



APAS & Co.
CHARTERED ACCOUNTANTS

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

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF PSK RESORTS & HOTELS PRIVATE LIMITED

Report on the Standalone Ind AS Financial Statements

We have audited the accompanying Standalone Ind AS financial statements of **PSK RESORTS & HOTELS 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 the Standalone 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 Standalone 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 Standalone 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 Standalone 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 Standalone 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 Standalone 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 Standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone 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 Standalone 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 Standalone Ind AS financial statements.

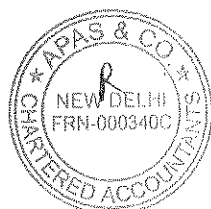


Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone 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.

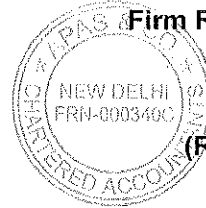
Report on Other Legal and Regulatory Requirements

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 Standalone 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. As informed to us, the Company does not have any pending litigations which would impact its financial position in its financial statements.



- 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. In our opinion, and according to the information and explanations given to us, there are no amounts outstanding which are required to be transferred to the Investor Education and Protection Fund by the Company.

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)

- i) There are no fixed assets with the company during the year under audit.
- ii) There are no inventories with the company during the year under Audit. Hence para (ii) of the order not applicable.
- iii) As informed to us the company has not granted loans, secured or unsecured, to the companies, firms or other parties covered in the register maintained under section 189 of the Companies Act 2013.
- iv) According to the information and explanations given to us, the company has complied with the provisions of Section 185 and 186, wherever applicable, in respect of loans, investments, guarantees and securities provided by the company. We are informed that the company has not given any loan, made investment, given guarantee or provide 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) Based upon the audit procedures performed and information and explanations given by the management, we report that, The Company have not obtained any term loan during the year. 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) Based on the audit procedures performed and information and explanations given by the management, we report that the company has made preferential allotment of shares during the year. The requirements of section 42 of the Companies Act, 2013 have been complied with and the amount raised has been utilized for the purposes 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.

PLACE : NEW DELHI
DATED :

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



Rajeev Ranjan

(RAJEEV RANJAN)
PARTNER
M No. 535395

PSK Resorts & Hotels Private Limited
Balance Sheet as at March 31, 2018

	Note	March 31, 2018 Rs in lakhs	March 31, 2017 Rs in lakhs
ASSETS			
Non-current assets			
Financial assets	3		
-Investments		<u>2,340.00</u>	<u>2,340.00</u>
		<u>2,340.00</u>	<u>2,340.00</u>
Current assets			
Financial assets	4		
-Cash and Cash equivalents		<u>0.99</u>	<u>0.02</u>
		<u>0.99</u>	<u>0.02</u>
Total Assets		<u><u>2,340.99</u></u>	<u><u>2,340.02</u></u>
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	5	118.69	86.67
Other Equity	6	<u>2,222.24</u>	<u>2,222.72</u>
Total Equity		<u>2,340.93</u>	<u>2,309.39</u>
Current liabilities			
Financial liabilities	7		
-Trade payables		-	0.02
-Other current financial liabilities		0.06	30.53
Other current liabilities	8	-	0.08
		<u>0.06</u>	<u>30.63</u>
Total Liabilities		<u>0.06</u>	<u>30.63</u>
Total Equity and Liabilities		<u><u>2,340.99</u></u>	<u><u>2,340.02</u></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

Rajeev Ranjan
 Partner
 Membership No. 535395



For and on behalf of the Board of Directors of
 PSK Resorts & Hotels Private Limited

