	90,110	90.11

B. Other Equity
For the year ended 31 March, 2018

	Rs in lakhs		
	Capital reserve	Reserves and Surplus Securities Premium Reserve	Other equity
Balance at 1 April 2016	-	-	(74.69)
Total Comprehensive Income for the year	-	-	(51.59)
Balance at 31 March 2017	556.65	-	430.36
Total Comprehensive Income for the year	-	-	(65.20)
Issue of share capital	-	1,246.78	1,246.78
Increase/(decrease) during the year	(554.82)	-	(554.82)
Balance at 31 March 2018	1.83	1,246.78	1,057.12

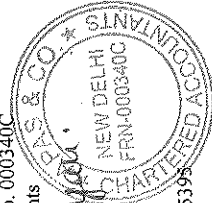
Summary of significant accounting policies

2.2

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For APAS & Co.
 Firm Registration No. 000340C
 Chartered Accountants



Rajeev Ranjan
 Partner
 Membership No. 535398

Suman Jaiswal
 Director
 DIN: 05201572

For and on behalf of the Board of Directors of
 Bandhav Resorts Private Limited

Prashant Mehrotra
 Director
 DIN: 07333994

Place : New Delhi
 Date : May 24, 2018

Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

1. Corporate Information

Bandhav Resorts Private Limited (the Company) is a private company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The registered office of the company is located at Khasra No. 3/1, Village: Bijuria, Tehsil: Manpur, Distt.: Umaria, MP – 484665 (India).

The principal activities of the Company is to carry out business of developing, owning, acquiring, renovating and promoting hotels, motels, resorts, restaurants, etc. under the brand name of Lemon Tree Resorts.

The financial statements were authorised for issue in accordance with a resolution of the directors on 24th May 2018.

2 Basis of preparation

2.1 Significant accounting policies

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.

The financial statements have been prepared on a going concern basis using historical cost convention and on an accrual method of accounting, except for certain financial assets and liabilities which are measured at fair value/ amortised cost (refer note 26 below)

The financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearest lakhs, except where otherwise indicated.

2.2 Summary of significant accounting policies

(a) Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

(b) Foreign currencies

Transactions and balances

Transactions in foreign currencies are initially recorded by the Company's entities at their respective functional currency spot rates at the date the transaction first qualifies for recognition. However, for practical reasons, the Company uses an average rate if the average approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in profit or loss

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

(c) Fair value measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:



Bandhav Resorts Private Limited

Notes to financial statements for the year ended March 31, 2018

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

- Disclosures for valuation methods, significant estimates and assumptions (note 23)
- Contingent consideration (note 24)
- Quantitative disclosures of fair value measurement hierarchy (note 26)
- Financial instruments (including those carried at amortised cost) (note 26)

(d) 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, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable,



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

taking into account contractually defined terms of payment and excluding taxes or duty. The Company assesses its revenue arrangements against specific criteria to determine if it is acting as principal or agent. The Company has concluded that it is acting as a principal in all of its revenue arrangements. The specific recognition criteria described below must also be met before revenue is recognized.

Sales tax/ value added tax (VAT) is not received by the Company on its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the government. Accordingly, it is excluded from revenue.

Rooms, Restaurant, Banquets and Other Services

Income from guest accommodation is recognized on a day to day basis after the guest checks into the Hotels and are stated net of allowances. Incomes from other services are recognized as and when services are rendered. Sales are stated exclusive of Service Tax, Value Added Taxes (VAT) and Luxury Tax. Shortfall of revenue over the billed as at the year-end is carried in financial statement as unbilled revenue separately.

Sale of goods

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, sale of food and beverage are recognized at the points of serving these items to the guests. Sales are stated exclusive of Sales Tax / VAT.

Interest income

For all financial instruments measured at amortized cost and interest bearing financial assets classified as available for sale, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset or liability. Interest income is included in finance income in the income statement.

Dividends

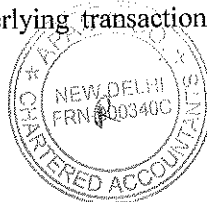
Revenue is recognized when the Company's right to receive the payment is established, which is generally when shareholders approve the dividend.

(e) Taxes

Current income tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the Company operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

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 taxes relate to the same taxable entity and the same taxation authority.

(f) Property, plant and equipment

Capital work in progress, plant and equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met.

When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in profit or loss as incurred.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met.

Depreciation on fixed assets is provided as per Schedule II of Companies Act, 2013 on Straight Line Method over its economic useful life of fixed assets as follows:

Fixed Assets	Useful life considered (SLM)
Building	30 Years
Plant & Machinery	15 Year
Electrical Equipment	15 Years
Office Equipments	15 Years
Furniture and Fixtures	10 Years
Vehicles	6 Years
Computers	3 Years

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is derecognized.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end, and adjusted prospectively if appropriate.

