



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF PSK RESORTS & HOTELS PRIVATE LIMITED

Report on the Audit of IND AS Financial Statements

Opinion

We have audited the accompanying IND AS financial statements of **PSK RESORTS & HOTELS PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31 March 2022, 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 notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the IND AS financial statements").

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("IND AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the IND AS financial statements under the provisions of the Companies Act, 2013 and the Rules issued there under and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics.

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

Information other than the Financial Statements and Auditor's Report thereon

The Company's Board of Directors/ management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.



Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the 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.

In preparing the IND AS financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors/Management are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the IND AS financial Statements

Our objectives are to obtain reasonable assurance about whether the IND AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these IND AS financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the IND AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as



fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

2. Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the IND AS financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the IND AS financial statements, including the disclosures, and whether the IND AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the interim condensed standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, based on our audit we report that:
 - i. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - ii. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - iii. 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.



- iv. In our opinion, the aforesaid IND AS Financial Statements comply with the Indian Accounting Standards specified under section 133 of the Act.
- v. On the basis of the written representations received from the directors as on 31st March, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
- vi. 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 controls is not applicable to the Company during the year.
- vii. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, according to the explanations given to us, no managerial remuneration has been paid by the Company to its directors during the year, therefore the provisions of the section are not applicable.
- viii. 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 positions.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause



(i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. The company has neither declared dividend nor paid any dividend during the year.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India 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, to the extent applicable.

For APAS & CO LLP
CHARTERED ACCOUNTANTS
Firm Regn No. 000340C/C400308

PLACE : NEW DELHI
DATED : May 26, 2022
UDIN : 22535395AKOPXI7390



Rajeev Ranjan

(RAJEEV RANJAN)
PARTNER
M No. 535395

ANNEXURE- I TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 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. The Company does not have any fixed assets as on the date of Balance Sheet. Therefore, requirements under clause 3(i)(a-c) are not applicable to the Company
- ii. The Company does not have any inventories as on the date of Balance Sheet. Therefore, requirements under clause 3(ii) are not applicable to the Company.
- iii. The Company, during the year, has not made investment, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties. Therefore, the provisions of clause 3(iii)(a) to 3(iii)(f) of the Order are not applicable.
- iv. Based on audit procedures performed and the representation obtained from the management, the company has not granted any loans or provided any guarantees, or given any security or made any investments requiring compliance with provisions of section 185 and 186 of the Companies Act. Accordingly, provisions of clause 3(iv) are not applicable to the Company.
- v. According to the information and explanations given to us, the Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. To the best of our knowledge and as explained, the central government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Companies Act 2013.
- vii. a) As per information and explanations given to us, the company is generally 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, goods and service tax, cess and 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) According to the information and explanations given to us, there are no statutory dues referred to in sub-clause (a) as on the balance sheet date which have not been deposited on account of any dispute.
- viii. Based on our audit procedures and on the basis of information and explanations given to us by the management, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. a) According to the information and explanations given to us, the Company does not have any loans or other borrowings from any lender. Accordingly, reporting under clause 3(ix) of the Order is not applicable to the Company.



- b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- c) In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of term loans during the year and there has been no utilisation during the current year of the term loans obtained by the Company during any previous years. Accordingly, reporting under clause 3(ix)(c) of the Order is not applicable to the Company.
- d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis have, prima facie, been used for long-term purposes by the company.
- e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary.
- f) According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiary.
- x. a) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans during the year. Accordingly, the provisions of clause 3(x) of the Order are not applicable to the Company and hence not commented upon.
- b) The company has not made preferential allotment/private placement of shares or fully or partly or optionally convertible debentures during the year covered under the provisions of Section 42 and 62 of Companies Act 2013 during the year under review.
- xi. a) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the company and no material fraud on the Company has been noticed or reported during the year.
- b) We report that no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.
- xii. The Company is not a Nidhi company and therefore clause 3(xii) of the Order related to such companies is not applicable to the Company.
- xiii. According to information and explanations given to us, we are of the opinion that all related party transactions are in compliance with section 188 of Companies Act, 2013 as applicable. Necessary disclosures have been made in the financial statements as required by the applicable accounting standards. Further, Section 177 is not applicable to the Company.



