Grand Continent Hotels Private Limited

NOTICE

NOTICE is hereby given that the 11th Annual General Meeting of the Members of GRAND CONTINENT HOTELS PRIVATE LIMITED will be held at a shorter notice on Friday, 30 September 2022 at 2:30 PM at OLD NO.23 NEW NO.51 ELDAMS ROAD, ALWARPET CHENNAI TN 600018 IN to transact the following business:

<u>ORDINARY BUSINESS:</u>

1. To receive, consider and adopt the audited Financial Statements of the company for the period ended 31st March 2022 together with Report of the Board of Directors and Auditors thereon.
2. To fix the remuneration of the Auditor for the financial year 2022-2023

By Order of the Board of Directors
For GRAND CONTINENT HOTELS PRIVATE LIMITED

For GRAND CONTINENT HOTELS PVT. LTD.

Director

RAMESH SIVA
(DIRECTOR)
DIN: 02449456
Date: 29/09/2022
Place: Chennai

Board's Report

To
The Members of
GRAND CONTINENT HOTELS PRIVATE LIMITED

Your directors have pleasure in presenting the 11th Annual Report of your Company together with the Audited Statement of Accounts and the Auditors' Report of your company for the financial year ended 31st March 2022

1. Financial Highlights

The financial performance of your company for the year ending March 31, 2022, is summarized below:

(Amount in Rupees)

Particulars	2020-21	2021-22
Revenue from Operations	2,82,51,157	5,83,87,714
Other Income	3,96,539	3,573
Profit before Interest and Depreciation and Tax	70,67,285	2,26,74,954
Finance Cost	1,86,76,223	3,07,53,465
Depreciation	52,78,652	97,82,640
Net Profit before Tax	(1,68,87,589)	(1,78,61,151)
Tax Expense	0	0
Deferred Tax	56,62,113	(84,78,486)
Net Profit after Tax	(2,25,49,702)	(93,82,665)

2. State of company's affairs and future outlook

The Company has earned Turnover during the financial year. The Board is taking the necessary steps to improve the performance of the Company and to have better working results in the coming years.

3. **Transfer to reserves in terms of section 134 (3) (j) of the Companies Act, 2013**

Company has transferred entire Loss to the Reserves in terms of Section 134(3)(J) of the Companies Act, 2013.

4. **Dividend**

The Board of Directors of the Company, after considering holistically the relevant circumstances has not recommended any dividend for the current financial year with a view to conserve the profits generated.

5. **Change in Nature of Business**

During the period under review the Company has not changed its line of business in such a way which amounts to commencement of any new business or discontinuance, sale or disposal of any of its existing businesses or hiving off any segment or division.

6. **Material changes and commitments**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report

7. **Share Capital**

There has been no change in the share capital of the company during the year under review.

8. **Transfer of unclaimed dividend to Investor Education and Protection Fund**

There was no unclaimed/unpaid dividend, application money, debenture interest and interest on deposits as well as the principal amount of debentures and deposits, remaining unclaimed/ unpaid in relation to the Company hence the Company is not required to transfer any amount to Investor Education and Protection Fund (IEPF).

9. **Particulars of Loans, Guarantees and Investments**

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

10. **Information about Subsidiary/ JV/ Associate Company**

Company does not have any Subsidiary, Joint venture or Associate Company.

11. **Deposits**

During the year under review, your Company has not invited any deposits from public/shareholders as per Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014.

12. **Disclosure relating to the provision of Section 73 of Companies Act,2013 read with rule (2) (1)(c)(viii) of The Companies (Acceptance of Deposit) Rules 2014.**

During the year the company has accepted borrowings from its Directors and his/their relatives, the detail of the same is as under:

13. **Related Party Transactions**

The details of related party transactions are attached in form AOC-2

14. **Directors and Key Managerial Personnel**

There has been no Change in the constitution of Board during the year.

Composition of board of directors as on 31-03-2022 is as following:

S.No.	Name	Designation	DIN	Date of Appointment
1	RAMESH SIVA	Director	02449456	11/11/2011
2	VITTAL VIDYARAMESH	Director	02127241	11/11/2011
3	DEEPTHI SHIVA	Director	08416405	13/03/2019

15. **Declaration by Independent Directors**

The provision of section 149(6) relating to Independent Directors is not applicable on the company.

16. **Number of Meeting of Board of Directors**

During the Financial Year the Company held 4 board meetings of the Board of Directors as per Section 173 of Companies Act, 2013 which is summarized below. The provisions of Companies Act, 2013 were adhered to while considering the time gap between two meetings.

S.No.	Date of Meeting	Board Strength	No. of Directors Present
1	25/04/2021	3	3
2	18/08/2021	3	3
3	26/11/2021	3	3
4	20/03/2022	3	3

17.**Composition of Audit Committee**

As per the provision of Section 177 along with rules prescribed under the Companies Act, 2013, the company is not required to constitute Audit Committee.

18. **Nomination And Remuneration Committee**

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

19. **Board Evaluation**

The provision of section 134(3) (p) relating to board evaluation is not applicable on the company.

20. **Directors Responsibility Statement**

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

(a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

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

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

(d) The directors had prepared the annual accounts on a going concern basis; and

(e) Company being unlisted sub clause (e) of section 134(5) is not applicable.

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

21. **Internal control systems and their adequacy**

The Companies Act, 2013 re-emphasizes the need for an effective Internal Financial Control system in the Company. The system should be designed and operated effectively. Rule 8(5) (viii) of Companies (Accounts) Rules, 2014 requires the information regarding adequacy of Internal Financial Controls with reference to the financial statements to be disclosed in the Board`s report. To ensure effective Internal Financial Controls the Company has laid down the following measures:

All operations are executed through Standard Operating Procedures (SOPs) in all functional activities for which key manuals have been put in place. The manuals are updated and validated periodically.

All legal and statutory compliances are ensured on a monthly basis. Non-compliance, if any, is seriously taken by the management and corrective actions are taken immediately. Any amendment is regularly updated by internal as well as external agencies in the system.

Approval of all transactions is ensured through a preapproved Delegation of Authority Schedule which is reviewed periodically by the management.

The Company follows a robust internal audit process. Transaction audits are conducted regularly to ensure accuracy of financial reporting, safeguard and protection of all the assets. Fixed Asset verification of assets is done on an annual basis. The audit reports for the above audits are compiled and submitted to Managing Director and Board of Directors for review and necessary action.