(g) Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

The useful lives of intangible assets are assessed as 3 years and the same shall be amortised on Straight line basis over its useful life.

Intangible assets with indefinite useful lives are not amortized, but are tested for impairment annually either individually or at the cash generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

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 income statement when the asset is derecognized.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

(h) Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

(i) Inventories

Stock of food & beverages, stores and operating supplies are valued at lower of cost and net realisable 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. Net realisable value is the estimated selling price in the ordinary course of business less estimated cost of completion and estimated costs necessary to make sale.

(j) Impairment of non-financial assets

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) fair value less costs of disposal and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or Company of assets. 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.

The Company bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Company's CGUs to which the individual assets are allocated. These budgets and forecast calculations generally cover a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year. To estimate cash flow projections beyond periods covered by the most recent budgets/forecasts, the Company extrapolates cash flow projections in the budget using a steady or declining growth rate for subsequent years, unless an increasing rate can be justified. In any case, this growth rate does not exceed the long-term average growth rate for the products, industries, or country in which the entity operates, or for the market in which the asset is used.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the statement of profit and loss.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

For assets excluding goodwill, an assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's CGU's or recoverable amount. A previously recognised 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 recognised. 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 recognised for the asset in prior years. Such reversal is recognised in the statement of profit or loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as a revaluation increase.

(k) Provisions

General

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a 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. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

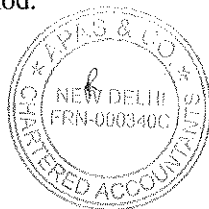
If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

(l) Retirement and other employee benefits

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 an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

Gratuity liability is defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.

Short term compensated absences are provided for based on estimates. Long term compensated absences are provided for based on actuarial valuation. The actuarial valuation is done as per projected unit credit method.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the Company recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognises the following changes in the net defined benefit obligation as an expense in the consolidated statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

The company treats leaves expected to be carried forward for measurement purposes. Such 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. Where Company has the unconditional legal and contractual right to defer the settlement for a period beyond 12 months, the same is presented as non-current liability.

(m) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in following categories:

- Debt instruments at amortised cost
- Debt instruments at fair value through other comprehensive income (FVTOCI)
- Debt instruments, derivatives and equity instruments at fair value through profit or loss (FVTPL)
- Equity instruments measured at fair value through other comprehensive income (FVTOCI)
- Equity instruments in subsidiaries carried at cost

Debt instruments at amortised cost

A debt instrument is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

This category is the most relevant to the Company. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to trade and other receivables, loans to subsidiaries etc. For more information on receivables, refer to Note 9.

Debt instrument at FVTOCI

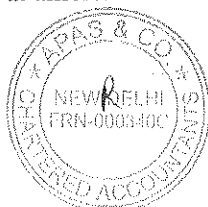
A debt instrument is classified as at the FVTOCI if both of the following criteria are met:

- a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- b) The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI). However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the P&L. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to P&L. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

Debt instrument at FVTPL

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortised cost or as FVTOCI, is classified as at FVTPL.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

In addition, the Company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). The Company has not designated any debt instrument as at FVTPL.

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised (i.e. removed from the Company's consolidated balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

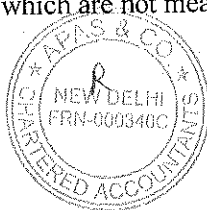
When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables and bank balance
- b) Financial assets that are debt instruments and are measured as at FVTOCI
- c) Lease receivables under Ind AS 17
- d) Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 18 (referred to as 'contractual revenue receivables' in these illustrative financial statements)
- e) Loan commitments which are not measured as at FVTPL
- f) Financial guarantee contracts which are not measured as at FVTPL



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

The Company follows 'simplified approach' for recognition of impairment loss allowance on:

- Trade receivables or contract revenue receivables; and
- All lease receivables resulting from transactions within the scope of Ind AS 17

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider:

- All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument
- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms

The Company assesses impairment based on expected credit losses (ECL) model for measurement and recognition of impairment loss on the financial assets that are trade receivables accounting for both non-payment and delay of receivable. According to the past estimates, the Company has not recognised any additional provision under ECL model.

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:
Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to P&L. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss. The Company has not designated any financial liability as at fair value through profit and loss.

Loans and borrowings

This is the category most relevant to the Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

This category generally applies to borrowings. For more information refer Note 13 & 14.

Financial guarantee contracts

Financial guarantee contracts issued by the group Company are those contracts that require a payment to be made to reimburse the guarantee holder for a loss it incurs because the Company fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantees issued by the group Company on behalf the Company are designated as 'Insurance Contracts'.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the consolidated balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

(n) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

(o) Segment reporting policies

Identification of segments

The management of the Company reviews the specific performance of its respective hotel properties. However, since all hotels have similarity in terms of products and services, customer classes, method of providing services and the regulatory environment, the individual hotels qualify for aggregation. Thus, the management has considered aggregating all the hotels as one reportable operating segment. Accordingly, the figures appearing in these financial statements relate to the Company's single operating segment.