Cyrus Mehernosh Madan
 Cyrus Mehernosh Madan
 Director
 DIN: 02695031

Kapil Sharma
 Kapil Sharma
 Director
 DIN: 00352890

Place : New Delhi
 Date: May 22, 2018

PSK Resorts & Hotels 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
Other income	9	-	-
Total Income		-	-
Expenses			
Other expenses	10	0.48	1.08
Total expenses		0.48	1.08
Loss for the year		(0.48)	(1.08)
Other comprehensive income			
Items that will not be reclassified to profit or loss		-	-
Remeasurements of defined benefit plans		-	-
Total Comprehensive Income for the year		(0.48)	(1.08)
Earnings per equity share:			
(1) Basic	11	(0.00)	(0.01)
(2) Diluted	11	(0.00)	(0.01)
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
PSK Resorts & Hotels Private Limited

Cyrus Mehernosh Madan

Cyrus Mehernosh Madan
Director

DIN: 02695031

Kapil Sharma

Kapil Sharma
Director

DIN: 00352890

Place : New Delhi

Date: May 22, 2018

PSK Resorts & Hotels 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
Cash flow from operating activities		
Loss before tax	(0.48)	(1.08)
Operating profit before working capital changes:	(0.48)	(1.08)
Movements in working capital:		
Change in liabilities and provisions	(30.57)	0.54
Cash Generated from Operations	(31.05)	(0.53)
Net cash flow from/(used in) operating activities	(31.05)	(0.53)
Cash flows from financing activities		
Proceeds from issuance of share capital	32.02	-
Net Cash from financing activities	32.02	-
Net increase/(decrease) in cash and cash equivalents	0.97	(0.53)
Cash and cash equivalents at the beginning of the year	0.02	0.55
Cash and cash equivalents at the end of the year	0.99	0.02
Components of cash and cash equivalents		
Cash on Hand	0.02	0.02
Balances with Scheduled Banks in - Current accounts	0.97	-
Total cash and cash equivalents	0.99	0.02

Summary of significant accounting policies

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
PSK Resorts & Hotels Private Limited

Cyrus Mehernosh Madan

Cyrus Mehernosh Madan
Director
DIN: 02695031

Kapil Sharma

Kapil Sharma
Director
DIN: 00352890

Place : New Delhi
Date: May 22, 2018

PSK Resorts & Hotels Private Limited
Statement of Changes in Equity

A. Equity Share Capital

Equity shares of INR 1 each issued, subscribed and fully paid

At 1 April 2016

Issue of share capital

At 31 March 2017

Issue of share capital

At 31 March 2018

	No. of shares	Amount Rs in lakhs
At 1 April 2016	8,667,000	86.67
Issue of share capital	-	-
At 31 March 2017	8,667,000	86.67
Issue of share capital	3,202,100	32.02
At 31 March 2018	11,869,100	118.69

Rs. In lakhs

	Reserves and Surplus		Other equity
	Securities Premium	Retained Earnings	
Balance at 1 April 2016	2,253.31	(29.52)	2,223.79
Total Comprehensive Income for the year	-	(1.08)	(1.08)
Balance at 31 March 2017	2,253.31	(30.59)	2,222.72
Total Comprehensive Income for the year	-	(0.48)	(0.48)
Balance at 31 March 2018	2,253.31	(31.06)	2,222.24

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

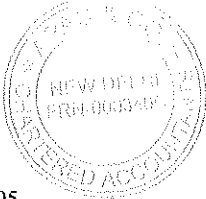
Chartered Accountants

Rajeev Ranjan

Rajeev Ranjan

Partner

Membership No. 535395



For and on behalf of the Board of Directors of
PSK Resorts & Hotels Private Limited

Cyrus Mehernosh Madan

Cyrus Mehernosh Madan

Director

DIN: 02695031

Kapil Sharma

Kapil Sharma

Director

DIN: 00352890

Place : New Delhi

Date: May 22, 2018

1. Corporate Information

PSK Resorts & Hotels 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 B6/17, Safdurjung Enclave, New Delhi 110029.

The financial statements were authorised for issue in accordance with a resolution of the directors on 22nd 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.

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.

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.

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) 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:

- 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.



(c) **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. 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 liabilities are recognised for all taxable temporary differences, except:

- When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- In respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future

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 utilised, except:

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised

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.