- xiv. According to the information and explanations given to us, the Company is not required to have an internal audit system under section 138 of the Act and consequently, does not have an internal audit system. Accordingly, reporting under clause 3(xiv) of the Order is not applicable to the Company.
- xv. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- xvi. a) In our opinion, in view of its business activities, the Company is not required to be registered under Section 45IA of Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- b) The Company has not conducted any Non-Banking Financial or Housing Finance activities during the year without a valid Certificate of Registration (CoR) from the RBI as per the Reserve Bank of India Act, 1934.
- xvii. The company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year and accordingly clause 3(xviii) of the Order is not applicable.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- xx. The Company is not required to spend any amount on corporate social responsibility under section 135 of the Companies Act. Therefore, the provisions of clause 3(xx) of the Order are not applicable.
- xxi. The reporting under clause 3(xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report

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



Rajeev Ranjan

(RAJEEV RANJAN)
PARTNER
M No. 535395

PLACE : NEW DELHI
DATED : May 26, 2022
UDIN : 22535395AKOPXI7390

PSK Resorts & Hotels Private Limited
Balance Sheet as at March 31, 2022

	Note	March 31, 2022 Rs in lakhs	March 31, 2021 Rs in lakhs
ASSETS			
Non-current assets			
Financial assets	3		
-Investments		2,340.00	2,340.00
		<u>2,340.00</u>	<u>2,340.00</u>
Current assets			
Financial assets	4		
-Cash and Cash equivalents		1.40	1.79
Other current assets	5	0.10	0.10
		<u>1.50</u>	<u>1.89</u>
Total Assets		<u>2,341.50</u>	<u>2,341.89</u>
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	6	118.69	118.69
Other Equity	7	2,219.41	2,219.95
Total Equity		<u>2,338.10</u>	<u>2,338.64</u>
Liabilities			
Current liabilities			
Financial liabilities	8		
(i) Borrowings		3.00	3.00
(ii) Other current financial liabilities		0.40	0.25
		<u>3.40</u>	<u>3.25</u>
Total Liabilities		<u>3.40</u>	<u>3.25</u>
Total Equity and Liabilities		<u>2,341.50</u>	<u>2,341.89</u>
Summary of significant accounting policies	2.2		
The accompanying notes are an integral part of the financial statements.	1 to 17		

As per our report of even date

For APAS & Co. LLP

Firm Registration No. 000340C/C400308
Chartered Accountants

Rajeev Ranjan

Rajeev Ranjan
Partner
Membership No. 535395



Place : New Delhi
Date : May 26, 2022

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

Rajeev Janveja
Rajeev Janveja
Director
DIN: 07334001

Kapil Sharma
Kapil Sharma
Director
DIN: 00352890

PSK Resorts & Hotels Private Limited
Statement of Profit and Loss for the year ended March 31, 2022

	Note	March 31, 2022 Rs in lakhs	March 31, 2021 Rs in lakhs
Expenses			
Other expenses	9	0.54	0.43
Total expenses		0.54	0.43
Loss for the year			
		(0.54)	(0.43)
Other comprehensive income			
Items that will not be reclassified to profit or loss		-	-
Total Comprehensive loss for the year		(0.54)	(0.43)
Earnings per equity share:			
(1) Basic	10	(0.00)	(0.00)
(2) Diluted	10	(0.00)	(0.00)
Summary of significant accounting policies	2.2		
The accompanying notes are an integral part of the financial statements.	1 to 17		

As per our report of even date

For APAS & Co. LLP

Firm Registration No. 000340C/C400308

Chartered Accountants

Rajeev Ranjan

Rajeev Ranjan
Partner

Membership No. 535395



Place : New Delhi

Date : May 26, 2022

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

Rajeev Janyeya

Rajeev Janyeya
Director
DIN: 07334001

Kapil Sharma

Kapil Sharma
Director
DIN: 00352890

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 April 1, 2020

Changes in Equity share capital due to prior period errors

Restated balance at April 1, 2020

Issue of share capital

At March 31, 2021

Changes in Equity share capital due to prior period errors

Restated balance at March 31, 2021

Issue of share capital

At March 31, 2022

	No. of shares	Amount Rs in lakhs
At April 1, 2020	1,18,69,100	118.69
Changes in Equity share capital due to prior period errors	-	-
Restated balance at April 1, 2020	1,18,69,100	118.69
Issue of share capital	-	-
At March 31, 2021	1,18,69,100	118.69
Changes in Equity share capital due to prior period errors	-	-
Restated balance at March 31, 2021	1,18,69,100	118.69
Issue of share capital	-	-
At March 31, 2022	1,18,69,100	118.69