(p) Recent accounting pronouncements

Standards issued but not yet effective

Appendix B to Ind AS 21, Foreign currency transactions and advance consideration: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Companies (Indian Accounting Standards) Amendment Rules, 2018 containing Appendix B to Ind AS 21, Foreign currency transactions and advance consideration which clarifies the date of the transaction for the purpose of determining the exchange rate to use on initial recognition of the related asset, expense or income, when an entity has received or paid advance consideration in a foreign currency.

The amendment will come into force from April 1, 2018. The Company has evaluated the effect of this on the financial statements and the impact is not material.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

Ind AS 115- Revenue from Contract with Customers: On March 28, 2018, Ministry of Corporate Affairs ("MCA") has notified the Ind AS 115, Revenue from Contract with Customers. The core principle of the new standard is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Further the new standard requires enhanced disclosures about the nature, amount, timing and uncertainty of revenue and cash flows arising from the entity's contracts with customers.

The standard permits two possible methods of transition:

- Retrospective approach - Under this approach the standard will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8- Accounting Policies, Changes in Accounting Estimates and Errors
- Retrospectively with cumulative effect of initially applying the standard recognized at the date of initial application (Cumulative catch - up approach)

The effective date for adoption of Ind AS 115 is financial periods beginning on or after April 1, 2018.

The Company will adopt the standard on April 1, 2018 by using the cumulative catch-up transition method and accordingly comparatives for the year ending or ended March 31, 2018 will not be retrospectively adjusted. The effect on adoption of Ind AS 115 is expected to be insignificant .

(q) Measurement of EBITDA

As permitted by the Guidance Note on the Revised Schedule VI to the Companies Act, 1956, the company has elected to present earnings before interest, tax, depreciation and amortization (EBITDA) as a separate line item on the face of the statement of profit and loss. In its measurement, the company does not include depreciation and amortization expense, finance costs and tax expense.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

Particulars	Rs. in lakhs										
	Freehold land	Building on freehold land	Plant and Machinery	Electrical fittings	Electrical equipments	Office equipments	Furniture and Fixtures	Crockery, cutlery and soft furnishings	Computers	Vehicles	Total
Cost or valuation											
At 1 April 2016	3.52	247.39	17.85	-	20.19	1.88	12.52	-	0.41	18.41	322.16
Additions	13.24	45.24	-	-	-	1.75	3.05	-	3.43	-	66.71
Disposals	-	-	-	-	-	-	-	-	-	-	-
At 31 March 2017	16.76	292.63	17.85	-	20.19	3.63	15.57	-	3.84	18.41	388.87
Additions	-	984.40	98.84	110.35	13.45	-	117.29	27.95	0.98	1.45	1,354.71
Disposals	-	-	-	-	-	-	-	-	-	-	-
At 31 March 2018	16.76	1,277.02	116.69	110.35	33.63	3.63	132.86	27.95	4.82	19.86	1,743.58
Depreciation											
At 1 April 2016	-	4.11	1.20	-	1.37	0.12	1.29	-	0.15	3.23	11.46
Charge for the year	-	9.35	1.20	-	1.37	0.18	1.29	-	0.15	3.23	16.76
Disposals	-	-	-	-	-	-	-	-	-	-	-
At 31 March 2017	-	13.46	2.39	-	2.73	0.30	2.58	-	0.29	6.46	28.22
Charge for the year	-	24.79	3.88	3.48	1.79	0.23	7.13	4.91	1.28	3.27	50.76
Disposals	-	-	-	-	-	-	-	-	-	-	-
At 31 March 2018	-	38.25	6.27	3.48	4.52	0.53	9.71	4.91	1.57	9.74	78.98
Net Book value											
At 31 March 2017	16.76	1,238.78	110.42	106.86	29.11	3.09	123.15	23.04	3.25	10.12	1,664.60
At 31 March 2018	16.76	279.17	15.46	-	17.43	3.32	12.99	-	3.55	11.94	360.65

Net book value
As at
March 31, 2018 1,664.60
As at
March 31, 2017 360.65

Plant, property and equipment

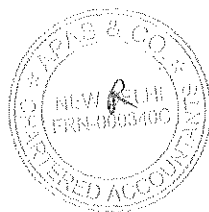


Bandhav Resorts Private Limited

Notes to financial statements for the year ended March 31, 2018

4 Capital work-in-progress

	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
Material	1,110.56	152.37
Professional charges	214.20	2.28
Salary, wages & bonus	20.04	8.46
Project staff expenses other than salary	0.11	0.06
Travelling	4.68	3.38
Rates and taxes	0.66	0.66
Others	6.63	2.48
	<u>1,356.88</u>	<u>169.68</u>
Less Capitalised during the year	<u>(1,356.88)</u>	<u>-</u>
	<u>-</u>	<u>169.68</u>