22. **Annual Return**

In compliance to provisions of section 134 (3) (a) of the Companies Act 2013 copy of the Annual Return referred to in sub section (3) of Section 92 of the Act as prepared in Form No. MGT 7 and will be submitted to Registrar of Companies.

23. **Corporate Social Responsibilities (CSR)**

The company does not meet the criteria of Section 135 of Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 so there is no requirement to constitution of Corporate Social Responsibility Committee.

24. **Energy conservation, technology absorption & Foreign Exchange Earnings and Outgo220.**

(A) Conservation of energy:

Steps taken / impact on conservation of energy, with special reference to the following:

(i) Steps taken or impact on conservation of energy: Not Applicable.

(ii) Steps taken by the company for utilizing alternate sources of energy including waste generated: Not Applicable.

(iii) Capital investment on energy conservation equipment: Nil

(B) Technology absorption:

(i) Efforts, in brief, made towards technology absorption: Nil

(ii) Benefits derived as a result of the above efforts, e.g., product improvement, cost reduction, product development, import substitution, etc.: Nil

(iii) In case of imported technology (imported during the last 3 years reckoned from the beginning of the financial year), following information may be furnished: Nil

(a) Details of technology imported: N.A.

(b) Year of import: N.A.

(c) Whether the technology been fully absorbed: N.A.

(d) If not fully absorbed, areas where absorption has not taken place, and the reasons therefore: N.A.

(iv) The expenditure incurred on Research and Development: N.A.

(C) Foreign exchange earnings and Outgo

(Amount in Rupees)

Particulars	**Current Year**
FOB Value of Export	0
CIF Value of Import	0

Expenditure on Store and Spares	0
Expenditure on Foreign Travel	0
Other	0

25. **Business Risk Management**

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

26. **Significant and Material Orders Passed By The Regulators Or Courts**

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

27.**Auditors:**

♦ **Statutory Auditors & their Report**

M/s K. SRIRANGARAJAN & ASSOCIATES, Chartered Accountants (Firm Registration Number 004067S) was appointed as statutory auditors of the company to hold office till the conclusion of the Annual General Meeting to be held for the financial year 2024.

Company has received certificate from the Auditors to the effect they are not disqualified to continue as statutory auditors under the provisions of applicable laws.

There are no observations (including any qualification, reservation, adverse remark or disclaimer) of the Auditors in their Audit Report that may call for any explanation from the Directors. Further, the notes to accounts referred to in the Auditor`s Report are self-explanatory.

.♦ **Cost Auditor**

The Cost Audit in pursuant to section 148 of the Companies Act, 2013 read with Companies (Cost Records and Audit) Rules, 2014 is not applicable on the company.

♦ **Secretarial Auditor**

The Secretarial Audit is not applicable on the company as it is not covered under the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

28. **Statement regarding compliances of applicable Secretarial Standards**

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

29. **Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013**

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013.

Further the Company was committed to provide a safe and conducive work environment to its employees during the year under review. Your Directors further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

30. **Vigil Mechanism / Whistle Blower Policy**

The Provisions of Vigil Mechanism under Section 177(9) and (10) of the Companies Act, 2013 are not applicable to the company.

31. **Fraud Reporting**

During the year under review, Auditors of the company have not reported any instances of frauds committed in the Company by its Officers or Employees to the Audit Committee under section 143(12) of the Companies Act, 2013, details of which needs to be mentioned in this Report.

32. **Acknowledgement**

Your Directors wish to express their grateful appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Vendors and Shareholders during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed service of the Executives, staff and Workers of the Company.

33. **Cautionary Statement**

The statements contained in the Board's Report contain certain statements relating to the future and therefore are forward looking within the meaning of applicable laws and regulations.

Various factors such as economic conditions, changes in government regulations, tax regime, other statues, market forces and other associated and incidental factors may however lead to variation in actual results.

33. **Credit Rating of Securities**

The Company has not obtained any credit rating of its securities.

34. **Details of Corporate Insolvency Resolution Process Initiated Under the Insolvency and Bankruptcy Code, 2016 (IBC)**

No corporate insolvency resolution process is initiated against your Company under Insolvency and Bankruptcy Code, 2016 (IBC).

35. **Details of Failure to Implement any Corporate Action :**

During the year the Company has not failed to execute any corporate action.

For & on behalf of the Board of Directors
GRAND CONTINENT HOTELS PRIVATE LIMITED

For GRAND CONTINENT HOTELS PVT. LTD.
Director

For GRAND CONTINENT HOTELS PVT. LTD.
Director

RAMESH SIVA
DIN: 02449456
Director

VITTAL VIDYARAMESH
DIN: 02127241
Director

Date: 29-09-2022
Place: Chennai

K. SRIRANGARAJAN
& ASSOCIATES
Chartered Accountants

No.47, RAR MANSION, II Floor
1st Main Road, Royan Circle
Chamarajpet, Bengaluru - 560 018
Ph. : 080-41900118, 98453-90780
Email : ksrirangarajan@gmail.com

Independent Auditor's Report

To the Members of M/s. Grand Continent Hotels Private Limited

Report on the standalone Financial Statements

Opinion

We have audited the accompanying Standalone financial statements of **M/s. Grand Continent Hotels Private Limited ("*the Company*")** which comprises the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss for the year ended, the cash flow statement and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and *loss* 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 Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Board of Director's 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 do 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 and in doing so, consider whether the other information is materially inconsistent with the financial statement, 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.

K. SRIRANGARAJAN & ASSOCIATES
BANGALORE
M. No. 026104
FR No. 004067S
CHARTERED ACCOUNTANTS

Responsibility of Management and those charged with governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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. Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

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

- Identify and assess the risks of material misstatement of the 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.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- 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 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.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

K. SRIRANGARAJAN & ASSOCIATES
BANGALORE
M. No. 026104
FR No. 004087S
CHARTERED ACCOUNTANTS

Report on Other Legal and Regulatory Requirements

This report does not contain a statement on the matters specified in paragraphs 3 and 4 of 'The Companies (Auditor's Report) Order, 2020' issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act as, in our opinion and according to the information and explanations given to us, the Order is not applicable in the case of the Company.

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 and the Statement of Profit and Loss and the Cash flow statement dealt with by this Report are in agreement with the books of account.

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

e) On the basis of the written representations received from the directors 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.

f) With reference to the notification no. G.S.R. 583(E) dated 13th June, 2017 reporting requirements on Internal Financial Control will not be applicable to this company.

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

   i. The Company does not have any pending litigations which would impact its financial position.