Tax benefits acquired as part of a business combination, but not satisfying the criteria for separate recognition at that date, are recognised subsequently if new information about facts and circumstances change. Acquired deferred tax benefits recognised within the measurement period reduce goodwill related to that acquisition if they result from new information obtained about facts and circumstances existing at the acquisition date.

If the carrying amount of goodwill is zero, any remaining deferred tax benefits are recognised in OCI/ capital reserve depending on the principle explained for bargain purchase gains. All other acquired tax benefits realised are recognised in profit or loss.

(d) 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.

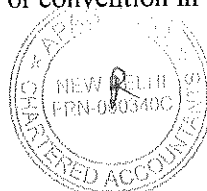
(e) Financial instruments

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.

Subsequent measurement

Equity investments

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS103 applies are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

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

Equity instruments in subsidiaries are carried at cost in separate financial statements.

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.



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.

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

(f) 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.



PSK Resorts & Hotels Private Limited
Notes to financial statements for the year ended March 31, 2018

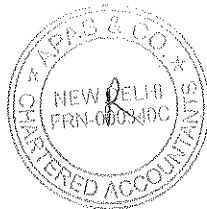
3 Financial assets

	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
Investments		
Investments in Equity Instruments of Subsidiary company		
5,142,852 (31 March 2017:- 5,142,852) equity shares of Manakin Resorts Private Limited of Rs. 10 each fully paid.	2,340.00	2,340.00
	<u>2,340.00</u>	<u>2,340.00</u>
Current	-	-
Non-Current	<u>2,340.00</u>	<u>2,340.00</u>
	<u>2,340.00</u>	<u>2,340.00</u>



PSK Resorts & Hotels Private Limited
Notes to financial statements for the year ended March 31, 2018

4 Financial assets	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
Cash and cash equivalents		
Balance with banks		
On current & cash credit accounts	0.97	-
Cash on hand	0.02	0.02
	<u>0.99</u>	<u>0.02</u>



PSK Resorts & Hotels Private Limited
Notes to financial statements for the year ended March 31, 2018

5 Equity Share capital

Authorised Share Capital

	Equity shares		5% Redeemable Preference shares	
	No. of shares	Rs in lakhs	No. of shares	Rs in lakhs
At 1 April 2016	9,000,000	90.00	50,000	50.00
Increase/(decrease) during the year	-	-	-	-
At 31 March 2017	9,000,000	90.00	50,000	50.00
Increase/(decrease) during the year	3,000,000	30.00	-	-
At 31 March 2018	12,000,000	120.00	50,000	50.00

Terms/rights attached to equity shares

The company has only one class of equity shares having par value of Re. 1 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 INR 1 each issued, subscribed and fully paid

	No. of shares	Rs in lakhs
At 1 April 2016	8,667,000	86.67
Increase/(decrease) during the year	-	-
At 31 March 2017	8,667,000	86.67
Increase/(decrease) during the year	3,202,100	32.02
At 31 March 2018	11,869,100	118.69

The preference shares are not convertible into equity shares and are reflected in financial liabilities.

Shares held by holding company

	As at March 31, 2018		As at March 31, 2017	
	No. of shares	Rs in lakhs	No. of shares	Rs in lakhs
Equity shares of Re. 1 each fully paid up Lemon Tree Hotels Limited	11,869,100	118.69	8,667,000	86.67

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

	As at March 31, 2018		As at March 31, 2017	
	No. of shares	% held	No. of shares	% held
Equity shares of Re. 1 each fully paid up Lemon Tree Hotels Limited	11,869,100	100.00%	8,667,000	100.00%

The company has not issued any shares for a consideration other than cash or bonus shares during the immediately preceding 5 years.