Bandhav Resorts Private Limited

Notes to financial statements for the year ended March 31, 2018

5 Intangible Assets

Rs in lakhs

Particulars	Software	Total
Cost or valuation		
At 1 April 2016	-	-
Additions	4.61	4.61
Disposals	-	-
At 31 March 2017	4.61	4.61
Additions	3.62	3.62
Disposals	-	-
At 31 March 2018	8.23	8.23
Amortisation and impairment		
At 1 April 2016	-	-
Amortisation	0.00	0.00
Disposals	-	-
At 31 March 2017	0.00	0.00
Amortisation	1.74	1.74
Disposals	-	-
At 31 March 2018	1.75	1.75
Net Block		
At 31 March 2018	6.48	6.48
At 31 March 2017	4.60	4.60

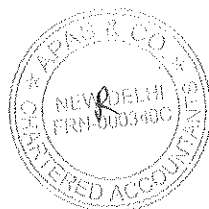
Net book value

As at
March 31, 2018 As at
March 31, 2017

Intangible assets

6.48

4.60



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

6 Deferred tax assets (net)

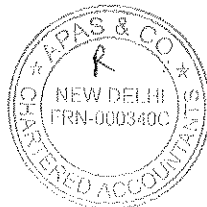
	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
Property, plant and equipment	47.65	13.74
Deferred tax liability	47.65	13.74
Effect of unabsorbed depreciation and business loss	47.65	13.74
Deferred tax asset	47.65	13.74
Deferred tax assets (net)	-	-

Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for period/year March 31, 2018 and March 31, 2017:

	March 31, 2018	March 31, 2017
Profit/(loss) before tax	(65.20)	(51.59)
Tax rate	25.75%	25.75%
Tax at statutory income tax rate	(16.79)	(13.28)
Effect of incomes taxable at nil/lower/MAT rate	16.79	13.28
Net	-	-
As per profit and loss account	-	-

7 Other non-current assets

	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
Capital Advances	1.47	0.32
Total	1.47	0.32



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

8 Inventories
(valued at lower of cost and net realisable value)

Food and beverages (excluding liquor and wine)
Total

	As At March 31, 2018 Rs in lakhs	As At March 31, 2017 Rs in lakhs
	1.49	1.24
	1.49	1.24



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

9 Financial assets

	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
(i) Trade receivables		
Unsecured-considered good	1.16	0.24
	<u>1.16</u>	<u>0.24</u>

Break-up for security details:

Trade receivables		
Unsecured, considered good	1.16	0.24
Doubtful	-	-
	<u>1.16</u>	<u>0.24</u>

Impairment Allowance (allowance for bad and doubtful debts)

Unsecured, considered good	-	-
Doubtful	-	-
	<u>-</u>	<u>-</u>
Total Trade receivables	<u>1.16</u>	<u>0.24</u>

No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.
The interest free credit period given to customers is upto 90 days.

	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
(ii) Cash and cash equivalents		
Balance with banks		
On current & cash credit accounts	8.83	1.24
Cash on hand	2.82	1.12
	<u>11.65</u>	<u>2.36</u>

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following:

	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
Balance with banks		
On current & cash credit accounts	8.83	1.24
Cash on hand	2.82	1.12
	<u>11.65</u>	<u>2.36</u>

(iii) Other financial assets

Security deposits	1.88	-
	<u>1.88</u>	<u>-</u>

Break up of current financial assets carried at amortised cost

	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
Trade receivables	1.16	0.24
Cash and cash equivalents	11.65	2.36
	<u>14.69</u>	<u>2.60</u>

10 Other current assets

	As At March 31, 2018 Rs in lakhs	As At March 31, 2017 Rs in lakhs
Advances recoverable in cash or kind		
- Employee Advance	0.82	1.19
- others	1.61	0.57
Balance with statutory/ government authorities	0.60	0.48
Prepaid Expenses	1.35	0.32
Total	<u>4.39</u>	<u>2.55</u>



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

11 Equity share capital

Authorised Share Capital

	Equity shares	
	No. of shares	Rs in lakhs
At 1 April 2016	50,000	50.00
Increase/(decrease) during the year	-	-
At 31 March 2017	50,000	50.00
Increase/(decrease) during the year	40,110	40.11
At 31 March 2018	90,110	90.11

Terms/rights attached to equity shares

The company has only one class of equity shares having par value of Rs. 100 per share. Each holder of equity shares is entitled to one vote per share. 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.