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

   iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

The provisions of Section 197 read with Schedule V to the Act are applicable only to Public Companies. Accordingly, reporting under Section 197(16) of the Act is not applicable to the Company.

For K Srirangarajan & Associates
Chartered Accountants
(Firm Registration No: 004067S)

BANGALORE
M. No. 026104
FR No. 004067S

K Srirangarajan
Proprietor
M No: 026104

Place: Bangalore
Date: 29-09-2022
UDIN: **22026104BDNGEC4497**

GRAND CONTINENT HOTELS PRIVATE LIMITED
Statement Of Total Income

	Assessment Year	2022-23
	Previous Year	2021-22
		(Amount in Rs)

PARTICULARS		Rs	Rs	
INCOME FROM BUSINESS				
Net Profit As Per Profit And Loss Account			(1,78,61,151)	
Add:				
Depreciation Considered Separately		97,82,640		
Forex		1,28,134		
Provision for Gratuity		-		
Disallowances of expenditure u/s 36 - Delay in payment of PF		79,600		May month PF delay payment
Disallowance for non-deduction of TDS		2,21,399		
Income Tax		-		
Interest on late payment of TDS		-	1,02,11,773	
			(76,49,378)	
Less:				
Depreciation As Per Income Tax Rules		-		
Profit on sale of FA		-		
Preliminary Expenses- 35D		-	-	
Gross Taxable Income			(76,49,378)	
Taxble Income Rouded Off			(76,49,378)	
Less: Brought forward losses			-	
Balance loss to be carried forward			(76,49,378)	
TAX PAYABLE UNDER NORMAL PROVISIONS				
Tax payable @	22.0%		-	
Surcharge	10.0%		-	
Education Cess @	4.0%		-	
Total tax payable [A]			-	
TAX PAYABLE (Higher of [A] or [B])			-	
Less: TDS / Advance tax paid			1,65,61,155	
BALANCE PAYABLE/ (Refund Due)			(1,65,61,155)	
Interest Payable				
Add: Interest U/S 234B			-	
Add: Interest U/S 234C			-	
TAX PAYABLE			(1,65,61,155)	

	12%	36%	75%	100%	
Interest calculation as per 234C	**15-06-2021**	**15-09-2021**	**15-12-2021**	**15-03-2022**	**Interest**
Net Profit before tax	(76,49,378)	(76,49,378)	(76,49,378)	(76,49,378)	
Less: TDS	11,155	11,155	11,155	11,155	
Tax payable	(11,155)	(11,155)	(11,155)	(11,155)	
Advance tax %	15	45	75	100	
Minimum advance tax %	12	36	75	100	
Advance tax amount Payable	(1,673)	(5,020)	(8,366)	(11,155)	
TDS/Advance tax	15,00,000	51,00,000	1,15,50,000	1,65,50,000	
Balance tax payable	(15,01,673)	(51,05,020)	(1,15,58,366)	(1,65,61,155)	
	-	-	-	-	-

Interest calculation as per 234B	**Amount**
Tax amount	-
90% of tax amount	-
Actually paid	1,65,61,155
Shortfall	**-1,65,61,155**
Interest thereon @1% p.m.	-

For GRAND CONTINENT HOTELS PVT. LTD.

Director

For GRAND CONTINENT HOTELS PVT. LTD.

GRAND CONTINENT HOTELS PRIVATE LIMITED
Old no.23, New no.51, Eldams Road, Alwarpet, Chennai, TN 600018 IN
CIN: U55101TN2011PTC083100

Balance sheet as at

	Particulars	Note No.	31 March 2022		31 March 2021	
I.	**EQUITY AND LIABILITIES**					
1	**Shareholders' Funds**					
	(a) Share Capital	3	1,01,00,000		1,01,00,000	
	(b) Reserves and Surplus	4	(2,78,74,798)		(1,84,92,133)	
	(c) Money Received Against Share Warrants		-	(1,77,74,798)	-	(83,92,133)
2	**Non-Current Liabilities**					
	(a) Long-Term Borrowings	5	34,72,33,828		31,37,04,484	
	(b) Deferred Tax Liabilities (Net)	6	-		84,78,486	
	(c) Other Long-Term Liabilities	7	-	34,72,33,828	14,00,008	32,35,82,978
3	**Current Liabilities**					
	(a) Trade Payables	8	35,26,597		93,17,781	
	(b) Other Current Liabilities	9	52,50,806		28,82,245	
	(c) Short term provisions	10	40,000	88,17,403	40,000	1,22,40,026
	Total			33,82,76,433		32,74,30,871
II.	**ASSETS**					
1	**Non-Current Assets**					
	(a) Property plant and equipment and Intangible assets					
	(i) Property, Plant and Equipment	11	27,50,07,577		27,74,75,376	
	(b) Long-Term Loans and Advances	12	2,20,25,000	29,70,32,577	1,51,72,470	29,26,47,846
2	**Current Assets**					
	(a) Trade receivables	13	1,99,30,049		1,45,20,503	
	(b) Cash and Cash Equivalents	14	42,18,179		11,95,647	
	(c) Short-Term Loans and Advances	15	1,57,90,628		1,90,66,875	
	(d) Other Current Assets	16	13,05,000	4,12,43,856	-	3,47,83,025
	Total			33,82,76,433		32,74,30,871
	Contingent Liabilities and Commitments					
	Significant Accounting Policies	2				

The Notes referred to above form an integral part of the Financial Statement

As per our report of even date attached
for K Srirangarajan & Associates
Chartered Accountants
ICAI FRN: 000067S

K Srirangarajan
Proprietor
Membership No: 026104
Place: Bangalore
Date: 29-09-2022

For and on behalf of the Board of Directors

For GRAND CONTINENT HOTELS PVT. LTD.
Director
Vittal Vidyaramesh
Director
DIN: 02127241
Place: Bangalore
Date: 29-09-2022

For GRAND CONTINENT HOTELS PVT. LTD.
Director
Ramesh Shiva
Director
DIN: 02449456
Place: Bangalore
Date: 29-09-2022