	Reserves and Surplus		Rs. In lakhs
	Securities Premium	Retained Earnings	Other equity
At April 1, 2020	2,253.31	(32.93)	2,220.38
Changes in accounting policy or prior period errors	-	-	-
Restated balance at April 1, 2020	2,253.31	(32.93)	2,220.38
Total Comprehensive loss for the year	-	(0.43)	(0.43)
At March 31, 2021	2,253.31	(33.36)	2,219.95
Changes in accounting policy or prior period errors	-	-	-
Restated balance at March 31, 2021	2,253.31	(33.36)	2,219.95
Total Comprehensive loss for the year	-	(0.54)	(0.54)
At March 31, 2022	2,253.31	(33.90)	2,219.41

Summary of significant accounting policies

2.2

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

1 to 17

As per our report of even date

For APAS & Co. LLP

Firm Registration No. 000340C/C400308

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

Rajeev Janveja
Director
DIN: 07534001

Kapil Sharma
Director
DIN: 00352890

Place : New Delhi

Date : May 26, 2022

PSK Resorts & Hotels Private Limited
Cash flow statement for the year ended March 31, 2022

	For the year ended March 31, 2022 Rs. In lakhs	For the year ended March 31, 2021 Rs. In lakhs
Cash used in operating activities		
Loss before tax	(0.54)	(0.43)
Operating profit before working capital changes:	(0.54)	(0.43)
Change in liabilities and provisions	0.14	0.18
Cash used in Operations	(0.40)	(0.27)
Net cash used in operating activities (A)	(0.40)	(0.27)
Cash flows used in investing activities		
Net Cash flow used in investing activities (B)	-	-
Cash flows from financing activities		
Proceeds from short term borrowings	-	2.00
Net Cash from financing activities (C)	-	2.00
Net (decrease)/increase in cash and cash equivalents (A+B+C)	(0.40)	1.73
Cash and cash equivalents at the beginning of the year	1.79	0.06
Cash and cash equivalents at the end of the year	1.40	1.79
Components of cash and cash equivalents		
Cash on Hand	0.02	0.02
Balances with Scheduled Banks in - Current accounts	1.38	1.77
Total cash and cash equivalents	1.40	1.79

Summary of significant accounting policies

2.2

The accompanying notes are an integral part of the financial statements. 1 to 17

As per our report of even date

For APAS & Co. LLP

Firm Registration No. 000340C/C400308

Chartered Accountants

Rajeev Ranjan

Partner

Membership No. 535395

Place : New Delhi

Date : May 26, 2022



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

Rajeev Janveja

Director

DIN: 07334001

Kapil Sharma

Director

DIN: 00352890

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 Asset No. 6, Aerocity Hospitality District, New Delhi-110037.

The financial statements were authorised for issue in accordance with a resolution of the directors on May 26, 2022.

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/ amortized 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 realized or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realized 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 realization 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, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

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

Taxes

(c)

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 recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized 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, 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 recognized 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 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 utilized. Unrecognized 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, 2022

3 Financial assets	As at March 31, 2022 Rs in lakhs	As at March 31, 2021 Rs in lakhs
Investments		
Investments in Equity Instruments of Subsidiary company		
5,142,852 (31 March 2021:- 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	2,340.00	2,340.00
	<u>2,340.00</u>	<u>2,340.00</u>
4 Financial assets	As at March 31, 2022 Rs in lakhs	As at March 31, 2021 Rs in lakhs
Cash and cash equivalents		
Balance with banks		
On cash credit accounts	1.38	1.77
Cash on hand	0.02	0.02
	<u>1.40</u>	<u>1.79</u>
5 Other current assets	As at March 31, 2022 Rs in lakhs	As at March 31, 2021 Rs in lakhs
Security deposits	0.10	0.10
Total	<u>0.10</u>	<u>0.10</u>