Issued equity capital

Equity shares of Rs. 100 each issued, subscribed and fully paid

	No. of shares		Rs in lakhs	
	No. of shares	Rs in lakhs	No. of shares	Rs in lakhs
At 1 April 2016	23,110	23.11	-	-
Increase/(decrease) during the year	-	-	-	-
At 31 March 2017	23,110	23.11	-	-
Increase/(decrease) during the year	67,000	67.00	-	-
At 31 March 2018	90,110	90.11	-	-

Shares held by holding company

	As at		As at	
	March 31, 2018		March 31, 2017	
	No. of shares	Rs in lakhs	No. of shares	Rs in lakhs
Fleur Hotels Private Limited	90,110	90.11	23,110	23.11

Details of shareholders holding more than 5% shares in the company

	As at		As at	
	March 31, 2018		March 31, 2017	
	No. of shares	% held as at March 31, 2017	No. of shares	% held as at March 31, 2016
Fleur Hotels Private Limited	90,110	100.00%	23,110	100.00%

Equity shares of Rs. 100 each issued, subscribed and fully paid

Fleur Hotels Private Limited	90,110	100.00%	23,110	100.00%
------------------------------	--------	---------	--------	---------

The Company has not issued Bonus Share, Share for consideration other than Cash and has not bought back shares during the period of five years immediately preceding the reporting date.

12 Other equity

Securities Premium Reserve

	Rs in lakhs
At 1 April 2016	-
Increase/(decrease) during the year	-
At 31 March 2017	-
Increase/(decrease) during the year	1,246.78
At 31 March 2018	1,246.78

Retained Earnings

	Rs in lakhs
At 1 April 2016	(74.69)
Profit/(loss) for the year	(51.59)
At 31 March 2017	(126.29)
Profit/(loss) for the year	(65.20)
At 31 March 2018	(191.49)

Capital Reserve

	Rs in lakhs
At 1 April 2016	-
Increase/(decrease) during the year	556.65
At 31 March 2017	556.65
Increase/(decrease) during the year	(554.82)
At 31 March 2018	1.83

Other reserves

Securities Premium Reserve
Retained Earnings
Capital reserve

	As at	As at
	March 31, 2018	March 31, 2017
	Rs in lakhs	Rs in lakhs
Securities Premium Reserve	1,246.78	-
Retained Earnings	(191.49)	(126.29)
Capital reserve	1.83	556.65
	1,057.12	430.36



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

13 Borrowings	Effective interest rate %	Maturity	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
Non-current borrowings				
Term Loans				
Indian rupee loans from Banks (Secured)				
Vehicle loans (Refer note 1 below)	10.50%	2019-20	1.88	4.44
Loan from related parties				
0 % loan from Fleur Hotels Private Limited			-	21.30
Total non-current borrowings			<u>1.88</u>	<u>25.74</u>
Current borrowings				
Term Loans				
Current maturity of long term loans				
Vehicle loans (Refer note 1 below)	10.50%	2019-20	2.44	2.14
Total current borrowings			<u>2.44</u>	<u>2.14</u>
Less: Amount clubbed under "other current liabilities"			<u>(2.44)</u>	<u>(2.14)</u>
Net current borrowings			<u>-</u>	<u>-</u>

Term loans

1) Vehicle loan are secured by hypothecation of underlying motor vehicle acquired out of such loans. Rate of interest of the loan is 10.50%. The loan is repaid on agreed monthly installments.



Bandhay Resorts Private Limited**Notes to financial statements for the year ended March 31, 2018****14 Financial liabilities****(i) Borrowings****Loan From holding company**

0 % loan from Fleur Hotels Private Limited repayable on demand

As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
--	--

399.34

399.34

-

(ii) Trade Payables

-Micro and small enterprises

-Other than Micro and small enterprises

-

4.33

-

2.07

4.33

2.07

(iii) Other current financial liabilities

As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
--	--

Current maturities of long-term borrowings

2.44

2.14

Book overdraft

0.21

-

Other payables

-Payable for capital goods

23.63

-

Outstanding dues of other creditors

110.82

53.71

137.10

55.85

15 Other current liabilities

As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
--	--

Advance from customers

-

2.68

Statutory Dues

3.24

1.83

3.24

4.51



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

16 Revenue From Operations

	For the year ended March 31, 2018 Rs in lakhs	For the year ended March 31, 2017 Rs in lakhs
Revenue from operations		
Sale of products and services		
- Room rental	42.44	29.92
- Food and beverage (excluding liquor and wine)	10.02	3.94
- Other Services	6.76	3.76
Revenue from operations	59.22	37.62

17 Cost of food and beverages consumed

	For the year ended March 31, 2018 Rs in lakhs	For the year ended March 31, 2017 Rs in lakhs
(a) Consumption of food & beverages excluding liquor & wine		
Inventory at the beginning of the year	1.24	-
Add: Purchases	12.99	5.95
	14.23	5.95
Less: Inventory at the end of the year	1.49	-
Cost of food and beverage consumed	12.74	5.95