GRAND CONTINENT HOTELS PRIVATE LIMITED

Old no.23, New no.51, Eldams Road, Alwarpet, Chennai, TN 600018 IN

CIN: U55101TN2011PTC083100

Statement of Profit & Loss for the year ended

	Particulars	Note No.	1st April 2021 to 31st March 2022	1st April 2020 to 31st March 2021
I	**Revenue from Operations**	17	5,83,87,714	2,82,51,157
II	**Other Income**	18	3,573	3,96,539
III	**TOTAL REVENUE (I + II)**		**5,83,91,287**	**2,86,47,696**
IV	**EXPENSES**			
	Employee Benefit Expenses	19	1,08,30,662	56,66,153
	Finance Costs	20	3,07,53,465	1,86,76,223
	Depreciation and Amortization Expenses	21	97,82,640	52,78,652
	Other Expenses	22	2,48,85,671	1,59,14,258
	TOTAL EXPENSES		**7,62,52,438**	**4,55,35,285**
V	**Profit before Exceptional and Extraordinary Items and Tax (III-IV)**		**(1,78,61,151)**	**(1,68,87,589)**
VI	Exceptional Items		-	-
VII	**Profit before Extraordinary Items and Tax**		**(1,78,61,151)**	**(1,68,87,589)**
VIII	Extraordinary Items			-
IX	**Profit Before Tax**		**(1,78,61,151)**	**(1,68,87,589)**
X	**Tax Expense**		**(84,78,486)**	**56,62,113**
	Current Tax		-	-
	Deferred Tax		(84,78,486)	56,62,113
	Prior Years Tax Changes		-	-
XI	**Profit/(Loss) for the period from Continuing Operations(IX-X)**		**(93,82,665)**	**(2,25,49,702)**
XII	Profit/(Loss) from Discontinuing Operations		-	-
XIII	Tax Expense of Discontinuing Operations		-	-
XIV	**Profit/(Loss) from Discontinuing Operations (after tax)(XII-XIII)**		-	-
XV	**Profit(Loss) for the Period(XI+XIV)**		**(93,82,665)**	**(2,25,49,702)**
XVI	**Earnings per Equity Share**	23		
	-Basic		(9.29)	(22.33)
	-Diluted		(9.29)	(22.33)

The Notes referred to above form an integral part of the Financial Statement

As per our report of even date attached
for K Srirangarajan & Associates
Chartered Accountants
ICAI FRN: 004067S

K Srirangarajan
Proprietor
Membership No: 026104
Place: Bangalore
Date: 29-09-2022

For and on behalf of the Board of Directors

For GRAND CONTINENT HOTELS PVT. LTD.
Director

Vittal Vidyaramesh
Director
DIN: 02127241
Place: Bangalore
Date: 29-09-2022

For GRAND CONTINENT HOTELS PVT. LTD.
Director

Ramesh Shiva
Director
DIN: 02449456
Place: Bangalore
Date: 29-09-2022

GRAND CONTINENT HOTELS PRIVATE LIMITED
Old no.23, New no.51, Eldams Road, Alwarpet, Chennai, TN 600018 IN
CIN: U55101TN2011PTC083100

Cash Flow Statement for the year ended

Particulars	1st April 2021 to 31st March 2022	1st April 2020 to 31st March 2021
Cash Flow from Operating activities:		
Operating Profit before Working capital Changes	(93,82,665)	(2,25,49,702)
Adjustments For:		
Depreciation	######### #######	52,78,652
Deferred Tax	(84,78,486)	56,62,113
Finance cost	3,04,68,610	1,86,76,223
Profit on sale of fixed asset	-	(1,25,575)
Trade & Other Receivables	(1,02,90,828)	(1,18,46,739)
Trade & Other Payables	(48,22,631)	(40,51,376)
Cash Flow From Operating Activities	**72,76,640**	**(89,56,405)**
Cash Flow From Before Extraordinary Items	**72,76,640**	**(89,56,405)**
Extra ordinary items:		-
Net Cash Flow From Operating Activities(A)	**72,76,640**	**(89,56,405)**
Cash Flow From Investing Activities:		
Investment in Fixed Asset including capital work-in-progress	(73,14,842)	(3,80,58,942)
Sale of Fixed Asset	-	42,00,000
Net Cash Flow From Investing Activities (B)	**(73,14,842)**	**(3,38,58,942)**
Cash Flow From Financing Activities		
Increase in equity Share Capital	-	1,00,00,000
Amounts borrowed during the year	3,35,29,343	6,75,82,768
Repayment of Security Deposits	-	(2,64,65,768)
Interest on loan	(3,04,68,610)	(1,86,76,223)
Net Cash From Financing Activities (C)	**30,60,733**	**3,24,40,777**
Net Increase/Decrease in Cash & Cash Equivalents (A+B+C)	**30,22,532**	**(1,03,74,569)**
Opening Cash & Cash Equivalents as at 1st April	**11,95,647**	**1,15,70,217**
Closing Cash and Cash Equivalents as at 31st March	**42,18,179**	**11,95,647**

Note: This cash flow statement is prepared in indirect method, as set out in para 18b of AS-3, companies (Accounting Standard) rules 2006

As per our report of even date attached
for K Srirangarajan & Associates
Chartered Accountants
ICAI FRN: 004067S

K Srirangarajan
Proprietor
Membership No: 026104
Place: Bangalore
Date: 29-09-2022

For and on behalf of the Board of Directors

For GRAND CONTINENT HOTELS PVT. LTD.
Director

Vittal Vidyaramesh
Director
DIN: 02127241
Place: Bangalore
Date: 29-09-2022

For GRAND CONTINENT HOTELS PVT. LTD.
Director

Ramesh Shiva
Director
DIN: 02449456
Place: Bangalore
Date: 29-09-2022

GRAND CONTINENT HOTELS PRIVATE LIMITED
Old no.23, New no.51, Eldams Road, Alwarpet, Chennai, TN 600018 IN
CIN: U55101TN2011PTC083100

1 Signinifacnt Accounting Policies and Notes to the financial statement

I Significant Accounting Policies

a) Basis of Accounting

The financial statements are prepared under the historical cost convention, in accordance with the provisions of the Companies Act, 2013 and the Companies (Accounting Standards) Rules, 2006 as adopted consistently by the company. All income and expenditure having a material bearing on the financial statements are recognised on accrual basis.

b) Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires that the management makes estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of financial statements and results of operations during the reporting period end. Although these estimates are based on management's best knowledge of current events and actionns, actual results could differ from these estimates.

c) Revenue Recognition

Revenue is recognized only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations includes sale of goods, services, and sales during trial run period, adjusted for discounts (net).

d) Property, Plant and Equipment (PPE)

Property, Plant and Equipment assets are stated at cost less accumulated depreciation and impairment losses. The cost of Property, Plant and Equipment assets comprises its purchase price and any other cost attributable to bringing such assets to its working condition and intended use.