6 Other equity

Securities Premium

	Rs in lakhs
At 1 April 2016	2,253.31
Increase/(decrease) during the year	-
At 31 March 2017	2,253.31
Increase/(decrease) during the year	-
At 31 March 2018	2,253.31

Retained Earnings

	Rs in lakhs
At 1 April 2016	(29.52)
Profit/(loss) for the year	(1.08)
At 31 March 2017	(30.59)
Profit/(loss) for the year	(0.48)
At 31 March 2018	(31.07)

Other reserves

	As At March 31, 2018 Rs in lakhs	As At March 31, 2017 Rs in lakhs
Securities Premium	2,253.31	2,253.31
Retained Earnings	(31.07)	(30.59)
	2,222.24	2,222.72



PSK Resorts & Hotels Private Limited
Notes to financial statements for the year ended March 31, 2018

7 Financial liabilities

	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
(i) Trade payables		
Trade Payables		
-Other than Micro and small enterprises	-	0.02
	-	0.02

(ii) Other current financial liabilities

	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
Book overdraft	-	0.46
Outstanding dues of other creditors	0.06	30.07
	0.06	30.53

8 Other current liabilities

Statutory Dues

	As at March 31, 2018 Rs in lakhs	As at March 31, 2017 Rs in lakhs
Statutory Dues	-	0.08
	-	0.08



PSK Resorts & Hotels Private Limited
Notes to financial statements for the year ended March 31, 2018

9 Other income	For the year ended March 31, 2018 Rs in lakhs	For the year ended March 31, 2017 Rs in lakhs
Miscellaneous income	-	-
Total	-	-

10 Other expenses	For the year ended March 31, 2018 Rs in lakhs	For the year ended March 31, 2017 Rs in lakhs
Rates and taxes	0.28	0.02
Legal and professional fees	0.12	0.98
Payment to auditors	0.08	0.08
Bank charges	0.00	0.00
Total	0.48	1.08
Payment to auditor	0.08	0.08
As auditor	0.08	0.08

11 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.

	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)	(0.48)	(1.08)
Weighted Average Number of Equity Shares (for basic and diluted)*	9,561,833	8,667,000
Basic & Diluted EPS	(0.00)	(0.01)

* 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.



12. 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.

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.

13. Commitments and contingencies

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: Nil)

Contingent liabilities

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



14. Related Party Transactions

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

Holding company	- Lemon Tree Hotels Limited
Subsidiary companies	- Manakin Resorts Private Limited
Key Management Personnel	- Mr. Kapil Sharma (Director) - Mr. Cyrus Mehernosh Madan (Director)

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	Holding Company	Subsidiaries
Subscription in Share Capital of the Company			
Lemon Tree Hotels Limited	31-Mar-18	32.02	-
	31-Mar-17	-	-
Repayment of Amount taken			
Lemon Tree Hotels Limited	31-Mar-18	32.02	-
	31-Mar-17	-	-
Balances outstanding at the year end - Other financial liabilities			
Lemon Tree Hotels Limited	31-Mar-18	-	-
	31-Mar-17	30.00	-
Balance outstanding at the year end-Trade Payable			
Lemon Tree Hotels Limited	31-Mar-18	-	-
	31-Mar-17	.02	-
Investment in Shares of subsidiary company			
Manakin Resorts Private Limited	31-Mar-18	-	2340.00
	31-Mar-17	-	2340.00



Commitments with related parties

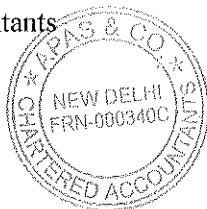
The company has not entered into any commitments with related parties during the year.

15. As per the information available with the Company in response to the enquiries from existing suppliers with whom Company deals, none of the suppliers are registered with The Micro, Small and Medium Enterprises Development Act, 2006.
16. There is no unhedged foreign currency exposure as at the balance sheet date.

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
PSK Resorts & Hotels Private Limited**

Cyrus Mehernosh Madan

Cyrus Mehernosh Madan
Director
DIN: 02695031

Kapil Sharma

Kapil Sharma
Director
DIN: 00352890

Place : New Delhi
Date : May 22, 2018