18 Employee Benefit Expense

	For the year ended March 31, 2018 Rs in lakhs	For the year ended March 31, 2017 Rs in lakhs
Salaries, wages and bonus	22.46	16.37
Staff recruitment and training expenses	0.31	-
Staff welfare expenses	0.80	1.15
Total	24.92	17.52

19 Other Expenses

	For the year ended March 31, 2018 Rs in lakhs	For the year ended March 31, 2017 Rs in lakhs
Consumption of stores, cutlery, crockery, linen, provisions and others	0.15	5.78
Power and fuel	9.49	5.19
Linen & uniform washing and laundry expenses	0.53	1.27
Guest transportation	2.61	1.58
Subscription charges	-	0.22
Repair and maintenance	1.57	4.38
Rates and taxes	3.28	0.68
Insurance	1.16	0.49
Communication costs	1.18	0.65
Printing and stationery	0.02	1.18
Traveling and conveyance	1.80	1.67
Vehicle running and maintenance	0.02	2.19
Advertisement and business promotion	2.88	0.72
Management fee paid	2.10	1.10
Commission -other than sole selling agent	0.43	0.36
Legal and professional fees	1.85	0.97
Payment to auditors*	0.30	0.30
Miscellaneous expenses	1.90	19.07
Total	31.26	47.79
*Payment to auditor		
As auditor	0.30	0.30
	0.30	0.30



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

20 Finance Costs

	For the year ended March 31, 2018 Rs in lakhs	For the year ended March 31, 2017 Rs in lakhs
Interest		
- on vehicle loans	0.58	0.81
- on income tax	-	0.00
- on others	1.84	-
Bank charges (including commission on credit card collection)	0.57	0.38
Total	2.99	1.19

21 Depreciation and Amortization Expense

	For the year ended March 31, 2018 Rs in lakhs	For the year ended March 31, 2017 Rs in lakhs
Depreciation of tangible assets	50.77	16.76
Amortization of intangible assets	1.74	0.00
Total	52.51	16.76

22 Earnings Per Share (Basic And Diluted)

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year.
Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the Company (after adjusting for interest on the convertible preference shares) by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.
The following reflects the income and share data used in the basic and diluted EPS computations:

	For the year ended March 31, 2018	For the year ended March 31, 2017
Loss attributable to equity holders (for basic and diluted) (Rs in lakhs)	(65.20)	(51.59)
Weighted Average Number of Equity Shares (for basic and diluted)*	39,998	23,110
Basic & Diluted EPS	(163.02)	(223.25)

* The weighted average number of shares takes into account the weighted average effect of changes in share transactions during the year.
There have been no other transactions involving Equity shares or potential Equity shares between the reporting date and the date of authorisation of these financial statements.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

23. Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using other valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

Impairment of non-financial assets

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The fair value less costs of disposal calculation is based on available data from binding sales transactions, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a DCF model. The cash flows are derived from the budget for the next five years and do not include restructuring activities that the Company is not yet committed to or significant future investments that will enhance the asset's performance of the CGU being tested. The recoverable amount is sensitive to the discount rate used for the DCF model as well as the expected future cash-inflows and the growth rate used for extrapolation purposes.

Taxes

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

24. Commitments and contingencies

a. Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for:

At March 31, 2018, the Company had commitments of Rs. Nil (March 31, 2017: Rs. 302.19 lakhs)

b. Contingent liabilities

At March 31, 2018, the Company had contingent liability of Rs. Nil (March 31, 2017: Nil)

25. Related Party Transactions

a) Names of related parties where control exists irrespective of whether transactions have occurred

Ultimate Holding company	- Lemon Tree Hotels Limited
Holding Company	- Fleur Hotels Private Limited
Enterprise in which ultimate holding company has significant influence	- Mind Leaders Learning India Private Limited
Key Management Personnel	- Mr. Sumant Jaidka Wef 9 th May, 2016 (Director) - Mr. Prashant Mehrotra Wef 9 th May, 2016 (Director) - Mr. Davander Tomar Untill 11 th August, 2016 (Director) - Mr. Preeta Tomar Untill 09 th May, 2016 (Director)



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year

Rs in lakhs

Transactions with Related Party	Year Ended	Ultimate Holding company	Holding Company	Enterprise in which holding company has significant influence	Key Management personnel or their relatives
Reimbursement of expenses incurred on company's behalf					
Fleur Hotels Private Limited	31-Mar-18	-	3.46	-	-
	31-Mar-17	-	3.97	-	-
Lemon Tree Hotels Limited	31-Mar-18	0.12	-	-	-
	31-Mar-17	2.63	-	-	-
Loans taken					
Fleur Hotels Private Limited	31-Mar-18	-	1,131.70	-	-
	31-Mar-17	-	236.04	-	-
Mr. Davander Tomar	31-Mar-18	-	-	-	-
	31-Mar-17	-	-	-	24.00
Loans repaid					
Fleur Hotels Private Limited	31-Mar-18	-	1,313.78	-	-
	31-Mar-17	-	12.00	-	-
Mr. Davander Tomar	31-Mar-18	-	-	-	-
	31-Mar-17	-	-	-	30.25
Subscription in share capital of the company					
Fleur Hotels Private Limited	31-Mar-18	-	1,313.78	-	-
	31-Mar-17	-	-	-	-
Training Fee Paid					
Mind Leaders Learning India Private Limited	31-Mar-18	-	-	0.44	-
	31-Mar-17	-	-	-	-
Management fees & Sales Promotion					
Lemon Tree Hotels Limited	31-Mar-18	196.38	-	-	-