Borrowing costs directly attributable to acquisition of those assets which necessarily take a substantial period of time to get ready for their intended use are capitalised.

Advances paid towards the acquisition of Property, Plant and Equipment assets outstanding at each balance sheet date and the cost of those assets not ready for their intended use before such date are disclosed as capital work-in-progress. Expenditure directly relating to expansion is capitalised only if it increases the life or functionality of an asset beyond its original standard of performance.

e) Intagible Assets

The Company does not have any intangible asset during the current year.

f) Depreciation

Depreciation is provided on Straight Line Method (SLM) on a pro-rata basis from the date on which the asset is put to use based on the estimated useful life of the asset and as per the Company Law, as determined by the management.

Class of asset		Estimated Useful Life
1	Building	30
2	Plant and Machinery	15
3	Electrical Installations	10
4	Furniture and Fixtures	8
5	Vehicles	8

For GRAND CONTINENT HOTELS PVT. LTD.
Director

For GRAND CONTINENT HOTELS PVT. LTD.
Director

GRAND CONTINENT HOTELS PRIVATE LIMITED
Old no.23, New no.51, Eldams Road, Alwarpet, Chennai, TN 600018 IN
CIN: U55101TN2011PTC083100

Signinifacent Accounting Policies (Continued)

g) Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Profit and Loss Account. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount, subject to a maximum of depreciated historical cost.

h) Leases

Lease where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases. Operating lease payments are recognised as an expense in the Profit and Loss Account.

i) Employee Benefits

(i) Short Term Employee benefits

All employees' benefits payable wholly within 12 months of rendering service are classified as short term employees' benefits. Benefits such as salaries, performance bonus and short term compensated absences etc. and the expected cost of bonus /ex-gratia are recognised in the period in which the employee renders the related services.

(ii) Gratuity

The provisions of Payment of Gratuity act, 1972 is not applicable to the company, as there are no eligible employees under the act. Accordingly, no provisions for gratuity payable is made.

j) Income taxes

(i) Current tax

Current tax is the amount of income tax determined to be payable in respect of taxable income as computed under the tax laws. The losses incurred in the current year , hence the current tax has not been provided.

(ii) Deferred tax

Deferred tax is recognised, subject to the consideration of prudence in respect of deferred tax asset, on timing differences, being the timing differences between taxable income and accounting income that originate in one period and are capable of being reversed in one or more subsequent periods. In view of continuous loss incurred by the company, the deferred tax asset has not been recognised

For GRAND CONTINENT HOTELS PVT. LTD.
Director

For GRAND CONTINENT HOTELS PVT. LTD.
Director

GRAND CONTINENT HOTELS PRIVATE LIMITED
Old no.23, New no.51, Eldams Road, Alwarpet, Chennai, TN 600018 IN
CIN: U55101TN2011PTC083100

k) **Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity share holders by the weighted average number of equity shares outstanding during the period.

l) **Provisions and Contingencies**

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provision for onerous contracts i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed benefits expected to be received under it, are recognised when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of obligating event, based on a reliable estimate of such obligation.

For GRAND CONTINENT HOTELS PVT. LTD.

Director

For GRAND CONTINENT HOTELS PVT. LTD.

Director

GRAND CONTINENT HOTELS PRIVATE LIMITED
Notes to the financial statements for the year ended 31 March 2022
CIN: U55101TN2011PTC083100

Share Holders Funds

3 Share capital	31st March 2022		31st March 2021	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Authorised share capital				
Equity shares of Rs.10 each	10,10,000	1,01,00,000	10,10,000	1,01,00,000
	10,10,000	**1,01,00,000**	**10,10,000**	**1,01,00,000**
Issued, subscribed and fully paid up				
Equity shares of Rs.10 each	10,10,000	1,01,00,000	10,10,000	1,01,00,000
Total	**10,10,000**	**1,01,00,000**	**10,10,000**	**1,01,00,000**

(a) Reconciliation of share capital	Equity		Equity	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Balance at the beginning of the period	10,10,000	1,01,00,000	10,000	1,00,000
Add : Issued during the period	-	-	10,00,000	1,00,00,000
Balance at the end of the period	**10,10,000**	**1,01,00,000**	**10,10,000**	**1,01,00,000**

(b) Rights, preferences and restrictions attached to share

The Company has only one class of equity shares having a face value of Rs. 10 per share. Each holder of equity share is entitled to one vote per share.

(c) Shareholders holding more than 5% of the shares	Number	Percentage (%)	Number	Percentage (%)
Equity shares of Rs.10 each				
Ramesh Shiva	9,59,000	94.95%	9,59,000	94.95%
Vidya Ramesh	51,000	5.05%	51,000	5.05%
	9,59,000	**94.95%**	**9,59,000**	**94.95%**

(d) Shares held by Promoter at the end of the year:

Name of the Promoter	No of Shares	% of Total Shares	Percentage change during the year
Equity shares of Rs.10 each			
Ramesh Shiva	9,59,000	94.95%	-
Vidya Ramesh	51,000	5.05%	-
Total	**10,10,000**	**100.00%**	-

4 Reserves and surplus	31-03-2022	31-03-2021
Surplus in Profit and loss account		
Balance at the beginning of the period	(1,84,92,133)	40,57,569
Add: Profits for the period	(93,82,665)	(2,25,49,702)
Balance at the end of the period	**(2,78,74,798)**	**(1,84,92,133)**
Total	**(2,78,74,798)**	**(1,84,92,133)**

For GRAND CONTINENT HOTELS PVT. LTD.
Director

For GRAND CONTINENT HOTELS PVT. LTD.
Director

GRAND CONTINENT HOTELS PRIVATE LIMITED

Notes to the financial statements for the year ended 31 March 2022

CIN: U55101TN2011PTC083100

Non Current Liabilities

5 Long-Term Borrowings

	31-03-2022	31-03-2021
Term loans from Banks & Financial Instituitions	26,70,61,079	23,67,67,898
Loans and Advance From Related Parties	16,50,218	16,50,218
Loans from Directors	6,98,59,239	6,56,55,577
Other Loans and Advances	86,63,292	96,30,792
Total	34,72,33,828	31,37,04,484

6 Deferred Tax Liabilities (Net)

	31-03-2022	31-03-2021
Deferred taxes - Opening Balance	84,78,486	28,16,373
On timing differences of depreciation between Companies Act 2013 and Income Tax Act 1961	-	56,62,113
Less: Deferred tax reversed during the year	(84,78,486)	-
Total	-	84,78,486