6 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 April 1, 2020	1,20,00,000	120.00	50,000	50.00
Increase/(decrease) during the year	-	-	-	-
At March 31, 2021	1,20,00,000	120.00	50,000	50.00
Increase/(decrease) during the year	-	-	-	-
At March 31, 2022	1,20,00,000	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 April 1, 2020	1,18,69,100	118.69
Increase/(decrease) during the year	-	-
At March 31, 2021	1,18,69,100	118.69
Increase/(decrease) during the year	-	-
At March 31, 2022	1,18,69,100	118.69

* read with note number 16(A) for promotor details

Shares held by holding company

	As at March 31, 2022		As at March 31, 2021	
	No. of shares	Rs in lakhs	No. of shares	Rs in lakhs
Equity shares of Re. 1 each fully paid up Lenton Tree Hotels Limited	1,18,69,100	118.69	1,18,69,100	118.69

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

	As at March 31, 2022		As at March 31, 2021	
	No. of shares	% held	No. of shares	% held
Equity shares of Re. 1 each fully paid up Lenton Tree Hotels Limited	1,18,69,100	100.00%	1,18,69,100	100.00%

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

7 Other equity

Securities Premium

	Rs in lakhs
At April 1, 2020	2,253.31
Increase/(decrease) during the year	-
At March 31, 2021	2,253.31
Increase/(decrease) during the year	-
At March 31, 2022	2,253.31

Retained Earnings

	Rs in lakhs
At April 1, 2020	(32.91)
Profit/(loss) for the year	(0.43)
At March 31, 2021	(33.36)
Profit/(loss) for the year	(0.54)
At March 31, 2022	(33.90)

Other reserves
Securities Premium
Retained Earnings



	As At March 31, 2022	As At March 31, 2021
	Rs in lakhs	Rs in lakhs
Securities Premium	2,253.31	2,253.31
Retained Earnings	(33.90)	(33.36)
	2,219.41	2,219.95

PSK Resorts & Hotels Private Limited
Notes to financial statements for the year ended March 31, 2022

8 Financial liabilities	As at March 31, 2022 Rs. in lakhs	As at March 31, 2021 Rs in lakhs
(i) Short term borrowings		
Loan from related parties		
0% loan from Lemon Tree Hotels Limited repayable on demand	3.00	3.00
	<u>3.00</u>	<u>3.00</u>
	As at March 31, 2022 Rs. in lakhs	As at March 31, 2021 Rs in lakhs
(ii) Other current financial liabilities		
Outstanding dues of other creditors	0.40	0.25
	<u>0.40</u>	<u>0.25</u>

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9 Other expenses

	For the year ended March 31, 2022 Rs in lakhs	For the year ended March 31, 2021 Rs in lakhs
Rates and taxes	0.04	0.02
Legal and professional fees	0.41	0.31
Payment to auditors	0.09	0.09
Total	0.54	0.43
<u>Payment to auditor</u>		
As auditor	0.09	0.09
	0.09	0.09

10 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, 2022	For the year ended March 31, 2021
Loss attributable to equity holders (for basic and diluted) (Rs in lakhs)	(0.54)	(0.43)
Weighted Average Number of Equity Shares (for basic and diluted)*	1,18,69,100	1,18,69,100
Basic & Diluted EPS	(0.00)	(0.00)

* 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.

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11. 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.