Bandhav Resorts Private Limited

Notes to financial statements for the year ended March 31, 2018

Transactions with Related Party	Year Ended	Ultimate Holding company	Holding Company	Enterprise in which holding company has significant influence	Key Management personnel or their relatives
	31-Mar-17	1.68	-	-	-
Balances outstanding at the year- end					
Lemon Tree Hotels Limited	31-Mar-18	1.03	-	-	-
	31-Mar-17	0.57	-	-	-
Fleur Hotels Private Limited	31-Mar-18	-	399.34	-	-
	31-Mar-17	-	577.95	-	-

26. Fair value measurement

This section gives an overview of the significance of financial instruments for the company and provides additional information on the balance sheet. Details of significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument

a. Financial Assets

Rs in lakhs

	March 31, 2018		March 31, 2017	
	FVTPL	Amortised Cost	FVTPL	Amortised Cost
Financial Assets				
Trade Receivables	-	1.16	-	0.24
Cash and Cash Equivalents	-	11.65	-	2.36
Security Deposits	-	1.88	-	-
Total Financial Assets	-	14.69	-	2.60



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

b. Financial Liabilities

Rs in lakhs

	March 31, 2018		March 31, 2017	
	FVTPL	Amortised Cost	FVTPL	Amortised Cost
Financial Liabilities				
Borrowings	-	403.66	-	25.74
Trade Payables	-	4.33	-	2.07
Other Current Financial Liabilities	-	134.66	-	55.85
Total Financial Liabilities	-	542.65	-	83.66

c. Fair value measurement hierarchy for assets and liabilities

Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions.

The Company categorizes assets and liabilities measured at fair value into one of three levels depending on the ability to observe inputs employed in their measurement which are described as follows:

i) Level 1

Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

ii) Level 2

Inputs are inputs that are observable, either directly or indirectly, other than quoted prices included within level 1 for the asset or liability.

iii) Level 3

Inputs are unobservable inputs for the asset or liability reflecting significant modifications to observable related market data or Company's assumptions about pricing by market participants.

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities:



Bandhav Resorts Private Limited

Notes to financial statements for the year ended March 31, 2018

Financial assets and liabilities measured at fair value*Rs. in lakhs*

	March 31, 2018			
	Level 1	Level 2	Level 3	Total
Financial Assets as FVTPL	-	-	-	-
Financial Liabilities as FVTPL	-	-	-	-

	March 31, 2017			
	Level 1	Level 2	Level 3	Total
Financial Assets as FVTPL	-	-	-	-
Financial Liabilities as FVTPL	-	-	-	-

The management assessed that fair values of cash and cash equivalents, trade receivables, trade payables, bank overdrafts, Interest accrued on bank deposits with banks, other current financial assets and other current financial liabilities approximates their carrying amounts largely due to the short-term maturities of these instruments.

The fair values of loans, security deposits, borrowings and other financial assets and liabilities are considered to be the same as their fair values, as there is an immaterial change in the lending rates.

27 Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to support its operations. The Company's financial assets include loans, trade and other receivables, and cash & cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management is supported by a financial risk committee that advises on financial risks and the appropriate financial risk governance framework for the Company. This financial risk committee provides assurance to the Company's senior management that the Company's financial risk activities are governed by appropriate policies and procedure and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Board of Directors reviews and agrees policies for managing each risk, which are summarised as below:

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk. Financial instruments affected by market risk include loans and borrowings.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates.



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

Rs in lakhs

	March 31, 2018	March 31, 2017
Variable rate borrowings	-	6.57
Fixed rate borrowings	403.66	21.30

Interest rate sensitivity

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's debt obligations with floating interest rates. However the risk is very low due to negligible borrowings by the Company.

Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables and deposits to landlords) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments.

Trade receivables and Security Deposits

Customer credit risk is managed by business through the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of each customer is assessed and credit limits are defined in accordance with this assessment. Outstanding customer receivables and security deposits are regularly monitored.

An impairment analysis is performed for all major customers at each reporting date on an individual basis. In addition, a large number of minor receivables are grouped into homogenous group and assessed for impairment collectively. The calculation is based on historical data. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets disclosed in note 9. The Company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and industries and operate in largely independent markets.