7 Other Long-Term Liabilities

	31-03-2022	31-03-2021
Refundable Security Deposits	-	14,00,008
Total	-	14,00,008

Current Liabilities

8 Trade payables

	31-03-2022	31-03-2021
Dues to micro and small enterprises	-	-
Dues to other creditors	35,26,597	93,17,781
Total	35,26,597	93,17,781

9 Other current liabilities

	31-03-2022	31-03-2021
Other payables:		
Accrued salaries and benefits	13,39,387	6,45,076
Expenses payable	8,25,909	6,66,424
Rent payable	13,70,500	13,70,500
Statutory Liabilities	17,15,010	2,00,245
Total	52,50,806	28,82,245

10 Short term provisions

	31-03-2022	31-03-2021
Other Short Term Provisions		
Audit Fee payable	40,000	40,000
Total	40,000	40,000

For GRAND CONTINENT HOTELS PVT. LTD.

Director

For GRAND CONTINENT HOTELS PVT. LTD.

Director

GRAND CONTINENT HOTELS PRIVATE LIMITED
Notes to the financial statements for the year ended 31 March 2022
CIN: U55101TN2011PTC083100

Non Current Assets

PROPERTY,PLANT AND EQUIPMENT	TANGIBLE ASSETS					
Particulars	Building	Plant & Machinery	Electrical Installations	Furniture and Fixtures	Vehicles	Total
Gross block						
Balance as at 31 March 2021	27,56,99,867	7,01,328	1,62,000	13,69,671	75,80,661	**28,55,13,527**
Additions	52,56,241	14,57,269	2,89,982	3,11,350	-	**73,14,842**
Disposals	-		-	-	-	-
Reclassification	-		-	-	-	-
Balance as at 31 March 2022	28,09,56,108	21,58,597	4,51,982	16,81,021	75,80,661	**29,28,28,369**
Accumulated depreciation and amortisation						
Balance as at 31 March 2021	68,43,076	2,74,426	23,233	6,29,226	2,68,190	**80,38,151**
Depreciation charge	87,72,557	59,272	17,386	1,50,310	7,83,116	**97,82,640**
Reversal on disposal of assets	-		-	-	-	-
Reclassification	-		-	-	-	-
Balance as at 31 March 2022	1,56,15,633	3,33,698	40,619	7,79,536	10,51,306	**1,78,20,791**
Net block						
Balance as at 31 March 2022	26,53,40,475	18,24,899	4,11,363	9,01,485	65,29,355	**27,50,07,577**
Balance as at 31 March 2021	26,88,56,791	4,26,902	1,38,767	7,40,445	73,12,471	**27,74,75,376**

Total of Tangible Assets **26,75,76,737**
Intangible Assets -

For GRAND CONTINENT HOTELS PVT. LTD.
Director

For GRAND CONTINENT HOTELS PVT. LTD.
Director

GRAND CONTINENT HOTELS PRIVATE LIMITED
Notes to the financial statements for the year ended 31 March 2022
CIN: U55101TN2011PTC083100

Non-Current Assets

12 Non Current Loans and advances	31-03-2022	31-03-2021
Other loans and advances		
Security deposits - Unsecured, considered good	2,20,25,000	1,40,35,000
Loan Disbursement Receivable	-	11,37,470
Total	**2,20,25,000**	**1,51,72,470**

Current Assets

13 Trade receivables	31-03-2022	31-03-2021
Outstanding for less than 6 months		
- Unsecured Considered good	1,99,30,049	1,45,20,503
Outstanding for more than 6 months		
- Unsecured Considered good	-	-
Total	**1,99,30,049**	**1,45,20,503**

14 Cash and Cash Equivalents	31-03-2022	31-03-2021
Cash in hand	26,68,891	9,09,726
Balances with banks		
- in current accounts	1,08,882	55,515
- in Bank Deposits	14,40,406	2,30,406
Total	**42,18,179**	**11,95,647**

15 Short-Term Loans and Advances	31-03-2022	31-03-2021
Unsecured considered good		
- Advance to vendors	4,55,139	11,76,000
- Balances with revenue authorities	1,05,244	16,70,832
- Tax paid in advance	5,95,325	1,99,088
- Short-Term Loans and Advances	1,46,34,920	1,60,20,955
Total	**1,57,90,628**	**1,90,66,875**

16 Other Current Assets	31-03-2022	31-03-2021
Pre-paid expenses	13,05,000	-
Total	**13,05,000**	-

For GRAND CONTINENT HOTELS PVT. LTD.
Director

For GRAND CONTINENT HOTELS PVT. LTD.
Director

GRAND CONTINENT HOTELS PRIVATE LIMITED
Notes to the financial statements for the year ended 31 March 2022
CIN: U55101TN2011PTC083100

Revenue

17 Revenue from Operations

	1st April 2021 to 31st March 2022	1st April 2020 to 31st March 2021
Sales of Services	5,83,87,714	2,82,51,157
Total	**5,83,87,714**	**2,82,51,157**

18 Other income

	1st April 2021 to 31st March 2022	1st April 2020 to 31st March 2021
Interest income on fixed deposit	-	1,68,872
Other Non operating income	3,573	89,492
Balances no longer payable	-	12,600
Profit on sale of fixed asset	-	1,25,575
Total	**3,573**	**3,96,539**

Expenses

19 Employee benefit expense

	1st April 2021 to 31st March 2022	1st April 2020 to 31st March 2021
Salaries and Wages including Bonus, incentives	97,09,484	44,61,355
Contributions to provident and other funds	1,22,500	99,093
Staff welfare expenses	3,98,678	5,05,705
Directors Remuneration	6,00,000	6,00,000
Total	**1,08,30,662**	**56,66,153**

20 Finance costs

	1st April 2021 to 31st March 2022	1st April 2020 to 31st March 2021
Bank Charges	1,53,622	3,48,786
Interest on Borrowings	3,04,68,610	1,83,27,437
Interest on delayed payment of Statutory dues	3,098	-
CGTMSE Fee	1,28,134	-
Total	**3,07,53,465**	**1,86,76,223**

21 Depreciation and amortization expense

	1st April 2021 to 31st March 2022	1st April 2020 to 31st March 2021
Depreciation of tangible & intangible assets (also refer note 8)	97,82,640	52,78,652
Total	**97,82,640**	**52,78,652**