Management believes that it has taken into account all the possible impact of known events arising from COVID- 19 pandemic in the preparation of above financial results. The associated economic impact of the pandemic is highly dependent on variables that are difficult to predict. The impact assessment of COVID 19 is a continuing process given the uncertainties associated with its nature and duration and actual results may differ materially from these estimates. The Company will continue to monitor any material changes to future economic conditions and any significant impact of these changes would be recognized in the financial statements as and when these material changes to economic conditions arise



12. Commitments and contingencies

Commitments

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

At March 31, 2022, the Company had commitments of Rs. Nil (March 31, 2021: Nil)

Contingent liabilities

At March 31, 2022, the Company had contingent liability of Rs. Nil (March 31, 2021: Nil)

13. 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. Pushpinder Kumar (Director from November 9, 2020 till April 23, 2021) -Mr. Rajeev Janveja (Director w.e.f April 23, 2021)

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
Loan Taken		
Lemon Tree Hotels Limited	31-Mar-22	-
	31-Mar-21	3.00
Balance Outstanding as at year end	31-Mar-22	3.00
	31-Mar-21	3.00

Commitments with related parties

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



14. 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.
15. There is no unhedged foreign currency exposure as at the balance sheet date.
16. Supplementary information as per requirement of Schedule III of the Companies Act.

A) Detail of shareholding of promoters of the company

As at March 31, 2022

S.No.	Promoter Name	Number of shares at the beginning of the year 2021	% of total Share Capital	Change during the year*	Number of shares at the end of the year 2022	Percentage of Total shares	% change during the year
1	Lemon Tree Hotels Limited	11,869,100	100%	-	11,869,100	100%	-

As at March 31, 2021

S.No.	Promoter Name	Number of shares at the beginning of the year 2020	% of total Share Capital	Change during the year*	Number of shares at the end of the year 2021	Percentage of Total shares	% change during the year
1	Lemon Tree Hotels Limited	11,869,100	100%	-	11,869,100	100%	-



B) Ratio Analysis and its elements

S.No.	Ratio	Numerator	Denominator	March 2022	March 2021	% Variance	Reason for variance
1	Current Ratio	current Asset	Current liabilities	0.44	0.58	(24.02%)	Decrease is due to increase in other payables in current year
2	Debt Equity Ratio	Total Debt	Shareholder equity	0.001	0.001	-	NA
3	Debt service coverage Ratio	Earnings available for debt service	debt service	NA	NA	NA	NA
4	Return on Equity	Net profit after taxes	Average shareholders equity	(0.02%)	(0.02%)	27.05%	Increase in expense as compared to previous year
5	Inventory Turnover Ratio	Cost of Good Sold	Average Inventory	NA	NA	NA	NA
6	Trade Receivable turnover Ratio	Net credit sales	Avg. accounts receivable	NA	NA	NA	NA
7	Trade Payables turnover Ratio	Net credit purchase(F&B & Liquor wine)	Average Trade Payable	NA	NA	NA	NA
8	Net capital Turnover Ratio	Net Sales	Working capital	NA	NA	NA	NA
9	Net Profit Ratio	Net Profit	Net sales	NA	NA	NA	NA
10	Return on capital employed	EBIT	Capital employed	(0.02%)	(0.02%)	-	-
11	Return on investment	Income generated from investments(Fixed Deposits)	Average invested funds in treasury investments	NA	NA	NA	NA

- (i) Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.
- (ii) Debt Service = Interest & Lease Payments + Principal Repayments.
- (iii) Capital Employed = Net worth+ Total Debt + Deferred Tax Liability - Net Intangible assets

C) Other Statutory Information

- (i). The Company have not traded or invested in Crypto currency or Virtual currency during the financial year.



- (ii). The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- (iii). The Company do not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property
- (iv). The company do not have any transaction with companies struck off.
- (v). The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (vi). The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- (vii). During the year, the company has not entered into any scheme of arrangements in terms of section 230 to 237 of the Companies Act, 2013 and accordingly, the prescribed disclosures of Schedule III are not required to be given.
- (viii) The Company is not required to spend towards Corporate Social Responsibility (CSR) as per Section 135 of the Companies Act, 2013, since there is no average profit in the last 3 years calculated as per the provisions of the Act
- (ix). The Company have not given advance or loan or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or,
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
17. Previous period's figures have been regrouped/reclassified wherever necessary to correspond with the current period's classification/disclosure.

As per our report of even date

For APAS & Co. LLP
Firm Registration No. 000340C/C400308
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**

Rajeev Janveja

Rajeev Janveja
Director
DIN: 07334001

Kapil Sharma

Kapil Sharma
Director
DIN: 00352890

Place : New Delhi
Date : May 26, 2022