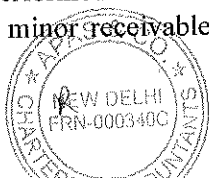
Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company has no exposure in foreign currency.

(a) Trade receivables

Customer credit risk is managed by each business location subject to the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed and individual credit limits are defined in accordance with the assessment both in terms of number of days and amount.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for



Bandhav Resorts Private Limited**Notes to financial statements for the year ended March 31, 2018**

impairment collectively. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets disclosed in Note 9. The Company does not hold collateral as security.

Gross carrying amount of trade receivables*Rs in lakhs*

Ageing	March 31, 2018	March 31, 2017
Not due		
0-60 days past due	1.16	0.24
61-120 days past due	-	-
121-180 days past due	-	-
180-365 days past due	-	-
365-730 days past due	-	-
more than 730 days	-	-

Provision for doubtful debts(including provision for expected credit loss)

Ageing	March 31, 2018	March 31, 2017
Not due	-	-
0-60 days past due	-	-
61-120 days past due	-	-
121-180 days past due	-	-
180-365 days past due	-	-
365-730 days past due	-	-
more than 730 days	-	-

	March 31, 2018	March 31, 2017
Provision at beginning	-	-
Addition during the year	-	-
Reversal during the year	-	-
Utilised during the year	-	-
Provision at closing	-	-

(b) Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with the Company's policy. Investment of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. The Company's maximum exposure to credit risk for the components of the balance sheet at 31 March 2018, 31 March 2017.



Bandhav Resorts Private Limited**Notes to financial statements for the year ended March 31, 2018****Liquidity risk**

The Company monitors its risk of a shortage of funds by estimating the future cash flows. The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank overdrafts, cash credit facilities and bank loans. The Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. The Company has access to a sufficient variety of sources of funding and debt maturity within 12 months can be rolled over with existing lenders.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

	<i>Rs in lakhs</i>					
	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
Year ended March 31, 2018						
Borrowings	399.34	0.22	2.22	1.88	-	403.66
Trade and other payables	4.33	-	-	-	-	4.33
Financial Liabilities (Other than current Maturities)	134.66	-	-	-	-	134.66
	538.33	0.22	2.22	1.88	-	542.65
Year ended March 31, 2017						
Borrowings	-	0.36	1.78	4.44	21.30	27.88
Trade and other payables	2.07	-	-	-	-	2.07
Financial Liabilities (Other than current Maturities)	53.71	-	-	-	-	53.71
	55.78	0.36	1.78	4.44	21.30	83.66



Bandhav Resorts Private Limited
Notes to financial statements for the year ended March 31, 2018

28 Capital management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company includes within net debt, interest bearing loans and borrowings, trade payables, less cash and cash equivalents.

	<i>Rs in lakhs</i>	
	March 31, 2018	31 March 2017
Borrowings (Note 13 & 14)	403.66	27.88
Trade payables (Note 14)	4.33	2.07
Less: cash and cash equivalents (Note 9)	11.65	2.36
Net debt	396.34	27.59
Equity	1147.23	453.47
Capital and net debt	1543.57	481.07
Gearing ratio	26%	6%

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements.

Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

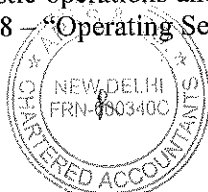
No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2018 and 31 March 2017.

29. Segment Reporting

The Company is into Hoteliering business. The Board of Directors of the Company, which has been identified as being the chief operating decision maker (CODM), evaluates the Company performance, allocate resources based on the analysis of the various performance indicator of the Company as a single unit. Therefore there is no reportable segment for the Company as per the requirements of Ind AS 108 – "Operating Segments".

Information about geographical areas

The Company has only domestic operations and hence no information required for the Company as per the requirements of Ind AS 108 – "Operating Segments"



Bandhav Resorts Private Limited

Notes to financial statements for the year ended March 31, 2018

Information about major customers

No customer individually accounted for more than 10% of the revenue

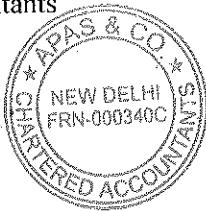
30. The company has during the year not received any information from any vendor regarding their status being registered under Micro, Small and Medium Enterprises Development Act, 2006. Based on the above, if any, relating to amounts unpaid as at the period end along with interest paid / payable have not been given.

As per our report of even date

For APAS & Co.

Firm Registration No. 000340C
Chartered Accountants

Rajeev Ranjan



Rajeev Ranjan

Partner

Membership No. 535395

Place : New Delhi

Date : May 24, 2018

**For and on behalf of the Board of Directors of
Bandhav Resorts Private Limited**

Sumant Jaidka
Sumant Jaidka
Director
DIN: 05201572

Prashant Mehrotra
Prashant Mehrotra
Director
DIN: 07333994