For GRAND CONTINENT HOTELS PVT. LTD.
Director

For GRAND CONTINENT HOTELS PVT. LTD.
Director

GRAND CONTINENT HOTELS PRIVATE LIMITED
Notes to the financial statements for the year ended 31 March 2022
CIN: U55101TN2011PTC083100

22	**Other expenses**	**1st April 2021 to 31st March 2022**	**1st April 2020 to 31st March 2021**
	Payment to Auditors	**41,000**	**40,000**
	As Statutory Auditor	41,000	40,000
	Advertising Expenses	24,250	-
	Business Promotion Expenses	10,73,602	5,71,053
	Commission paid	19,21,987	12,58,854
	Communication Expenses	8,56,435	9,78,468
	Food and Beverages	23,39,137	22,08,660
	Lease Rentals	37,50,000	22,00,000
	Miscellaneous Expenses	4,59,950	3,39,914
	Office Maintenance	7,60,930	-
	Printing and stationery	79,380	2,02,265
	Power,Fuel & Water	60,77,782	31,45,752
	Professional Fee Paid	32,44,324	9,98,088
	Rates and taxes (excluding taxes on income)	7,07,836	3,07,357
	Repairs & Maintenance	14,15,235	19,91,407
	Security Charges	90,864	65,609
	Stipend to Trainees	-	5,08,544
	Software Subscription Charges	5,70,151	1,80,800
	Travelling and Conveyance	1,74,394	1,45,711
	Uniform Washing and Laundry	12,98,415	7,71,776
	Total	**2,48,85,671**	**1,59,14,258**

Other Disclosures

23	**Earning per share**	**1st April 2021 to 31st March 2022**	**1st April 2020 to 31st March 2021**
	Nominal value of equity shares (Rs)	10	10
	(a) Net Profit after tax	(93,82,665)	(2,25,49,702)
	(b) Basic number of Equity shares of Rs. 10 each outstanding during the year.	10,10,000	10,10,000
	(c) Weighted average number of Equity shares of Rs. 10 each outstanding during the year	10,10,000	10,10,000
	(d) Basic Earnings per share (Rs)	(9.29)	(22.33)

For GRAND CONTINENT HOTELS PVT. LTD.

Director

For GRAND CONTINENT HOTELS PVT. LTD.

Director

24 **Related party disclosures**

(a) **Parties where control exists includes:**

Name of party	Nature of relationship
Vittal Vidyaramesh	Director
Ramesh Siva	Director
Deepthi Shiva	Director
Sambasivam	Director's relative
Elysium Holidays India Pvt Ltd	Common Director

(b) **Summary of transactions with related parties:**

Name of Party	Nature of transactions	31-03-2022	31-03-2021
Vittal Vidyaramesh	Director Remuneration	6,00,000	6,00,000
Elysium Holidays India Pvt Ltd	Expenses reimbursable	47,73,584	63,47,209
Ramesh Siva	Loan outstanding-Liability	2,54,11,979	2,37,35,319
Vittal Vidyaramesh	Loan outstanding-Liability	4,44,47,259	4,19,20,258
Sambasivam	Loan outstanding-Liability	15,65,218	15,65,218

25 **RATIO DISCLOSURE**

Particulars	Items	31st March 2022	31st March 2021	% Variance	Reason for variance
1. Current Ratio	Current Assets	4,12,43,856	3,47,83,025		Better working capital management
	Current Liabilities	88,17,403	1,22,40,026		
	Ratio	4.68	2.84	64.60%	
2. Debt-equity ratio	Total Debt	34,72,33,828	31,37,04,484		
	Shareholder's Equity	(1,77,74,798)	(83,92,133)		
	Ratio	(19.54)	(37.38)	47.74%	
3. Debt Service Coverage Ratio	Earnings available for debt service	1,26,07,460	14,39,847		Higher sales
	Total Debt Service	34,72,33,828	31,37,04,484		
	Ratio	0.04	0.00	691.06%	
4. Return on equity ratio	Net Profits after taxes	(93,82,665)	(2,25,49,702)		
	Average Shareholder's Equity	(1,30,83,466)	(21,17,282)		
	Ratio	0.72	10.65	-93.27%	
5. Inventory Turnover Ratio	Cost of goods sold OR sales	-	-		
	Average Inventory	-	-		
	Ratio	NA	NA	NA	
6. Trade receivables turnover ratio	Net Credit Sales	5,83,87,714	2,82,51,157		Higher sales
	Average Accounts Receivable	1,72,25,276	1,21,95,172		
	Ratio	3.39	2.32	46.32%	
7. Trade payables turnover ratio	Net Credit Purchases	-	-		
	Average Trade Payables	-	-		
	Ratio	NA	NA	NA	

For GRAND CONTINENT HOTELS PVT. LTD.
Director

For GRAND CONTINENT HOTELS PVT. LTD.
Director

8. Net capital turnover ratio	Net Sales	5,83,87,714	2,82,51,157		
	Average Working Capital	2,74,84,726	2,25,77,940		Higher sales
	Ratio	2.12	1.25	69.78%	
9. Net profit ratio	Net Profits after taxes	(93,82,665)	(2,25,49,702)		
	Net Sales	5,83,87,714	2,82,51,157		
	Ratio	(0.16)	(0.80)	-79.87%	
10. Return on capital employed (ROCE)	Earning before interest and taxes	-	-		
	Capital Employed	-	-		
	Ratio	NA	NA	NA	
11. Return on investment (ROI)	Total Income from Investment	-	-		
	Cost of Investment	-	-		
	Ratio	NA	NA	NA	

Analytical Ratios

1 **Current Ratio**

The current ratio indicates a company's overall liquidity position. It is widely used by banks in making decisions regarding the advancing of working capital credit to their clients.

$$\text{Current Ratio} = \frac{\text{Current Assets}}{\text{Current Liabilities}}$$

2 **Debt – Equity Ratio**

Debt-to-equity ratio compares a Company's total debt to shareholders equity. Both of these numbers can be found in a Company's balance sheet.

$$\text{Debt – Equity Ratio} = \frac{\text{Total Debt}}{\text{Shareholder's Equity}}$$

3 **Debt Service Coverage Ratio**

Debt Service coverage ratio is used to analyse the firm's ability to pay-off current interest and instalments.

$$\text{Debt Service Coverage Ratio} = \frac{\text{Earnings available for debt service}}{\text{Debt Service}}$$

Earning for Debt Service = Net Profit before taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.

Debt service = Interest & Lease Payments + Principal Repayments

"Net Profit after tax" means reported amount of "Profit / (loss) for the period" and it does not include items of other comprehensive income.

4 **Return on Equity (ROE)**

It measures the profitability of equity funds invested in the Company. The ratio reveals how profitability of the equity-holders' funds have been utilized by the Company. It also measures the percentage return generated to equity-holders. The ratio is computed as:

$$\text{Return on Equity (ROE)} = \frac{\text{Net Profits after taxes – Preference Dividend (if any)}}{\text{Average Shareholder's Equity}}$$

5 **Inventory Turnover Ratio**

It measures the profitability of equity funds invested in the Company. The ratio reveals how profitability of the equity-holders' funds have been utilized by the Company. It also measures the percentage return generated to equity-holders. The ratio is computed as:

$$\text{Inventory Turnover ratio} = \frac{\text{Cost of goods sold OR sales}}{\text{Average Inventory}}$$

Average inventory is (Opening + Closing balance / 2)

When the information opening and closing balances of inventory is not available then the ratio can be calculated by dividing COGS OR Sales by closing balance of Inventory.

For GRAND CONTINENT HOTELS PVT. LTD.

Director

For GRAND CONTINENT HOTELS PVT. LTD.

Director

6 **Trade receivables turnover ratio**

It measures the efficiency at which the firm is managing the receivables.

$$\text{Trade receivables turnover ratio} = \frac{\text{Net Credit Sales}}{\text{Average Accounts Receivable}}$$

Net credit sales consist of gross credit sales minus sales return. Trade receivables includes sundry debtors and bill's receivables.

Average trade debtors = (Opening + Closing balance / 2)

When the information about credit sales, opening and closing balances of trade debtors is not available then the ratio can be calculated by dividing total sales by closing balances of trade receivables.

7 **Trade payables turnover ratio**

It indicates the number of times sundry creditors have been paid during a period. It is calculated to judge the requirements of cash for paying sundry creditors. It is calculated by dividing the net credit purchases by average creditors.

$$\text{Trade payables turnover ratio} = \frac{\text{Net Credit Purchases}}{\text{Average Trade Payables}}$$

Net credit purchases consist of gross credit purchases minus purchase return.

When the information about credit purchases, opening and closing balances of trade creditors is not available then the ratio is calculated by dividing total purchases by the closing balance of trade creditors.

8 **Net capital turnover ratio**

It indicates a company's effectiveness in using its working capital.

The working capital turnover ratio is calculated as follows: Net Sales divided by the average amount of working capital during the same period.

$$\text{Net capital turnover ratio} = \frac{\text{Net Sales}}{\text{Average Working Capital}}$$

Net Sales shall be calculated as total sales minus sales returns.

Working capital shall be calculated as current assets minus current liabilities.

9 **Net profit ratio**

It measures the relationship between net profit and sales of the business.

$$\text{Net Profit Ratio} = \frac{\text{Net Profit}}{\text{Net Sales}}$$

Net profit shall be after tax.

Net sales shall be calculated as total sales minus sales returns.

For GRAND CONTINENT HOTELS PVT. LTD.

Director

For GRAND CONTINENT HOTELS PVT. LTD.

Director

10 **Return on capital employed (ROCE)**

Return on capital employed indicates the ability of a company's management to generate returns for both the debt holders and the equity holders. Higher the ratio, more efficiently is the capital being employed by the company to generate returns.

$$\text{Return on capital employed (ROCE)} = \frac{\text{Earning before interest and taxes}}{\text{Capital Employed}}$$

Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability

11 **Return on investment**

Return on investment (ROI) is a financial ratio used to calculate the benefit an investor will receive in relation to their investment cost. The higher the ratio, the greater the benefit earned. The one of widely used method is Time Weighted Rate of Return (TWRR) and the same should be followed to calculate ROI. It adjusts the return for the timing of investment cash flows and its formula / method of calculation is commonly available. However, the same is given below for quick reference:

$$\text{Return on investment} = \frac{\{MV(T1) - MV(To) - \text{Sum}[C(t)]\}}{\{MV(To) + \text{Sum}[W(t) * C(t)]\}}$$

where,
T1 = End of time period
To = Beginning of time period
t = Specific date falling between T1 and To
MV(T1) = Market Value at T1
MV(To) = Market Value at To
C(t) = Cash inflow, cash outflow on specific date
W(t) = Weight of the net cash flow (i.e. either net inflow or net outflow) on day 't', calculated as [T1 – t] / T1
Companies may provide ROI separately for each asset class (e.g., equity, fixed income, money market, etc.).

26 **Other Statutory Information**

a) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

b) The Company has no balance with any companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956.

c) The company does not have any changes or satisfaction which is yet to be registered with ROC beyound the statutory period.

d) The company does not have any cryptocurrency transactions/balances for the year ended 31 March 2022

e) The company had not advanced funds to intermediaries for further advancing beneficiary.

f) The company does not have any such transactions which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessment under the income tax Act 1961(such as search or survey or any other relevant provisions of the Income Tax Act, 1961.

For GRAND CONTINENT HOTELS PVT. LTD.
Director

For GRAND CONTINENT HOTELS PVT. LTD.
Director

27 a) Previous year figures have been regrouped wherever necessary.

b) In the opinion of the management, current assets, loans and advances have a value not less than what is stated in the accounts if realized in the ordinary course of business.

c) Trade Receivables, Loans and Advances, Sundry Creditors are subject to confirmation/reconciliation.

28 **Impact of COVID - 19**

The Company has considered the possible effects that may result from the pandemic relating to COVID – 19 in the preparation of these financial statements. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has at the date of approval of these financial statements, used internal and external sources of information and economic forecasts and expects that the carrying amount of these assets will be recovered. The impact of COVID-19 on the financial statements may differ from that estimated as at the date of approval of the financial statements.

Signatures to Notes to Financial statements 1-28

As per our report of even date attached
for K Srirangarajan & Associates
Chartered Accountants
ICAI FRN: 004067S

For and on behalf of the Board of Directors

For GRAND CONTINENT HOTELS PVT. LTD.
Director

For GRAND CONTINENT HOTELS PVT. LTD.
Director

K Srirangarajan
Proprietor
Membership No: 026104
Place: Bangalore
Date: 29-09-2022

Vittal Vidyaramesh
Director
DIN: 02127241
Place: Bangalore
Date: 29-09-2022

Ramesh Shiva
Director
DIN: 02449456
Place: Bangalore
Date: 29-09-2022